

Annual Report & Accounts

BNY Mellon Investment Funds

All Sub-funds Report

30 June 2018

BNY Mellon Investment Funds - Annual Report & Accounts

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Report of the Authorised Corporate Director (ACD)

This is the annual report for the BNY Mellon Investment Funds ICVC ('BNYMIF') for the 12-month period to 30 June 2018.

The year to June 2018 featured a mixed market backdrop, a change in tack from central banks and an uncertain and at times, *volatile*, political environment.

There was a strong rally in markets in the final months of 2017 while the first half of 2018 saw a resurgence in *volatility*. Both were largely driven by political events, particularly those in the US. The latter portion of 2017 saw a rally in markets, aided by US President Donald Trump's success in getting his planned tax cuts through Congress right before Christmas. Investors appeared to have extrapolated vibrant economic growth and a potential renewal of global growth would stem from the cuts. The so-called FAANG (Facebook, Amazon, Apple, Netflix and Alphabet's Google) and BAT (Baidu, Alibaba and Tencent) stocks were also credited with buoying global equity markets.

Then, in the opening months of 2018, there was a return of equity market *volatility*, as markets sold off quite sharply on two occasions: in early February, as US wage growth exceeded expectations, and again in March, as the US threatened tariffs against China and other trade partners, conjuring up the spectre of a trade war. Markets recovered some of their losses through the final quarter of this review period, although the final weeks of June witnessed a further sell-off, once more on the back of trade concerns.

Central banks and inflation

Over the course of the review period, the US Federal Reserve (Fed) tightened *monetary policy* three times – raising interest rates in December, March and June and taking US rates to 2.0%. The last time US interest rates were that high was more than a decade ago. And by late June, guidance from the Fed indicated a further two rate hikes were to be expected in 2018.

The UK too made a move to a tighter *monetary policy*, raising interest rates in November by 0.25% to 0.5%, the first such hike for more than 10 years.

In terms of *monetary policy*, the Bank of Japan largely maintained its loose monetary stance while the European Central Bank (ECB) cut the level of bond purchases from €60bn to €30bn late in 2017, before indicating the end of *quantitative easing* by the end of 2018.

Inflationary pressures outside of the US remained relatively subdued and in the case of both Japan and the *eurozone*, decidedly below target levels. Unemployment in the US did fall to generational lows (3.8% in May) while wage *inflation* began to creep higher.

Trade and politics

Trade and the threat of tariffs were a key influence on market returns during the 12-month review period. First threatening tariffs in early 2018, in March President Trump went on to impose tariffs of up to 25% on Chinese imports valued at approximately US\$50bn, as well as imposing duties on imports of steel and aluminium into the US, laying the foundations of a potential trade war. China and the European Union (EU) responded in kind, with the US later threatening to escalate the crisis with additional tariffs on a much wider range of goods and with a wider audience, including the EU, Canada and Mexico.

Another unsettling feature of the past year was the political *volatility*. A war of words between Trump and North Korean leader Kim Jong-un surprisingly evolved into much more amicable and productive exchanges through the period.

In Europe, a changing political landscape was evident, with the continued rise of populist parties and candidates making it an uneasy period for the established order. At the end of 2017, Angela Merkel won another term as chancellor, albeit with a reduced share of the vote. In a shock to the establishment, the far-right Alternative für Deutschland (Afd) party won a greater share of the vote than expected.

On 4 March in Italy, right-wing parties gained power with a surge in support for the anti-establishment Five Star Movement in the country's general election. The party won the highest number of votes albeit not enough to form a government outright. Eventually, by May, a coalition was formed between the Five Star Movement and the League, although not before a constitutional crisis briefly erupted as the Italian President initially refused to endorse an ardent anti-euro candidate as finance minister.

EU negotiations with the UK over Brexit and its terms continued unchecked. By March, and in a sign of some progress, a transition agreement had been agreed between the sides governing the relationship up until December 2020. However, a lack of unity within the UK government and in Parliament caused speculation as to the UK's negotiating hand.

Fund Merger

The Newton Managed Income Fund, a Sub-fund of BNY Mellon Managed Funds I, merged with the Newton Multi-Asset Income Fund, a Sub-fund of BNY Mellon Investment Funds on 27 January 2018. Notification was issued to the shareholders on 27 November 2017, giving notice of a Meeting of Shareholders on 11 January 2018, where the shareholders voted in favour of the Merger.

Summary

Risks to equities rose during the review period but markets have continued to exhibit immense resilience to a variety of issues. Amid the see-sawing of market fortunes and political rhetoric, our managers have been diligently adhering to the respective goals and investment processes of their funds. As such, we believe we are prepared for what may lie ahead in the months to come.

David Turnbull

Director

For and on behalf of

BNY Mellon Fund Managers Limited

Authorised Corporate Director

05 October 2018

For a definition of italicised terms, please refer to the Glossary on page 880.

Introduction

The final months of 2017 were a strong period for equity markets as investors rode a tide of optimism surrounding US President Donald Trump's proposed tax cuts, which ultimately passed into law in December. The first half of 2018 has been more *volatile* with investors reminded of the considerable risks, such as higher prospective *inflation* and a brewing trade war, currently running through the world. Markets experienced two significant sell-offs on the back of these concerns in the early months of 2018. The second quarter witnessed a gradual recovery in markets before another sell-off in the final weeks of June as the trade dispute escalated.

Trump has remained centre stage throughout the period. His implementation of trade tariffs against major trading partners such as China and the EU, triggered retaliatory tariffs. Trump's frosty relations with traditional allies such as Canada and Germany was a feature of the period. Perhaps most unexpected was the move towards reconciliation from North Korea and its leader Kim Jong-un, who sought appeasement with the US and South Korea. This led to historic meetings with the South Korean leader Moon Jae-in, in April, and with Trump himself, in June.

A changing political climate was evident in Europe with populist, anti-establishment parties making significant gains in power in Germany and Italy.

Angela Merkel won another term as German chancellor albeit with a reduced share of the vote. In a shock to the establishment, the far-right Alternative für Deutschland (AfD) party won a greater share of the vote than expected. Merkel's position was weakened after an initial failure to form a coalition government and as she was forced to compromise her position in a coalition of the Christlich Demokratische Union (CDU) and the Sozialdemokratische Partei Deutschlands (SPD) parties.

In Italy, a coalition was formed between the Five Star Movement and the League, which prospered at the expense of the more traditional parties. They came together with a manifesto that included large public spending, a basic income for all citizens and a possible referendum on Italy's position in the EU and its participation in the euro. This rattled investors and caused Italian government bond *yields* to spike significantly higher.

Inflationary pressures rose gently over the period but did not completely ignite in most major economies. The oil price rose gradually through much of 2017 before accelerating in 2018 as the Organisation of the Petroleum Exporting Countries (OPEC) managed to restrict supply while geopolitical tensions and sanctions kept supply from Venezuela and Iran limited. US wage pressure and a tight labour market caused the Fed to raise rates taking the benchmark interest rate to 2.0% by the end of June 2018.

There was a diversion in growth trends across developed nations over the past 12 months. The US economy remained robust with employment rates tight. The European economy, however, seemed to experience some *cyclical* slowdown in 2018 after strong growth through 2017. German domestic growth tailed off worryingly during the first two quarters of 2018, with some sentiment and business surveys dropping to multi-year lows. The Japanese economy also stalled with the first quarter of 2018 showing a decline in GDP after eight consecutive quarters of expansion. The UK economy barely grew in the first quarter of 2018 (+0.2% over the quarter), which was blamed on both Brexit and poor weather.

The Bank of Japan largely maintained its easy *monetary policy* stance while the ECB cut back on the level of bond purchases further from €60bn to €30bn late in 2017, before calling the end to its purchases by the end of 2018.

The Fed also began to talk more freely about shrinking its balance, as well as guiding to further interest rate hikes. The Bank of England (BoE) joined the party with governor Mark Carney raising interest rates by 0.25% to 0.5% in November, the first such hike for more than 10 years.

At the corporate level, earnings growth remained robust. The first quarter of 2018 saw strong earnings growth particularly in the US where earnings growth exceeded 20%. Company activity and investment data, released at the end of the period, showed that cross-border *Merger and Acquisition (M&A)* deals reached a record level for the first quarter of the year in 2018, eclipsing the first quarter of 2007.

Equity market *volatility*, that shot up to high levels in February and March following market sell-offs, settled down to lower levels by the end of the reporting time frame.

North America

The US market was strong over the past year as Trump instituted his corporate and income tax cuts, and as economic growth remained relatively robust. The Fed responded by raising interest rates and continued to be the one major central bank to periodically tighten through the past 12 months. The Fed gave clear guidance that it would embark upon such actions, gradually unwinding its monthly bond-buying operation that has been in place since the global financial crisis.

The labour market remained tight with the unemployment rate down at levels not seen for a generation (3.8% in May). There were signs of rekindled growth in wage settlements with the figure for January, at 2.9%, triggering an *inflation* scare and causing a short-term rout in markets.

GDP growth was ahead of the G7 average with a recent peak of 3.2% annualised GDP growth recorded in the third quarter of 2017 although this had fallen back to 2.0% growth in the first quarter of 2018.

The Fed raised rates three times during the period and guided to a further two rate hikes in the second half of 2018. It also began to reduce the size of its balance sheet by reducing *quantitative easing*.

Trump continued to make good on his proclaimed policy of putting America first with the introduction of trade tariffs on steel and aluminium imports as well as other items emanating from China. China offered to buy more US goods and reduce the *bilateral deficit* with the US but Trump carried through with his threat leading to retaliatory measures from China, the EU and other affected nations.

There was a surprising and historic meeting between the US President and North Korean leader Kim Jong-un in June 2018, with an apparent agenda of nuclear disarmament and following a series of acrimonious exchanges between the two leaders.

The market was led through the period by technology stocks with the so-called FAANGs (Facebook, Amazon, Apple, Netflix and Alphabet's Google) leading the sector higher. The Nasdaq Index established a new all-time high in 2018 before a sell-off in technology shares in the final weeks of June. The S&P 500 and Dow Jones indices also established new all-time levels early in 2018 before falling away.

For a definition of italicised terms, please refer to the Glossary on page 880.

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Market background

(continued)

Europe

European markets performed well in 2017 but were relatively lacklustre in the first half of 2018. Signs of economic slowing and further political issues meant the first half of 2018 was a more difficult period for European markets and they underperformed most other major markets.

Eurozone growth was strong through 2017 with GDP growth in the two final quarters of 2017 reaching 2.8% annualised growth. This fell back to 2.5% growth in the first quarter of 2018. Employment data continued to improve, albeit unemployment in the *eurozone* remained over double the level of that in the US and the UK. Unemployment in the UK fell to levels not seen in over 40 years, at 4.2% in April.

UK growth fell back, however, on a combination of Brexit concerns and a poor outlook for retail as well as the effects of a severe winter. GDP rose by only 0.2% in the first quarter of 2018 compared to the previous quarter. UK GDP growth forecasts for 2018 and 2019 were reduced by a series of institutions not least the BoE, which cut its forecast to 1.4% growth for 2018.

Signs of a *cyclical* slowing in the *eurozone* caused concern particularly as Germany witnessed some much weaker business and investor sentiment figures than expected and a downturn in manufacturing output.

Political worries were to the fore most notably in Germany and Italy. Angela Merkel's position was weakened as she suffered a material reduction in support and was unable to form a coalition government by her party's self-imposed deadline. After several months, a coalition emerged between the CDU and SPD parties. The right-wing, AfD party also gained more seats than had been expected. In Italy, a constitutional crisis loomed after the country's president refused to sanction the new coalition's choice of finance minister. A compromise choice was ultimately agreed. The coalition between the anti-establishment parties the Five Star Movement and the League did not, however, inspire optimism in the markets as investors feared potential large borrowing by the Italian government to fund its popular ambitions.

Brexit negotiations trundled on. By the end of 2017, Brexit had progressed such that the first stage – agreeing the UK's divorce bill, citizens' rights and the Irish border – was deemed to have been completed, paving the way for the next stage, the issue of future trade relations. However, divisions in the UK government were seen and the UK's stance was frequently criticised and pushed back by the EU.

The ECB continued to scale back its monthly bond-buying operations, reducing the amount in November to €30bn, from the turn of the year, while extending the operations until at least September 2018. However, in June, the ECB called time on these operations, suggesting closure by the end of 2018.

The UK raised rates for the first time in over 10 years in November, raising the benchmark interest rate from 0.25% to 0.5%.

Asia

Asian markets were stronger through 2017 before peaking early in 2018. The Chinese market, so strong in 2017, fell away notably in the final months of the period. Japan continued to build on its growth last year with the Nikkei Index touching levels not seen in over 25 years, early in 2018, before falling back.

The Chinese economy continued to grow at a pace of around 6.8%. However, it faced downgrades to long-term growth projections and sovereign debt ratings from several institutions, such as the IMF and ratings agencies Fitch and S&P. Japanese GDP recorded a run of eight consecutive quarters of growth before suffering a setback in the first quarter of 2018 when GDP fell 0.6% on an annualised basis.

In Japan, Prime Minister Shinzo Abe called an election for the end of October 2017, which he won convincingly giving him a third term as leader of the government. However, since then he has been beset by scandals, concerning undue influence on land purchasing for a group with connections to his wife.

On the political side, markets were jittery as Trump initiated tariffs on Chinese imports to the US and more general imports of aluminium and steel. While a surprising development was the thawing in relations between North Korea and both South Korea and the US.

In June, the Reserve Bank of India raised interest rates for the first time since 2014 after a long period of easing due to rising *inflationary* pressures from higher fuel and food prices. The Bank of Japan (BOJ) kept its *monetary policy* as loose as it has been for the past several years. There was some speculation of a change in stance from the BOJ in March when it reduced the size of bids at auction.

The Chinese authorities continued to tightly manage the economy, clamping down on excessive lending particularly to the construction and finance industries as well as helping encourage consumer spending.

Towards the end of the period, renewed US dollar strength caused some stress in regional bond markets because of the large component of US dollar-denominated debt.

Fixed Income

Fixed income returns over the period have been minimal and vastly eclipsed by equity market returns. Fixed income markets were under pressure throughout the period from rising interest rates and rising *inflationary* expectations. Trump's tax reform at the turn of the year caused a spike in bond *yields* as prospective *inflation* rates rose. Subsequent readings in US wage growth, specifically the January figure, released in early February, caused bond *yields* to rise again while the rising oil price kept *yields* at higher levels. The US 10-year *Treasury yield* rose above 3.1% in May for the first time in over four years.

Spreads widened markedly in the *eurozone*, most particularly between Italian bond and German bond *yields* following the Italian general election.

The Fed raised rates three times during this reporting period: in December, March and June. This took the benchmark interest rate to 2.0%. The Fed has issued guidance of further rate hikes through 2018 and raised its economic outlook. This was based largely on the increasingly tight US labour market with unemployment down to generational lows of 3.8%.

For a definition of italicised terms, please refer to the Glossary on page 880.

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Market background

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Fixed Income (continued)

The BoE raised rates in November by 0.25% to 0.5%, reversing the cut made in August 2016, and the first rise in over 10 years. The hike in interest rates had been well flagged and was taken in its stride by the market. However, softer data emanating from the UK meant that the BoE was unable to continue its tightening path and rate expectations dropped accordingly.

Monetary policy remained accommodative in Europe and Japan. The BOJ reduced its medium-term *inflation* target from 2.0% to a range of 0.5%-1.0%, a sign of the difficulties the Japanese economy has had in engendering meaningful *inflation*. In the *eurozone*, the ECB scaled back further on its monthly bond-purchasing programme before, in June, guiding towards an ending of its *quantitative easing* plan by the end of 2018. At the same time, it suggested that interest rate hikes were still some way off.

Currency and Commodities

The US dollar recovered in the final couple of months of the period after a steady decline through 2017. Fed tightening as well as robust relative economic growth helped underpin the dollar.

The trend in Sterling was almost the reverse of the US dollar. It experienced renewed strength through most of the period on greater optimism around Brexit and recovering *inflation*; but it fell away in the final months on the back of renewed pessimism surrounding Brexit as well as the expectation that the BoE would only tighten gradually.

The euro was strong through most of the period reflecting robust economic growth but declined against other major currencies late in the period, as signs emerged of a slowdown in the *eurozone*.

The oil price rallied strongly in the period as OPEC members agreed supply reductions and as geopolitical tensions caused disruption to supply from Venezuela and sanctions remained in place against Iran. Although shale gas and oil production levels rose, demand for oil remained strong and new supply was met by demand. A decision by OPEC to raise supply in June caused oil prices to soften a little.

Other key commodities such as copper and iron ore were quite *volatile* but, like oil, underpinned by recovering economic growth. The gold price slipped from recent highs in January, as while *inflation* expectations rose, actual *inflation* remained relatively subdued and geopolitical turmoil did not upset sentiment towards equity and bond markets enough to create a marked shift into so-called '*safe-haven*' assets such as gold.

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Notes applicable to the financial statements of all Sub-funds

for the year ended 30 June 2018

1.1 Accounting policies

(a) Basis of preparation

The financial statements have been prepared using the historical cost convention in accordance with United Kingdom Generally Accepted Accounting Practice (UK GAAP) and the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued by the Investment Management Association (now known as The Investment Association) in May 2014 (the SORP). They have been prepared on a going concern basis apart from the Newton European Higher Income Fund and the Insight Global Select Bond Fund which have been prepared on a break up basis as the Sub-funds are now closed to investment and will be wound up when all assets and liabilities are settled. Under this basis assets are recorded at their recoverable value and liabilities are recorded at their expected settlement value. Any additional costs in respect of the termination of the Sub-funds will be borne by the ACD.

In applying UK GAAP, the financial statements have been prepared in compliance with Financial Reporting Standard 102 (FRS 102).

(b) Valuation of investments

The listed investments of the Sub-funds have been valued at bid market prices net of any accrued interest, at close of business on the last working day of the year in line with the last dealing valuations in the period. Holdings in Collective Investment Schemes are valued at the last sale price available at the valuation point. The valuations of unlisted investments are based on the ACD's assessment of their estimated realisable value. Suspended securities are valued initially at the suspended price but are subject to constant review.

(c) Foreign exchange

All transactions in foreign currencies are translated into Sterling at the rates of exchange ruling at the date of such transactions. Foreign currency assets and liabilities at the end of the accounting period are translated at the exchange rate at close of business on the last working day of the year.

(d) Revenue

Dividends on equities, non-equity investments excluding debt securities, and revenue from shares/units held in underlying Funds are recognised when the security is quoted ex-dividend. Bank interest is accounted for on an accruals basis. US REIT dividend revenue is accounted for partly as revenue and partly as capital depending on the underlying REIT distribution. All REIT dividend revenue is recognised on an accruals basis.

Interest on debt securities is recognised on an effective interest rate basis. Accrued interest purchased or sold is excluded from the cost of the security and is treated as revenue.

Premiums received in respect of written call options, where the express purpose is to generate extra revenue, are accrued to the revenue account on a straight line basis over the life of the contract.

Returns from bond futures are apportioned into revenue and capital components in order to reflect the nature of the financial instrument.

Special dividends are reviewed on a case by case basis in determining whether the amount is capital or revenue in nature. The tax treatment follows the accounting treatment of the principal amount.

Stock dividends (stocks received in lieu of cash dividends) are recognised as revenue.

Underwriting and sub-underwriting contracts and placings may also be entered into. Commissions earned on these transactions are accounted for when the issue underwritten takes place and, to the extent that the shares are taken up, a proportion of the commission is accounted for as capital, otherwise the commission is treated as revenue.

Excess reportable income from underlying offshore reporting funds is recognised as revenue when the related statement of reportable income is made publicly available.

Some Sub-funds have entered into stock lending transactions during the period. The Sub-funds, or the Depositary on behalf of the Sub-funds, receives collateral to cover against the risk of future redelivery not being completed. There is no limit on the property of the Sub-fund which may be the subject of stock lending transactions. Commissions received as a consequence of stock lending for the benefit of the Sub-fund and its shareholders are accounted for within revenue net of associated costs, and are recognised on an accruals basis.

(e) Expenses

All expenses are charged to the revenue property of the Sub-funds, with the exception of the costs associated with the purchase and sale of investments, which have been charged to capital property. All expenses are recognised on an accruals basis.

In order to maintain the Ongoing Charge of particular Sub-funds at a competitive level with regard to the comparable funds in the market place, BNY Mellon Investment Management EMEA Limited (the "Global Distributor and Promoter") undertook to pay a discretionary sum equivalent to the percentage amount, if the Ongoing Charge of the particular Sub-fund exceeds an agreed Ongoing Charge limit. Further information on the cap arrangement is detailed in Note 5 of the accounts of the relevant Sub-funds.

(f) Rebates

Rebates on underlying funds' management fees are accounted for on an accruals basis and are subsequently attributed to the Sub-funds' revenue or capital depending on the fee structure of the underlying funds.

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Notes applicable to the financial statements of all Sub-funds

(continued)

1.1 Accounting policies (continued)

(g) Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay less or receive more tax. Deferred tax assets are recognised only to the extent that the ACD considers that it will be more likely than not that there will be taxable profits from which underlying timing differences can be deducted. The charge for taxation is based on the results for the year. In general, the tax accounting treatment follows that of the principal amount. The charge for taxation is provided at 20% on taxable income for the year less expenses.

Authorised investment companies with variable capital are exempt from tax on capital gains. Therefore any capital return is not included in the taxation reconciliations, within the notes to the Sub-Funds.

(h) SDRT

Stamp Duty Reserve Tax (SDRT), where payable, is charged to the capital property of each Sub-fund. SDRT was abolished on 5 April 2014. However non-pro rata in specie redemptions are still subject to the principal SDRT charge.

(i) Dilution adjustment

The ACD may make a discretionary dilution adjustment if in its opinion the existing Shareholders (for net purchases) or remaining Shareholders (for net redemptions) might otherwise be adversely affected. The ACD therefore reserves the right to impose a dilution adjustment in the following circumstances:

- where a Sub-fund is in continual decline (a net outflow of investment);
- where a Sub-fund is experiencing large levels of net subscriptions or net redemptions relative to its size;
- in any other circumstances where the ACD believes it will be in the interests of shareholders to make a dilution adjustment.

(j) Over the counter derivatives

Valuation:

The Sub-funds may invest in over the counter (OTC) derivatives and the market value of these are based on models which take into account relevant market inputs as well as the time values, liquidity and volatility factors underlying the positions. Amounts due to and from an individual counterparty which fall under a legally enforceable International Swaps and Derivatives Association (ISDA) Master Agreement are netted.

All realised and unrealised gains and losses on derivatives are taken to the Statement of Total Return and are included in the net capital gains/(losses) on investments.

Premiums paid by the Sub-funds:

Credit default swaps are used to manage credit risk and are used to protect capital. Premiums paid by the Sub-funds are taken to capital.

Interest rate swaps are used to manage market price risk, including interest rate risk. The interest received or paid is taken to capital. Interest rate swap options or currency options are written or purchased to protect capital. All returns including the premium are taken to capital. Exchange traded index options are written to enhance the revenue and yield of the Sub-funds. As such the premiums received by the Sub-funds are taken to revenue.

Zero-Coupon Inflation Swaps and FX Options are used to protect capital. Premiums paid by the Sub-funds are taken to capital.

The treatment for any related charges will follow that of the premium.

Please refer to the accounts of the individual Sub-funds for further information.

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Notes applicable to the financial statements of all Sub-funds

(continued)

1.2 Distribution policies

(a) Basis of distribution

Insight Corporate Bond, Insight Inflation Linked Corporate Bond, Newton Global High Yield Bond, Newton Global Dynamic Bond, Newton Global Dynamic Bond Income, Newton Index Linked Gilt, Newton International Bond, Newton Long Corporate Bond, Newton Sustainable Sterling Bond and Newton Long Gilt invest more than 60% in qualifying investments (as defined by s468L ICTA 1998) and will pay an interest distribution. All other Sub-funds are not more than 60% invested in qualifying investments and, where applicable, will pay a dividend distribution. For the purpose of calculating the distribution, interest on debt securities is computed on an effective yield basis, the same basis on which it is reflected in the financial statements. The distribution is determined based on the individual Sub-fund's net revenue after taxation.

Previously interest distributions, whether these were distributed to Shareholders or reinvested in shares, were paid net of income tax at 20% for share classes which were not designated as gross paying share classes. All distributions paid on or after 6 April 2017 were paid without the deduction of income tax.

(b) Stock dividends

The ordinary element of stocks received in lieu of cash dividends is recognised as revenue and forms part of the distribution. Any excess in value of shares received over the amount of cash forgone is taken to capital.

(c) Special dividends

Amounts recognised as revenue will form part of the Sub-funds' distribution.

(d) Collective Investment Schemes

All distributions received from holdings in collective investment schemes, including those from accumulation holdings, are treated as revenue and form part of the distribution of the Sub-funds with the exception of the equalisation element, which is treated as capital.

(e) Bond futures streaming

Returns from bond futures are streamed into revenue and capital components. Amounts recognised as revenue from long positions form part of the distribution. Amounts recognised as revenue from short positions reduce the amounts available for distribution.

(f) US REIT dividends

Dividends on US REITs are streamed between capital and revenue components. Amounts recognised as revenue form part of the distribution. Amounts recognised as a return of capital are recognised in the capital of the Sub-funds and are not included as part of the distribution.

(g) Expenses

The annual ACD fees are reimbursed by capital property for revenue distribution calculation purposes in the case of Newton Asian Income, Newton Global High Yield Bond, Newton European Higher Income (closed), Newton Global Dynamic Bond Income, Newton Multi-Asset Balanced, Newton UK Equity and Newton Real Return. The annual ACD fees and other fees and expenses are reimbursed by capital property for revenue distribution calculation purposes in the case of Insight Equity Income, Insight Global Select Bond (closed), Insight Equity Income Booster, Newton Emerging Income, Newton Global Income, Newton Multi-Asset Income, Newton Global Dynamic Bond and Newton UK Income.

(h) Unclaimed distributions

Any unclaimed distributions are repaid to the Sub-funds after six years. Such amounts are treated as capital, and will not form part of the distribution.

(i) Allocation of revenue and expenses

Revenue and non share class specific expenses are allocated each day pro rata to the Net Asset Value of assets attributable to each share class. Taxation is computed by reference to the net revenue after expenses and tax attributable to each class.

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Notes applicable to the financial statements of all Sub-funds

(continued)

2 Financial instruments

In pursuing their respective objectives, each Sub-fund of the Company holds a number of financial instruments. The Sub-funds' financial instruments, other than derivatives, comprise securities and other investments, cash balances, debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for creations and payable for cancellations and debtors for accrued revenue.

The ACD has delegated the day-to-day administration of the investment programme to the Investment Manager. The Investment Manager is also responsible for ensuring that the Sub-funds are managed within the terms of their investment guidelines and limits set out in the Prospectus. The ACD reserves to itself the investment performance, product risk monitoring and oversight and the responsibility for the monitoring and oversight of regulatory and operational risk for the Sub-funds. The ACD has appointed a risk manager who has responsibility for the daily risk management process with assistance from key risk management personnel of the Investment Manager, including members of the risk management team, a centralised group which performs an independent risk management function. The risk management team independently monitors investment risk. The risk management team tracks the actual risk management practices being deployed across the different Sub-funds. By breaking down the components of the process, the risk management team has the ability to determine if the appropriate risk management processes are in place for the Sub-funds. This captures the risk management tools employed and how the levels of risk are controlled, ensuring risk/return is considered in portfolio construction and the ongoing review.

The main risks arising from financial instruments and the ACD's policies for managing these risks are summarised below. These policies have been applied throughout the year.

Market price risk

Market price risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises mainly from uncertainty about future prices of financial instruments the Sub-fund might hold. It represents the potential loss the Sub-fund might suffer through holding market positions in the face of price movements. The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy as set out in the Prospectus.

Adherence to investment guidelines and to investment and borrowing powers set out in the Rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority mitigates the risk of excessive exposure to any individual security or issuer.

Please see individual Sub-funds for the year end exposure and sensitivity analysis.

Derivative risk

The Sub-funds may also enter into derivative transactions such as forward foreign currency contracts, futures contracts and options contracts. Forward currency contracts are used to manage currency risk arising from holdings of overseas securities or to increase or reduce exposure to a currency pair. Futures are also used to manage market price risk. The Sub-funds may use options as part of a hedging strategy. The purpose of undertaking these contracts is to protect the portfolio as far as possible from a downturn in the markets. Certain Sub-funds may also make use of expanded regulations and use derivatives in pursuit of their investment objectives.

Exchange traded and OTC derivatives (on an index or on single stocks) can be written to enhance the yield for investors. As such returns are taken to revenue.

The Sub-funds may also invest in over the counter (OTC) derivatives such as interest rate swaps, credit default swaps and options. Refer to the individual Sub-fund for further information.

Global exposure

To evaluate the global exposure of the Sub-funds, the Investment Manager uses either the Commitment or the Value at Risk (VaR) approach.

The Commitment approach converts the Sub-fund's financial derivative instruments position into an equivalent position of the underlying assets based on the market value of the underlying asset. Using the Commitment approach, the Sub-fund must ensure that its global exposure does not exceed its net asset value. It is calculated as the sum of the absolute value of the exposure of each individual derivative after allowing for netting and hedging arrangements.

Value-at-Risk (VaR) is a statistical measurement. It intends to measure the maximum potential loss at a given confidence level (probability) over a specific time period under normal market conditions. All of the positions within the portfolio are taken into account for the VaR calculation, not only derivatives.

Absolute and Relative VaR are calculated daily using a VaR risk model based on at least a year's historical data. This method for calculating VaR contains no standard distribution assumption and assumes that history repeats itself.

Under the relative VaR approach, the VaR of the Sub-fund is compared to that of a benchmark or reference portfolio.

The Absolute VaR of a UCITS cannot be greater than 10% of its NAV when using a 5 day holding period. The Relative VaR of a UCITS cannot be more than two times the VaR of the reference portfolio.

The calculation of the Absolute and Relative VaR is carried out in accordance with the following parameters:

- one-tailed confidence interval of 99%;
- holding period equivalent to 5 days is used to calculate the VaR for Insight Corporate Bond Fund and Insight Inflation Linked Corporate Bond Fund whilst, holding period equivalent to 1 day is used for Insight Global Absolute Return Fund and Insight Global Multi-Strategy Fund*;
- effective observation period (history) of risk factors of 250 business days or greater (ESMA Guidelines require at least 250 business days);
- daily calculation.

*The holding period of the Insight Global Absolute Return Fund and the Insight Global Multi-Strategy Fund changed from a 5 day period to a 1 day period, as of 3 January 2018.

BNY Mellon Investment Funds - Annual Report & Accounts

Notes applicable to the financial statements of all Sub-funds

(continued)

2 Financial instruments (continued)

A VaR number is defined at a specified probability and a specified time horizon. A 99% five day VaR means that the expectation is that 99% of the time over a five day period the Sub-fund will lose less than this number in percentage terms.

The table below lists the Sub-funds that utilise VaR, with the rest of the Sub-funds utilising the Commitment approach.

	Utilisation method used to calculate exposure	Reference Portfolio	VaR limits reached for financial year ending 30/6/2018		
			Lowest %	Highest %	Average %
Insight Corporate Bond Fund	Relative VaR	Markit iBoxx GBP Collateralized & Corporate Index	48.50	56.50	52.33
Insight Global Absolute Return Fund	Absolute VaR	n/a	15.36	28.54	20.42
Insight Global Multi-Strategy Fund	Absolute VaR	n/a	16.98	32.38	26.18
Insight Inflation-Linked Corporate Bond Fund	Absolute VaR	n/a	11.10	18.40	16.08

	Method used to calculate exposure	Reference Portfolio	VaR limits reached for financial year ending 30/6/2017		
			Lowest %	Highest %	Average %
Insight Corporate Bond Fund	Relative VaR	Markit iBoxx GBP Collateralized & Corporate Index	52.00	75.00	63.10
Insight Global Absolute Return Fund	Absolute VaR	n/a	22.20	30.60	25.05
Insight Global Multi-Strategy Fund	Absolute VaR	n/a	26.10	37.00	32.19
Insight Inflation-Linked Corporate Bond Fund	Absolute VaR	n/a	18.20	34.00	24.06

The below table shows the average leverage for the Sub-funds affected. Where the global exposure is calculated using the Commitment approach, this is as described previously. For the Sub-funds utilising VaR, leverage is calculated as the sum of the notionals of the derivatives used.

	Method	Average Leverage	
		30/06/2018 %	30/06/2017 %
Insight Corporate Bond Fund	VaR	98.83	109.12
Insight Global Absolute Return Fund	VaR	203.98	213.99
Insight Global Multi-Strategy Fund	VaR	186.77	190.10
Insight Inflation-Linked Corporate Bond Fund	VaR	179.98	210.55

	Method	Leverage	
		30/06/2018 %	30/06/2017 %
Insight Equity Income Booster Fund	Commitment	7.06	0.18
Newton Asian Income Fund	Commitment	0.00	2.69
Newton Emerging Income Fund	Commitment	0.00	3.85
Newton Global Dynamic Bond Fund	Commitment	11.22	20.62
Newton Global Dynamic Bond Income Fund	Commitment	11.84	19.39
Newton Global High Yield Bond Fund	Commitment	72.93	80.74
Newton Global Opportunities Fund	Commitment	0.00	1.20
Newton International Bond Fund	Commitment	5.92	18.06
Newton Multi-Asset Balanced Fund	Commitment	1.81	1.69
Newton Multi-Asset Diversified Return Fund	Commitment	17.22	11.39
Newton Multi-Asset Income Fund	Commitment	3.10	4.47
Newton Sustainable Real Return Fund	Commitment	1.91	n/a
Newton Sustainable Sterling Bond Fund	Commitment	20.29	n/a
Newton Real Return Fund	Commitment	2.11	10.38

Foreign currency risk

The base rate currency for all Sub-funds is Sterling and thus foreign currency risk is the risk that the value of the Sub-funds' investment holdings will fluctuate as a result of changes in foreign currency exchange rates.

Some of the Sub-funds' investment portfolios are invested in overseas securities and movements in foreign exchange rates can affect the balance sheet. The ACD may seek to manage exposure to currency movements by using forward exchange contracts or by hedging the sterling value of investments that are priced in other currencies. Revenue received in other currencies is converted to sterling on or near the date of receipt.

Tables showing the foreign currency risk and sensitivity for currencies with exposure deemed material (above 10% of the NAV), is detailed in the relevant Sub-funds' accounts.

BNY Mellon Investment Funds - Annual Report & Accounts

Notes applicable to the financial statements of all Sub-funds

(continued)

2 Financial instruments (continued)

Interest rate risk

Interest rate risk is the risk that the value of the Sub-funds' investment holdings will fluctuate as a result of changes in interest rates.

Some of the Sub-funds invest in fixed and floating rate securities. The revenue of these Sub-funds may be affected by changes to interest rates relevant to particular securities or as a result of the ACD being unable to secure similar returns on the expiry of contracts or sale of securities. Interest rate movements or the expectation of such movements in the future may affect the value of fixed interest securities. Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

A table showing the interest rate risk is detailed in the relevant Sub-funds' accounts. The benchmark rate used is LIBOR. Sterling denominated credit bank balances currently bear interest at 0.00%, sterling overdraft bank balances at 1.95%, Insight Investment GBP Liquidity Fund at 0.61%, Insight Investment EUR Cash Fund at (0.41%), and Insight Investment USD Liquidity Fund at 2.07%.

The Sub-funds may also use interest rate swaps to manage interest rate risk. Refer to the derivative risk disclosure on the individual Sub-funds for further information.

Liquidity risk

The risk of low market liquidity, through reduced trading volumes, affects the ability of the Sub-funds to trade financial instruments at values previously indicated by financial brokers.

The Sub-funds invest primarily in companies incorporated in the major markets of the world, which are typically considered to be operations with high levels of liquidity. From time to time, however, market liquidity may be affected by economic events.

Exposure to hedge funds is gained by using closed ended investment trust structures which can be traded on various exchanges on a daily basis. However, as with all tradeable financial instruments, the level of liquidity available within the wider financial markets has an impact upon the ability to execute a trade on a given day.

To manage these risks, the Investment Manager undertakes research of investment opportunities to select securities congruent with the Sub-fund's investment objective.

All stocks are valued daily. Stocks identified as being illiquid are reviewed for pricing accuracy on a regular basis.

Credit/Counterparty risk

Certain transactions in securities that the Sub-funds enter into expose them to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Sub-fund has fulfilled its responsibilities. The Sub-funds only buy and sell investments through brokers that have been approved by the ACD as an acceptable counterparty. In addition, limits are set on the exposure to any individual broker that may exist at any time and changes in brokers' financial ratings are reviewed.

Credit risk also occurs with regard to any amounts owed to the Sub-funds by counterparties. Within the structure of the Sub-funds this counterparty credit risk is most likely to occur in OTC positions that are creating positive returns.

To ensure that credit risk is controlled, any OTC position which is guaranteed by a counterparty will only be effected with a counterparty that receives a minimum short term rating of A2 and above from Standard & Poor's. If the issuer is not rated by Standard & Poor's the equivalent credit rating from another major credit rating agency (such as Moody's, Fitch or DBRS) will be used.

At the balance sheet date some of the Sub-funds were invested in bonds. Bonds involve the risk that the bond issuer will be unable to meet its liability to pay interest or redeem the bond. The Sub-funds select bonds taking into account the credit rating of bonds.

Fair value of financial assets and financial liabilities

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

BNY Mellon Investment Funds
BNY Mellon Long-Term Global Equity Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Walter Scott & Partners Limited
Fund Size:	£1,070.35m
Comparative Index:	FTSE All World TR GBP
Sector:	The Investment Association Global

Yield as at 30 June 2018:

B Shares (Accumulation)	0.70%
B Shares (Income)	0.70%
Exempt Shares 2 (Accumulation)	0.84%
Institutional Shares (Accumulation)	0.60%
Institutional W Shares (Accumulation)	0.83%
Institutional W Shares (Income)	0.84%
Sterling Income Shares	0.07%
X Shares (Accumulation)	1.53%

Key Dates: Fund Launch 24 August 2007

Investment Objective

To achieve long-term capital appreciation through investments in predominantly equity securities of companies located throughout the world.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
B Shares (Accumulation)	12.69%	19.26%	17.13%
B Shares (Income)	12.70%	19.25%	17.15%
Exempt Shares 1 (Accumulation)*	n/a	n/a	17.63%
Exempt Shares 2 (Accumulation)	12.86%	19.44%	17.46%
Institutional Shares (Accumulation)	12.58%	19.14%	17.16%
Institutional W Shares (Accumulation)	12.86%	19.44%	17.46%
Institutional W Shares (Income)	12.86%	19.43%	17.46%
Sterling Income Shares	11.95%	18.44%	16.49%
X Shares (Accumulation)	13.71%	20.34%	18.34%
FTSE All World TR GBP	9.39%	22.95%	13.99%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 16 to 19.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month review period, the Sterling Income share class of the Sub-fund returned 11.95% against 9.39% for the FTSE All-World Index TR.

While the final six months of 2017 saw substantial stock market gains, 2018 has been a much more difficult period for markets, with limited gains. The final months of 2017 were driven by the prospect of substantial corporate and income tax cuts in the US which passed through Congress at the end of the year. The first half of 2018 has seen increased *volatility* in markets as investors took fright from higher wage *inflation* in the US, and President Donald Trump's trade dispute with China and other major trading partners.

At the sector level, the portfolio's information technology holdings were the largest contributors to performance, with Adobe Systems, which posted a 70% return, and Mastercard featuring as the largest single-stock contributors. The energy sector was the second biggest contributor with CNOOC and EOG performing strongly. In relative terms, large exposure to information technology was a positive influence, while minimal exposure to the weak financials sector was beneficial. The portfolio's one holding in the financial sector, AIA, performed well over the period and also contributed to relative return.

The portfolio's stocks in the healthcare sector provided the largest contribution to relative returns in aggregate, with Intuitive Surgical and CSL amongst the largest contributors. Meanwhile, holdings in *consumer discretionary* and *consumer staples* detracted from relative performance.

From a regional perspective, holdings in the US were very strong contributors to absolute and relative returns. Stocks held in the Pacific ex-Japan region and emerging markets were also accretive to performance, on both an absolute and relative basis. The portfolio's UK stocks lagged in absolute and relative terms.

New positions in Alimentation Couche-Tard, Cognex, Waters Corporation and Jardine Matheson were added to the portfolio during the period. Holdings in Suncor Energy, Hennes & Mauritz and Tractor Supply were sold.

Investors continue to grapple with the recurring problem of whether to view sell-offs as an opportunity to buy, or whether they mark the beginning of the much-anticipated *bear market*. The current sell-off is no different. The market has a long history of confounding those who would call its top, so resilient and persistent has it been in its upward trajectory of the past 10 years.

There is a possibility that the earnings environment will not remain as benign going forward and that *volatility* will increase. Risks to the market at this late stage of a lengthy *bull* period have unquestionably risen. However, our engagement with companies still paints a positive picture of top-line growth and margin improvement across a wide range of sectors.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Sales

Waters	Suncor Energy
Alimentation Couche-Tard class 'B' shares	Tractor Supply
Cognex	Adobe Systems
KONE class 'B' shares	China Mobile
Edwards Lifesciences	Intuitive Surgical
Inditex	Hennes & Mauritz series 'B' shares
China Mobile	Fanuc
TJX	MasterCard class 'A' shares
Roche Holding	Novo Nordisk class 'B' shares
Jardine Matheson	Automatic Data Processing

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Statistics

for the year ended 30 June 2018

Comparative tables

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
B Shares (Accumulation)			
Change in net assets per share			
Opening net asset value per share	183.77	156.49	131.26
Return before operating charges*	25.04	28.95	26.70
Operating charges	(1.84)	(1.67)	(1.47)
Return after operating charges	23.20	27.28	25.23
Distributions	(1.44)	(1.37)	(1.13)
Retained distributions on accumulation shares	1.44	1.37	1.13
Closing net asset value per share	206.97	183.77	156.49
*After direct transaction costs of	(0.04)	(0.04)	(0.05)
Performance			
Return after charges	12.62%	17.43%	19.22%
Other information			
Closing net asset value (£)	6,046,621	5,223,288	3,735,927
Closing number of shares	2,921,511	2,842,264	2,387,278
Operating charges**	0.95%	0.96%	1.08%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	209.15	189.80	154.13
Lowest share price	182.54	157.76	122.10

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
B Shares (Income)			
Change in net assets per share			
Opening net asset value per share	177.09	151.93	128.33
Return before operating charges*	24.14	28.11	26.15
Operating charges	(1.78)	(1.62)	(1.43)
Return after operating charges	22.36	26.49	24.72
Distributions	(1.39)	(1.33)	(1.12)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	198.06	177.09	151.93
*After direct transaction costs of	(0.04)	(0.04)	(0.05)
Performance			
Return after charges	12.63%	17.44%	19.26%
Other information			
Closing net asset value (£)	504,013	208,300	117,777
Closing number of shares	254,471	117,624	77,520
Operating charges**	0.95%	0.96%	1.08%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	201.55	184.28	150.74
Lowest share price	176.04	153.17	119.45

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	281.17	239.07	199.98
Return before operating charges*	38.35	44.26	40.77
Operating charges	(2.38)	(2.16)	(1.68)
Return after operating charges	35.97	42.10	39.09
Distributions	(2.65)	(2.49)	(2.30)
Retained distributions on accumulation shares	2.65	2.49	2.30
Closing net asset value per share	317.14	281.17	239.07
*After direct transaction costs of	(0.06)	(0.06)	(0.08)
Performance			
Return after charges	12.79%	17.61%	19.55%
Other information			
Closing net asset value (£)	116,170,574	148,189,855	155,786,105
Closing number of shares	36,631,151	52,705,106	65,162,096
Operating charges**	0.80%	0.81%	0.81%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	320.46	290.38	235.47
Lowest share price	279.28	241.01	186.11

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	274.68	234.14	196.34
Return before operating charges*	37.41	43.30	39.96
Operating charges	(3.04)	(2.76)	(2.16)
Return after operating charges	34.37	40.54	37.80
Distributions	(1.87)	(1.79)	(1.75)
Retained distributions on accumulation shares	1.87	1.79	1.75
Closing net asset value per share	309.05	274.68	234.14
*After direct transaction costs of	(0.06)	(0.06)	(0.07)
Performance			
Return after charges	12.51%	17.31%	19.25%
Other information			
Closing net asset value (£)	114,544,241	121,507,780	102,461,876
Closing number of shares	37,063,509	44,235,420	43,760,154
Operating charges**	1.05%	1.06%	1.06%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	312.31	283.71	230.61
Lowest share price	272.83	236.03	182.66

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	187.51	159.43	133.36
Return before operating charges*	25.55	29.52	27.19
Operating charges	(1.58)	(1.44)	(1.12)
Return after operating charges	23.97	28.08	26.07
Distributions	(1.76)	(1.66)	(1.53)
Retained distributions on accumulation shares	1.76	1.66	1.53
Closing net asset value per share	211.48	187.51	159.43
*After direct transaction costs of	(0.04)	(0.04)	(0.05)
Performance			
Return after charges	12.78%	17.61%	19.55%
Other information			
Closing net asset value (£)	184,923,290	144,799,060	95,694,613
Closing number of shares	87,440,921	77,222,969	60,021,117
Operating charges**	0.80%	0.81%	0.81%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	213.70	193.66	157.03
Lowest share price	186.25	160.72	124.12

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	178.14	152.81	129.05
Return before operating charges*	24.30	28.30	26.33
Operating charges	(1.51)	(1.38)	(1.09)
Return after operating charges	22.79	26.92	25.24
Distributions	(1.68)	(1.59)	(1.48)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	199.25	178.14	152.81
*After direct transaction costs of	(0.04)	(0.04)	(0.05)
Performance			
Return after charges	12.79%	17.62%	19.56%
Other information			
Closing net asset value (£)	88,240,537	85,382,916	24,764,696
Closing number of shares	44,286,616	47,931,345	16,205,974
Operating charges**	0.80%	0.81%	0.81%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	203.03	185.62	151.97
Lowest share price	177.08	154.06	120.16

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Statistics

(continued)

Comparative tables (continued)

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Sterling Income Shares			
Change in net assets per share			
Opening net asset value per share	237.75	204.06	172.53
Return before operating charges*	32.27	37.64	34.95
Operating charges	(4.05)	(3.69)	(2.91)
Return after operating charges	28.22	33.95	32.04
Distributions	(0.18)	(0.26)	(0.51)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	265.79	237.75	204.06
*After direct transaction costs of	(0.05)	(0.05)	(0.07)
Performance			
Return after charges	11.87%	16.64%	18.57%
Other information			
Closing net asset value (£)	6,964,244	2,918,853	2,534,125
Closing number of shares	2,620,212	1,227,723	1,241,827
Operating charges**	1.62%	1.63%	1.63%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	268.82	245.86	201.49
Lowest share price	236.30	205.71	160.42

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
X Shares (Accumulation)			
Change in net assets per share			
Opening net asset value per share	211.42	178.43	148.13
Return before operating charges*	28.96	33.09	30.39
Operating charges	(0.11)	(0.10)	(0.09)
Return after operating charges	28.85	32.99	30.30
Distributions	(3.68)	(3.37)	(2.87)
Retained distributions on accumulation shares	3.68	3.37	2.87
Closing net asset value per share	240.27	211.42	178.43
*After direct transaction costs of	(0.04)	(0.04)	(0.06)
Performance			
Return after charges	13.65%	18.49%	20.46%
Other information			
Closing net asset value (£)	552,957,686	622,034,522	64,367,278
Closing number of shares	230,141,293	294,214,817	36,074,985
Operating charges**	0.05%	0.05%	0.06%
Direct transaction costs*	0.02%	0.03%	0.04%
Prices			
Highest share price	242.74	218.31	175.73
Lowest share price	210.04	179.87	138.02

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund
Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 3.92% (4.13%)			
Compass	1,406,250	22,760,156	2.13
Reckitt Benckiser	307,000	19,153,730	1.79
Australia 2.28% (1.98%)			
CSL	226,900	24,456,287	2.28
Bermuda 0.20% (0.00%)			
Jardine Matheson	45,600	2,179,405	0.20
Canada 0.90% (1.83%)			
Alimentation Couche-Tard class 'B' shares	294,400	9,679,415	0.90
Denmark 1.70% (2.27%)			
Novo Nordisk class 'B' shares	516,900	18,187,807	1.70
Finland 1.01% (0.56%)			
KONE class 'B' shares	278,700	10,778,290	1.01
France 7.02% (6.48%)			
Dassault Systemes	84,147	8,900,271	0.83
Essilor International	209,000	22,272,386	2.08
L'Oréal	119,300	22,103,338	2.07
LVMH Moët Hennessy	86,800	21,877,515	2.04
Hong Kong 8.19% (9.05%)			
AIA	4,693,600	31,085,394	2.91
China Mobile	801,000	5,386,167	0.50
CLP	1,393,100	11,364,889	1.06
CNOOC	18,363,000	23,968,812	2.24
Hong Kong & China Gas	10,937,270	15,860,069	1.48
Ireland 0.64% (0.51%)			
Experian	365,100	6,843,800	0.64
Japan 7.08% (8.25%)			
Denso	380,100	14,046,058	1.31
Fanuc	109,200	16,401,935	1.54
Keyence	63,898	27,300,433	2.55
Shin-Etsu Chemical	266,500	17,975,936	1.68
Spain 2.13% (1.97%)			
Inditex	881,000	22,789,520	2.13
Switzerland 6.42% (7.03%)			
Nestlé	325,600	19,079,018	1.78
Novartis	338,200	19,420,058	1.82
Roche Holding	126,900	21,343,593	1.99
SGS (registered)	4,400	8,867,124	0.83
Taiwan 2.26% (2.42%)			
Taiwan Semiconductor Manufacturing ADS (each representing 5 ordinary shares)	874,023	24,203,205	2.26
United States of America 53.48% (50.02%)			
Adobe Systems	150,391	27,746,442	2.59
Alphabet class 'C' shares	33,478	28,287,864	2.64
Amphenol class 'A' shares	332,160	21,925,956	2.05
Automatic Data Processing	181,224	18,411,343	1.72
Cerner	472,600	21,398,999	2.00
Cisco Systems	650,996	21,217,465	1.98
Cognex	261,300	8,829,080	0.83
Cognizant Technology	440,126	26,329,219	2.46
Colgate-Palmolive	393,862	19,334,366	1.81
Disney	279,563	22,212,580	2.08
Edwards Lifesciences	197,200	21,744,651	2.03
EOG Resources	365,754	34,476,868	3.22
Fastenal	495,202	18,052,696	1.69

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
United States of America (continued)			
Gilead Sciences	291,739	15,655,905	1.46
Intuitive Surgical	63,116	22,861,354	2.14
Johnson & Johnson	219,295	20,156,371	1.88
MasterCard class 'A' shares	180,002	26,797,495	2.50
Microsoft	327,544	24,464,392	2.29
Nike class 'B' shares	419,357	25,312,296	2.36
Oracle	565,389	18,868,426	1.76
Praxair	185,335	22,205,105	2.07
Schlumberger	412,876	20,965,126	1.96
Starbucks	491,213	18,175,160	1.70
Stryker	171,688	21,958,898	2.05
TJX	340,894	24,575,869	2.30
Waters	139,637	20,477,273	1.91
Portfolio of investments		1,040,725,810	97.23
Net current assets		29,625,396	2.77
Total Net Assets		1,070,351,206	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Sweden portfolio category, which, at 30 June 2017, represented 1.23% of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		120,227,459		73,835,286
Revenue	4	20,664,619		11,735,731	
Expenses	5	(4,695,540)		(4,157,835)	
Interest payable and similar charges	7	(286)		(44)	
Net revenue before taxation		15,968,793		7,577,852	
Taxation	6	(2,671,045)		(1,454,391)	
Net revenue after taxation			13,297,748		6,123,461
Total return before distributions			133,525,207		79,958,747
Distributions	8		(13,298,235)		(6,103,773)
Change in net assets attributable to Shareholders from investment activities			120,226,972		73,854,974

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders			1,130,264,574	466,873,095
Amounts received on issue of shares	51,627,313		654,255,388	
Amounts paid on cancellation of shares	(243,654,054)		(78,154,807)	
			(192,026,741)	576,100,581
Dilution adjustment			162,854	104,973
Change in net assets attributable to Shareholders from investment activities (see above)			120,226,972	73,854,974
Retained distributions on accumulation shares			11,723,547	13,330,359
Unclaimed distributions			—	592
Closing net assets attributable to Shareholders			1,070,351,206	1,130,264,574

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			1,040,725,810		1,104,646,794
Current assets					
Debtors	10	11,022,071		5,884,075	
Cash and bank balances	11	27,601,967		22,211,514	
Total other assets			38,624,038		28,095,589
Total assets			1,079,349,848		1,132,742,383
LIABILITIES					
Creditors					
Distribution payable	12	(752,065)		(768,797)	
Other creditors	12	(8,246,577)		(1,709,012)	
Total other liabilities			(8,998,642)		(2,477,809)
Total liabilities			(8,998,642)		(2,477,809)
Net assets attributable to Shareholders			1,070,351,206		1,130,264,574

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Distribution Statement

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.4401	—	1.4401	1.3695
Group 2	0.8592	0.5809	1.4401	1.3695
B Shares (Income)				
Group 1	1.3869	—	1.3869	1.3298
Group 2	1.2752	0.1117	1.3869	1.3298
Exempt Shares 2 (Accumulation)				
Group 1	2.6515	—	2.6515	2.4935
Group 2	1.5564	1.0951	2.6515	2.4935
Institutional Shares (Accumulation)				
Group 1	1.8657	—	1.8657	1.7874
Group 2	1.3915	0.4742	1.8657	1.7874
Institutional W Shares (Accumulation)				
Group 1	1.7649	—	1.7649	1.6627
Group 2	1.0975	0.6674	1.7649	1.6627
Institutional W Shares (Income)				
Group 1	1.6795	—	1.6795	1.5940
Group 2	1.1631	0.5164	1.6795	1.5940
Sterling Income Shares				
Group 1	0.1810	—	0.1810	0.2619
Group 2	0.0000	0.1810	0.1810	0.2619
X Shares (Accumulation)				
Group 1	3.6828	—	3.6828	3.3658
Group 2	3.6828	0.0000	3.6828	3.3658

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Gains on non-derivative securities	120,705,734	73,679,640
Currency exchange (losses)/gains	(458,071)	193,266
Activity charges	(20,204)	(37,620)
Net capital gains	120,227,459	73,835,286

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	397	—
Overseas dividends	19,527,485	10,313,375
Stock lending	145,774	87,737
UK dividends	990,963	1,334,619
Total revenue	20,664,619	11,735,731

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	4,182,617	3,874,859
Administration fees	328,577	174,789
Safe custody charges	105,303	55,633
	4,616,497	4,105,281
Other expenses		
Audit fee†	20,443	7,577
Depository's fees	58,245	45,300
Financial Conduct Authority fee	120	(323)
Professional fees	235	—
	79,043	52,554
Total expenses	4,695,540	4,157,835

†The Audit fee net of VAT for 2018 is £6,700 (30/06/17: £6,350).

The Walter Scott Managed Fund merged with the BNY Mellon Long-Term Global Equity Fund on the 17 June 2017. As such, the audit fee liability was transferred over and paid in the current period from the BNY Mellon Long-Term Global Equity Fund, from the assets of the Walter Scott Managed fund.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	2,671,045	1,454,391
Total tax charge (see Note 6b)	2,671,045	1,454,391
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	15,968,793	7,577,852
Corporation tax @ 20%	3,193,759	1,515,570
Effects of:		
Dividends not subject to corporation tax	(4,102,573)	(2,329,600)
Excess management expenses	908,814	814,030
Overseas tax withheld	2,671,045	1,454,391
Total tax charge (see Note 6a)	2,671,045	1,454,391

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £19,049,585 (30/06/17: £14,505,517), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £3,809,917 (30/06/17: £2,901,103).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	286	44
Total interest	286	44

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	12,475,612	14,099,156
	12,475,612	14,099,156
Amounts added on issue of shares	(110,410)	(8,484,981)
Amounts deducted on cancellation of shares	933,033	489,598
Net distributions for the year	13,298,235	6,103,773

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	13,297,748	6,123,461
Equalisation on conversions	487	(19,688)
	13,298,235	6,103,773

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	1,833,664	2,177,652
Amounts receivable on in specie	1,015,720	2,398,738
Amount receivable for issue of shares	2,217,306	351,121
Amounts receivable on open currency contracts	4,192,097	249,072
Overseas tax recoverable	800,887	707,492
Prepaid expenses	90,184	—
Sales awaiting settlement	872,213	—
Total debtors	11,022,071	5,884,075

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	27,601,967	22,211,514
	27,601,967	22,211,514

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	752,065	768,797
	752,065	768,797
b) Other creditors		
Accrued expenses	392,131	423,102
Amount payable for cancellation of shares	334,553	1,036,874
Amounts payable on open currency contracts	4,204,625	249,036
Purchases awaiting settlement	3,315,268	—
Total other creditors	8,246,577	1,709,012

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £1,580,947 (30/06/17: £1,101,480).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	1,040,725,810	1,104,646,794

The following table illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	52,036,291	(52,036,291)	55,232,340	(55,232,340)
Net capital impact	52,036,291	(52,036,291)	55,232,340	(55,232,340)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	1,040,725,810	—
	1,040,725,810	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	1,104,646,794	—
	1,104,646,794	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Australia	24,456,287	—	24,456,287	22,323,469
Canada	9,679,415	8,312	9,687,727	20,703,069
Denmark	18,187,807	135,518	18,323,325	25,694,754
Eurozone	108,721,320	78,806	108,800,126	101,910,899
Hong Kong	87,665,331	478,685	88,144,016	102,548,438
Japan	75,724,362	—	75,724,362	93,252,157
Sweden	—	—	—	13,934,364
Switzerland	68,709,793	578,251	69,288,044	80,060,731
United States of America	598,823,809	1,182,028	600,005,837	593,754,931
Total	991,968,124	2,461,600	994,429,724	1,054,182,812

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure	Impact of a 5% weakening of base currency	Impact of a 5% strengthening of base currency
	£	£	£
Eurozone	108,800,126	5,726,322	(5,180,958)
United States of America	600,005,837	31,579,255	(28,571,707)

30 June 2017

Currency	Total Exposure	Impact of a 5% weakening of base currency	Impact of a 5% strengthening of base currency
	£	£	£
United States of America	593,754,931	31,250,260	(28,274,044)

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	63,991	42	0.07	4	0.01
Total purchases	63,991	42		4	
Total purchases including transaction costs	64,037				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	248,837	135	0.05	34	0.01
Total sales	248,837	135		34	
Total sales net of transaction costs	248,668				

Derivative transaction costs

—

—

Total transaction costs

177

38

Total transaction costs

as a % of average net assets

0.02%

0.00%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	644,330	51	0.01	31	0.00
Total purchases	644,330	51		31	
Total purchases including transaction costs	644,412				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	69,429	44	0.06	1	0.00
Total sales	69,429	44		1	
Total sales net of transaction costs	69,384				

Derivative transaction costs

—

—

Total transaction costs

95

32

Total transaction costs

as a % of average net assets

0.02%

0.01%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.10% (30/06/17: 0.06%).

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £81,665,836 of investments were subject to stock lending agreements and on behalf of the Sub-fund £92,725,003 was held in collateral. The collateral is held 8.30% in debt securities and 91.70% in equity securities.

As at 30 June 2017, £118,666,343 of investments were subject to stock lending agreements and on behalf of the Sub-fund £128,404,586 was held in collateral. The collateral was held 27.40% in debt securities and 72.60% in equity securities.

The gross earnings and the fees for the year are £182,218 (30/06/17: £109,671) and £36,444 (30/06/17: £21,934) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Bank PLC	4,853,568	4,968,780
Barclays Capital Inc.	868,509	887,561
Barclays Capital Securities Ltd.	12,921,934	16,264,353
Citigroup Global Markets Limited	11,442,082	12,837,907
Credit Suisse Securities (Europe) Limited	6,290,194	7,286,483
Deutsche Bank, AG	3,473,740	3,948,933
HSBC Bank PLC	22,185,052	24,502,814
Merrill Lynch International	1,041,198	1,105,258
Skandinaviska Enskilda Banken AB	7,902,403	8,844,109
UBS AG	10,687,156	12,078,805

18 Shareholder's funds

The Sub-fund currently has eight share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 2 (Accumulation)	0.75%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%
X Shares (Accumulation)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - BNY Mellon Long-Term Global Equity Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	2,842,264	63,175	(199,405)	215,477	2,921,511
B Shares (Income)	117,624	91,589	(5,228)	50,486	254,471
Exempt Shares 2 (Accumulation)	52,705,106	1,771,324	(17,845,279)	—	36,631,151
Institutional Shares (Accumulation)	44,235,420	2,060,169	(9,087,856)	(144,224)	37,063,509
Institutional W Shares (Accumulation)	77,222,969	12,107,152	(1,887,790)	(1,410)	87,440,921
Institutional W Shares (Income)	47,931,345	1,193,190	(4,839,403)	1,484	44,286,616
Sterling Income Shares	1,227,723	5,582,313	(4,152,093)	(37,731)	2,620,212
X Shares (Accumulation)	294,214,817	—	(64,073,523)	—	230,141,293

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Insight Corporate Bond Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser: Insight Investment Management (Global) Limited
 Fund Size: £29.64m
 Comparative Index: Markit iBoxx Sterling Collateralized & Corp TR GBP
 Sector: The Investment Association £ Corporate Bond

Yield as at 30 June 2018:

B Shares (Accumulation)	2.40%
B Shares (Income)	2.40%
F Shares (Accumulation)	2.75%
F Shares (Income)	2.75%
Institutional W Shares (Accumulation)	2.60%
Institutional W Shares (Income)	2.60%
Sterling Income Shares	2.03%
X Shares (Accumulation)	3.10%

Key Dates: Fund Launch 3 November 1997 (Managed by Insight since October 2014)

Investment Objective

To generate a total return (being a combination of income and capital growth).

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	-0.16%	9.40%	6.24%
B Shares (Income)	-0.16%	9.39%	6.25%
F Shares (Accumulation)	0.19%	9.78%	6.61%
F Shares (Income)	0.19%	9.74%	6.58%
Institutional W Shares (Accumulation)	0.03%	9.57%	6.50%
Institutional W Shares (Income)	0.04%	9.59%	6.46%
P Shares (Accumulation)*	n/a	n/a	5.49%
Sterling Income Shares	-0.52%	9.03%	5.99%
X Shares (Accumulation)*	0.55%	n/a	n/a
Markit iBoxx Sterling Collateralized & Corp TR GBP	0.42%	6.50%	9.28%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 35 to 38.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Fund Report

(continued)

Portfolio Summary

Over the 12 months to 30 June 2018, the Sterling Income Fund returned -0.52% while its benchmark the iBoxx GBP Collateralized and Corporate index returned 0.42%.

Spreads in the corporate bond (*credit*) market narrowed during the first two quarters of the period but in the first half of 2018, they widened once more following a re-emergence of *volatility* in *risk assets* in February amid global trade tensions.

For most of the period, the Sub-fund was modestly overweight credit risk with our key position being in the financials sector and off-benchmark exposure to *asset-backed securities*. The latter held up better during the weakness of the second quarter than other *credit* assets.

Overall, through the review period, we reduced our *credit* position but balancing this out with exposure using *derivatives* as a *hedge* against *defaults* as appropriate.

We held off-benchmark exposure to US dollar and euro *credit* and at the end of the period had an underweight in non-financial UK corporate credit. From a *duration* perspective we generally held Australian government bonds over *gilts* (UK government debt) and bunds (Germany government bonds).

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Western Power Distribution South West 2.375% European Medium Term Notes 16/5/2029	US Treasury 0.75% Index-Linked Notes 15/2/2045
Australia (Commonwealth) 3% Bonds 21/3/2047	Affinity Sutton 4.25% European Medium Term Bonds 8/10/2042
Petroleos Mexicanos 3.75% European Medium Term Notes 16/11/2025	Western Power Distribution South West 2.375% European Medium Term Notes 16/5/2029
Land Securities Capital Markets 2.75% European Medium Term Notes 22/9/2057	Annington Finance No 4 0% Guaranteed Bonds 10/1/2023
Phoenix 5.75% Perpetual Bonds	Mitchells & Butlers Finance 6.013% Guaranteed Asset Backed Bonds 15/12/2030
Barclays 3.25% European Medium Term Notes 17/1/2033	Petroleos Mexicanos 3.75% European Medium Term Notes 16/11/2025
Iberdrola International BV 1.875% Perpetual Bonds	E.ON International Finance 6.65% Guaranteed Bonds 30/4/2038
Deutsche Bank 1.75% Senior Notes 17/1/2028	Santander UK 3.625% European Medium Term Notes 14/1/2026
Gatwick Funding 3.25% European Medium Term Notes 26/2/2048	Deutsche Bank 1.75% Senior Notes 17/1/2028
AXA 3.25% Subordinated Floating Rate European Medium Term Notes 28/5/2049	Punch Taverns Finance 7.274% Guaranteed Bonds 15/10/2026

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	129.06	118.41	110.99
Return before operating charges*	1.03	12.18	9.30
Operating charges	(1.18)	(1.16)	(1.18)
Return after operating charges	(0.15)	11.02	8.12
Distributions	(2.96)	(3.43)	(3.49)
Retained distributions on accumulation shares	2.96	3.06	2.79
Closing net asset value per share	128.91	129.06	118.41
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.12%)	9.31%	7.32%
Other information			
Closing net asset value (£)	90,060	89,682	36,736
Closing number of shares	69,861	69,488	31,025
Operating charges**	0.90%	0.92%	1.04%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	133.52	131.66	118.66
Lowest share price	128.50	120.24	108.73

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	113.07	106.26	102.08
Return before operating charges*	0.94	10.90	8.43
Operating charges	(1.04)	(1.04)	(1.07)
Return after operating charges	(0.10)	9.86	7.36
Distributions	(2.57)	(3.05)	(3.18)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	110.40	113.07	106.26
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.09%)	9.28%	7.21%
Other information			
Closing net asset value (£)	1,004,340	788,046	331,950
Closing number of shares	909,741	696,970	312,390
Operating charges**	0.91%	0.93%	1.04%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	116.28	116.55	107.16
Lowest share price	110.84	107.93	98.78

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

F Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	111.31	101.78	95.06
Return before operating charges*	0.89	10.51	7.99
Operating charges	(0.62)	(0.61)	(0.58)
Return after operating charges	0.27	9.90	7.41
Distributions	(2.97)	(3.37)	(3.43)
Retained distributions on accumulation shares	2.97	3.00	2.74
Closing net asset value per share	111.58	111.31	101.78
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.24%	9.72%	7.80%
Other information			
Closing net asset value (£)	25,569	5,566	5,092
Closing number of shares	22,915	5,000	5,003
Operating charges**	0.55%	0.56%	0.60%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	115.38	113.55	101.98
Lowest share price	110.93	103.36	93.35

F Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	104.75	98.45	94.56
Return before operating charges*	0.86	10.10	7.82
Operating charges	(0.58)	(0.61)	(0.60)
Return after operating charges	0.28	9.49	7.22
Distributions	(2.75)	(3.19)	(3.33)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	102.28	104.75	98.45
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.27%	9.64%	7.64%
Other information			
Closing net asset value (£)	288,238	350,625	383,499
Closing number of shares	281,815	334,718	389,552
Operating charges**	0.55%	0.59%	0.63%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	107.80	108.02	99.34
Lowest share price	102.76	99.99	91.56

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	132.48	121.34	113.47
Return before operating charges*	1.05	12.49	9.54
Operating charges	(0.95)	(0.94)	(0.89)
Return after operating charges	0.10	11.55	8.65
Distributions	(3.31)	(3.78)	(3.91)
Retained distributions on accumulation shares	3.31	3.37	3.13
Closing net asset value per share	132.58	132.48	121.34
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.07%	9.52%	7.62%
Other information			
Closing net asset value (£)	1,738,715	965,625	517,567
Closing number of shares	1,311,441	728,906	426,541
Operating charges**	0.71%	0.73%	0.77%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	137.19	135.15	121.59
Lowest share price	132.01	123.22	111.34

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	114.80	107.89	103.65
Return before operating charges*	0.94	11.07	8.55
Operating charges	(0.81)	(0.83)	(0.80)
Return after operating charges	0.13	10.24	7.75
Distributions	(2.84)	(3.33)	(3.51)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	112.09	114.80	107.89
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.11%	9.49%	7.48%
Other information			
Closing net asset value (£)	8,843,483	10,246,199	11,082,265
Closing number of shares	7,889,465	8,925,147	10,271,775
Operating charges**	0.70%	0.73%	0.76%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	118.10	118.36	108.84
Lowest share price	112.59	109.58	100.33

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Sterling Income Shares			
Change in net assets per share			
Opening net asset value per share	93.36	87.75	84.30
Return before operating charges*	0.76	8.99	6.98
Operating charges	(1.19)	(1.20)	(1.14)
Return after operating charges	(0.43)	7.79	5.84
Distributions	(1.77)	(2.18)	(2.39)
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	91.16	93.36	87.75
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.46%)	8.88%	6.93%
Other information			
Closing net asset value (£)	17,648,911	20,157,252	20,687,889
Closing number of shares	19,359,809	21,590,047	23,576,190
Operating charges**	1.27%	1.30%	1.34%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	95.94	96.21	88.44
Lowest share price	91.46	89.11	81.56
<hr/>			
X Shares (Accumulation)		30/06/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share			
Opening net asset value per share		100.72	100.00
Return before operating charges*		0.79	0.74
Operating charges		(0.19)	(0.02)
Return after operating charges		0.60	0.72
Distributions		(3.05)	(0.60)
Retained distributions on accumulation shares		3.05	0.60
Closing net asset value per share		101.32	100.72
*After direct transaction costs of		—	—
Performance			
Return after charges		0.59%	0.72%
Other information			
Closing net asset value (£)		5,066	5,036
Closing number of shares		5,000	5,000
Operating charges**		0.19%	0.11%
Direct transaction costs*		0.00%	0.00%
Prices			
Highest share price		104.59	102.74
Lowest share price		100.38	100.00

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

*** Share class launched on 24 April 2017

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 0.79% (0.00%)			
Treasury 4.25% Bonds 7/12/2040	£160,000	234,684	0.79
Sterling Denominated Corporate Bonds 80.15% (74.97%)			
A2Dominion Housing 3.5% European Medium Term Notes 15/11/2028	£142,000	144,691	0.49
AA Bond 2.875% European Medium Term Notes 31/7/2043	£281,000	275,321	0.93
AA Bond 6.269% Bonds 2/7/2043	£300,000	336,220	1.13
ABP Finance 6.25% Guaranteed European Medium Term Bonds 14/12/2026	£400,000	493,198	1.66
Anglian Water Services Financing 2.625% Bonds 15/6/2027	£202,000	193,007	0.65
Anheuser-Busch InBev SA/NV 2.85% European Medium Term Notes 25/5/2037	£93,000	89,118	0.30
Annington Funding 3.685% Bonds 12/7/2034	£120,000	122,773	0.41
Aroundtown 3% European Medium Term Notes 16/10/2029	£194,000	186,634	0.63
Assicurazioni Generali 6.269% Guaranteed Perpetual Subordinated Floating Rate Bonds	£200,000	201,306	0.68
Assicurazioni Generali 6.416% Guaranteed Perpetual Subordinated Floating Rate Bonds	£50,000	51,240	0.17
Aster Treasury 4.5% Senior Notes 18/12/2043	£200,000	247,886	0.84
AXA 5.453% Subordinated Perpetual Floating Rate Notes	£353,000	370,716	1.25
AXA 5.625% Subordinated Floating Rate European Medium Term Notes 16/1/2054	£100,000	106,681	0.36
Bank of America 7% Guaranteed Senior European Medium Term Bonds 31/7/2028	£150,000	203,715	0.69
Bank of Scotland 4.875% Guaranteed European Medium Term Bonds 20/12/2024	£250,000	297,656	1.00
Barclays 3.25% European Medium Term Notes 12/2/2027	£218,000	212,587	0.72
Barclays 3.25% European Medium Term Notes 17/1/2033	£509,000	464,651	1.57
BPCE 5.25% Subordinated Notes 16/4/2029	£300,000	339,035	1.14
Bromford Housing 3.125% Bonds 3/5/2048	£178,000	176,848	0.60
Canary Wharf Finance II 6.455% Guaranteed Asset Backed Bonds 22/10/2033	£129,168	162,874	0.55
Castell 2.8585486% Floating Rate Asset Backed Bonds 25/10/2044	£192,000	191,691	0.65
Chancellor Masters and Scholars of the University of Oxford 2.544% Bonds 8/12/2117	£215,000	206,333	0.70
Channel Link Enterprises Finance 3.043% Bonds 30/6/2050	£161,000	159,746	0.54
Channel Link Enterprises Finance 3.848% Bonds 30/6/2050	£175,000	187,917	0.63
Citigroup 6.8% Guaranteed Senior European Medium Term Bonds 25/6/2038	£158,000	233,170	0.79
Électricité de France 5.5% Senior European Medium Term Bonds 17/10/2041	£500,000	625,721	2.11
Électricité de France 6% Perpetual Subordinated Floating Rate Bonds	£400,000	406,300	1.37
Électricité de France 6% Senior European Medium Term Notes 23/1/2114	£200,000	257,450	0.87
Enel 5.75% Senior European Medium Term Bonds 22/6/2037	£380,000	472,653	1.59
Enel Finance International 5.75% Guaranteed European Medium Term Bonds 14/9/2040	£125,000	158,515	0.54
Eurosail 1.34125% Floating Rate Mortgage Backed Bonds 13/9/2045	£292,301	267,804	0.90
Eversholt Funding 3.529% European Medium Term Notes 7/8/2042	£120,000	116,861	0.39
Gatwick Funding 3.25% European Medium Term Notes 26/2/2048	£330,000	323,562	1.09
GE Capital 4.875% Guaranteed Subordinated European Medium Term Bonds 18/9/2037	£280,000	316,721	1.07
GE Capital 5.375% Guaranteed Senior European Medium Term Bonds 18/12/2040	£60,000	77,040	0.26
Goldman Sachs 6.875% Guaranteed Subordinated Bonds 18/1/2038	£210,000	292,224	0.99
Great Rolling Stock 6.5% Guaranteed Senior European Medium Term Bonds 5/4/2031	£89,500	112,686	0.38
Great Rolling Stock 6.875% Guaranteed Senior European Medium Term Bonds 27/7/2035	£183,931	232,559	0.79
Greene King Finance 4.0643% Bonds 15/3/2035	£174,606	185,913	0.63
Hastings Finance 3% Bonds 24/5/2025	£363,000	362,655	1.22
Hawksmoor Mortgages 2016-1 2.64627% Floating Rate Mortgage Backed Bonds 25/5/2053	£200,000	202,418	0.68
Heathrow Funding 4.625% Senior European Medium Term Notes 31/10/2046	£300,000	368,694	1.24
Housing & Care 3.288% Bonds 8/11/2049	£230,000	232,017	0.78
HSBC 6% Guaranteed Subordinated European Medium Term Bonds 29/3/2040	£160,000	205,349	0.69
HSBC 7% Guaranteed Subordinated European Medium Term Bonds 7/4/2038	£400,000	566,083	1.91
Imperial Brands Finance 4.875% Guaranteed European Medium Term Notes 7/6/2032	£100,000	115,265	0.39

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sterling Denominated Corporate Bonds (continued)			
Innogy Finance 6.125% Guaranteed European Medium Term Bonds 6/7/2039	£400,000	559,842	1.89
Intu (SGS) Finance 4.25% European Medium Term Notes 17/9/2035	£300,000	330,231	1.11
Intu Metrocentre Finance 4.125% Senior Notes 6/12/2023	£270,000	291,086	0.98
Juturna Euro Loan 5.0636% European Medium Term Notes 10/8/2033	£277,111	334,525	1.13
Kennedy Wilson 3.95% Senior Notes 30/6/2022	£130,000	135,415	0.46
Land Securities Capital Markets 2.399% European Medium Term Notes 8/2/2031	£128,000	128,621	0.43
Land Securities Capital Markets 2.75% European Medium Term Notes 22/9/2057	£454,000	447,444	1.51
Legal & General Finance 5.875% Guaranteed European Medium Term Bonds 5/4/2033	£40,000	53,135	0.18
Lloyds Bank 6% Guaranteed Bonds 8/2/2029	£440,000	602,890	2.03
London & Quadrant Housing Trust 2.25% Bonds 20/7/2029	£290,000	278,513	0.94
Longstone Finance 4.791% Guaranteed Mortgage Backed Bonds 19/4/2036	£92,837	106,929	0.36
Mansard Mortgages 2007-2 2.28869% Floating Rate Mortgage Backed Bonds 15/12/2049	£175,000	178,681	0.60
Marstons Issuer 5.1576% Guaranteed Floating Rate Bonds 15/10/2027	£70,000	69,292	0.23
Marstons Issuer 5.1774% Guaranteed Floating Rate Bonds 15/7/2032	£372,000	407,545	1.38
Martlet Homes 3% Bonds 9/5/2052	£160,000	150,838	0.51
Metro Bank 5.5% Bonds 26/6/2028	£200,000	193,532	0.65
Mondelez International 3.875% Bonds 6/3/2045	£100,000	102,944	0.35
Mondelez International 4.5% Bonds 3/12/2035	£170,000	187,838	0.63
Morgan Stanley 2.625% Bonds 9/3/2027	£123,000	120,988	0.41
National Grid Gas Finance 2.625% European Medium Term Notes 22/9/2038	£244,000	222,362	0.75
Newday Funding 2.75643985% Floating Rate Asset Backed Bonds 15/7/2025	£165,000	166,153	0.56
Notting Hill Housing Trust 3.25% Bonds 12/10/2048	£188,000	184,734	0.62
Optivo Finance 3.283% Bonds 22/3/2048	£145,000	148,869	0.50
Petroleos Mexicanos 3.75% European Medium Term Notes 16/11/2025	£132,000	123,751	0.42
Phoenix 5.75% Perpetual Bonds	£528,000	485,037	1.64
Precise Mortgage Funding 2.47125% Floating Rate Mortgage Backed Notes 12/12/2047	£150,000	147,366	0.50
Precise Mortgage Funding 2.97125% Floating Rate Mortgage Backed Notes 12/12/2047	£150,000	149,879	0.51
Provident Financial 7% European Medium Term Notes 4/6/2023	£233,000	237,846	0.80
Prudential 5.7% Subordinated Floating Rate European Medium Term Notes 19/12/2063	£140,000	152,182	0.51
RAC 4.87% European Medium Term Note 6/5/2046	£532,000	552,896	1.87
Ripon Mortgages 2.4228116% Floating Rate Asset Backed Bonds 20/8/2056	£300,000	303,017	1.02
Santander UK 0.75525% Floating Rate European Medium Term Notes 16/11/2022	£100,000	99,737	0.34
Scottish Widows 7% Subordinated Bonds 16/6/2043	£210,000	252,637	0.85
SLM Student Loan Trust 03-10 5.15% Guaranteed Asset Backed Bonds 15/12/2039	£750,000	717,588	2.42
Society of Lloyd's 4.75% Subordinated Bonds 30/10/2024	£113,000	121,354	0.41
Student Finance 2.6663% Bonds 30/9/2029	£425,000	421,978	1.42
Taurus 2014-1 3.05475% Floating Rate Mortgage Backed Securities 1/5/2022	£56,699	56,257	0.19
Telereal Secured Finance 4.01% Asset Backed Notes 10/12/2033	£429,578	458,529	1.55
Telereal Securitisation 4.0902% Asset Backed Bonds 10/12/2033	£100,000	104,405	0.35
Telereal Securitisation 6.1645% Guaranteed Asset Backed Bonds 10/12/2033	£350,360	430,562	1.45
Tesco Property Finance 2 6.0517% Guaranteed Mortgage Backed Bonds 13/10/2039	£43,549	51,355	0.17
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£48,656	56,390	0.19
Tesco Property Finance 4 5.8006% Guaranteed Mortgage Backed Bonds 13/10/2040	£262,581	306,642	1.04
Time Warner Cable 5.25% Guaranteed Bonds 15/7/2042	£368,000	400,050	1.35
Vodafone 3% European Medium Term Notes 12/8/2056	£100,000	85,614	0.29
Wellcome Trust 2.517% Bonds 7/2/2118	£175,000	165,707	0.56
Wells Fargo 4.625% Guaranteed Senior Bonds 2/11/2035	£122,000	145,776	0.49
Wells Fargo 4.875% Guaranteed Subordinated European Medium Term Bonds 29/11/2035	£100,000	114,620	0.39
White City Property Finance 5.1202% Guaranteed Bonds 17/4/2035	£244,730	300,774	1.02
WM Treasury 2 3.25% Bonds 20/10/2048	£234,000	234,833	0.79
Yorkshire Building Society 3.375% European Medium Term Notes 13/9/2028	£135,000	127,031	0.43

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds 13.10% (16.85%)			
Assicurazioni Generali 5.5% European Medium Term Notes 27/10/2047	EUR150,000	140,227	0.47
AT&T 3.15% Bonds 4/9/2036	EUR140,000	123,206	0.42
Barclays 7.625% Subordinated Notes 21/11/2022	USD300,000	244,613	0.83
Carlyle Global Market Strategies Euro CLO 2015-1 2.85% Floating Rate Asset Backed Bonds 16/4/2029	EUR450,000	401,154	1.35
Channel Link Enterprises Finance 2.706% Bonds 30/6/2050	EUR200,000	186,167	0.63
Citigroup 8.125% Guaranteed Senior Bonds 15/7/2039	USD400,000	426,170	1.44
CVC Cordatus Loan Fund IX DAC 2% Floating Rate Asset Backed Bonds 20/8/2030	EUR300,000	266,594	0.90
e Bruxelles Lambert 1.875% Bonds 19/6/2025	EUR300,000	266,650	0.90
European Residential 0.63% Floating Rate Asset Backed Bonds 24/7/2054	EUR394,981	348,171	1.17
Eurosail 2006-2bl 0.4806% Mortgage Backed Floating Rate Notes 15/12/2044	USD300,000	219,395	0.74
Grand Canal Securities 0.653% Floating Rate Asset Backed Bonds 24/12/2058	EUR347,075	307,097	1.04
Hellas Telecommunications Finance 8.835% Bonds 15/7/2015**	EUR1,117,936	—	0.00
Iberdrola International BV 1.875% Perpetual Bonds	EUR500,000	422,136	1.42
KPN Qwest 10% Convertible Notes 15/3/2012**	EUR282,000	—	0.00
Monastery 2006-I BV 0.398% Mortgage Backed Floating Rate Notes 17/11/2044	EUR159,606	138,946	0.47
Newgate Funding 2006-3 0.275% Mortgage Backed Floating Rate Notes 1/12/2050	EUR324,814	257,305	0.87
SCOR SE 5.25% Perpetual Bonds	USD200,000	134,823	0.45
Winstar Communications 12.75% Senior Notes 15/4/2010**	EUR900,000	—	0.00
Non-Sterling Denominated Government Bonds 2.92% (3.82%)			
Australia (Commonwealth) 3% Bonds 21/3/2047	AUD1,110,000	608,697	2.05
US Treasury 0.75% Index-Linked Notes 15/2/2045	USD330,600	258,427	0.87
Kazakhstan Equities 0.00% (0.00%)			
ForteBank**	220	—	0.00
Fortebank JSC GDR (each representing 500 shares)**	3	—	0.00
Derivatives -0.21% (0.22%)			
Credit Default Swaps -0.05% (-0.05%)			
BNP Paribas 1.00% 20/6/2022 Credit Default Swap	EUR750,000	(15,959)	(0.05)
Interest Rate Swaps 0.15% (0.77%)			
Receive GBP 6 Months Pay 1.051% 9/2/2024	£1,300,000	(14,858)	(0.05)
Deliver GBP 6 Months Pay 1.051% 9/2/2024	£(1,300,000)	(3,205)	(0.01)
Receive GBP 6 Months Pay 1.349% 24/4/2022	£2,292,606	16,976	0.05
Deliver GBP 6 Months Pay 1.349% 24/4/2022	£(2,292,606)	(3,653)	(0.01)
Receive GBP 6 Months Pay 1.5975% 4/3/2020	£5,900,000	92,667	0.31
Deliver GBP 6 Months Pay 1.5975% 4/3/2020	£(5,900,000)	(13,041)	(0.04)
Receive LIBOR GBP 6 Months Pay 0.6449% 14/2/2058	£550,000	(15,451)	(0.05)
Deliver LIBOR GBP 6 Months Pay 0.6449% 14/2/2058	£(550,000)	(3,407)	(0.01)
Receive LIBOR GBP 6 Months Pay 0.8606% 26/4/2048	£550,000	(10,151)	(0.03)
Deliver LIBOR GBP 6 Months Pay 0.8606% 26/4/2048	£(550,000)	(1,665)	(0.01)
AUD Forward Foreign Currency Contracts 0.02% (0.00%)			
Forward Foreign Currency Contracts 19/7/2018	AUD(1,076,000)	(601,747)	(2.03)
Forward Foreign Currency Contracts 19/7/2018	£607,391	607,391	2.05
EUR Forward Foreign Currency Contracts -0.07% (-0.37%)			
Forward Foreign Currency Contracts 17/7/2018	EUR(273,000)	(241,524)	(0.81)
Forward Foreign Currency Contracts 17/7/2018	£238,915	238,915	0.81
Forward Foreign Currency Contracts 17/7/2018	EUR 193,000	170,748	0.58
Forward Foreign Currency Contracts 17/7/2018	£(168,842)	(168,842)	(0.57)
Forward Foreign Currency Contracts 7/8/2018	EUR(187,000)	(165,539)	(0.56)
Forward Foreign Currency Contracts 7/8/2018	£164,139	164,139	0.55
Forward Foreign Currency Contracts 3/7/2018	EUR(1,482,000)	(1,310,635)	(4.42)
Forward Foreign Currency Contracts 3/7/2018	£1,297,733	1,297,733	4.38
Forward Foreign Currency Contracts 3/7/2018	EUR 215,000	190,139	0.64
Forward Foreign Currency Contracts 3/7/2018	£(189,488)	(189,488)	(0.64)
Forward Foreign Currency Contracts 7/8/2018	EUR(494,000)	(437,307)	(1.47)

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
EUR Forward Foreign Currency Contracts (continued)			
Forward Foreign Currency Contracts 7/8/2018	£433,819	433,819	1.46
Forward Foreign Currency Contracts 17/7/2018	EUR(192,000)	(169,863)	(0.57)
Forward Foreign Currency Contracts 17/7/2018	£169,691	169,691	0.57
Forward Foreign Currency Contracts 6/9/2018	EUR(1,258,000)	(1,114,762)	(3.76)
Forward Foreign Currency Contracts 6/9/2018	£1,115,889	1,115,889	3.76
Forward Foreign Currency Contracts 24/8/2018	EUR(298,000)	(263,953)	(0.89)
Forward Foreign Currency Contracts 24/8/2018	£260,480	260,480	0.88
Forward Foreign Currency Contracts 17/7/2018	EUR(76,000)	(67,237)	(0.23)
Forward Foreign Currency Contracts 17/7/2018	£66,555	66,555	0.22
USD Forward Foreign Currency Contracts -0.07% (0.14%)			
Forward Foreign Currency Contracts 23/8/2018	USD(447,000)	(337,777)	(1.14)
Forward Foreign Currency Contracts 23/8/2018	£333,695	333,695	1.13
Forward Foreign Currency Contracts 26/7/2018	USD 97,000	73,392	0.25
Forward Foreign Currency Contracts 26/7/2018	£(71,765)	(71,765)	(0.24)
Forward Foreign Currency Contracts 9/8/2018	USD(283,000)	(213,986)	(0.72)
Forward Foreign Currency Contracts 9/8/2018	£212,525	212,525	0.72
Forward Foreign Currency Contracts 11/7/2018	USD 272,000	205,945	0.70
Forward Foreign Currency Contracts 11/7/2018	£(207,645)	(207,645)	(0.70)
Forward Foreign Currency Contracts 9/8/2018	USD(257,000)	(194,327)	(0.66)
Forward Foreign Currency Contracts 9/8/2018	£193,999	193,999	0.65
Forward Foreign Currency Contracts 11/7/2018	USD(245,000)	(185,502)	(0.63)
Forward Foreign Currency Contracts 11/7/2018	£174,796	174,796	0.59
Forward Foreign Currency Contracts 26/7/2018	USD(218,000)	(164,944)	(0.56)
Forward Foreign Currency Contracts 26/7/2018	£159,905	159,905	0.54
Futures -0.11% (-0.27%)			
Aust 10 Year Bond Future Expires September 2018	AUD(8)	(5,745)	(0.02)
Euro BUXL 30 Year Bond Future Expires September 2018	EUR(1)	(2,618)	(0.01)
Euro-Bobl Future Expires September 2018	EUR(3)	(1,787)	(0.01)
Euro-Bund Future Expires September 2018	EUR(4)	(6,335)	(0.02)
Euro-Schatz Future Expires September 2018	EUR(1)	(80)	0.00
Long Gilt Future Expires September 2018	£5	(560)	0.00
US 5 Year Note Future (CBT) Expires September 2018	USD(2)	592	0.00
US 10 Year Ultra Future Expires September 2018	USD(1)	(769)	0.00
US Long Bond Future (CBT) Expires September 2018	USD(4)	(7,693)	(0.03)
US Ultra Bond Future (CBT) Expires September 2018	USD(3)	(6,154)	(0.02)
Swaptions -0.08% (0.00%)			
Buy Put CDX Option 80	EUR10,500,000	8,485	0.03
Sell Call CDX Option 70	EUR(10,500,000)	(6,290)	(0.02)
Sell Put CDX Option 70	EUR(10,500,000)	(25,274)	(0.09)
Portfolio of investments*		28,681,124	96.75
Net current assets		963,258	3.25
Total Net Assets		29,644,382	100.00

Total unapproved and unquoted securities

0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities

**Delisted/Suspended/Unlisted

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital (losses)/gains	3		(720,971)	2,069,222
Revenue	4	1,069,590		1,177,539
Expenses	5	(302,431)		(322,004)
Interest payable and similar charges	7	(96,688)		(734)
Net revenue before taxation		670,471		854,801
Taxation	6	—		—
Net revenue after taxation			670,471	854,801
Total return before distributions			(50,500)	2,924,023
Distributions	8		(670,923)	(855,092)
Change in net assets attributable to Shareholders from investment activities			(721,423)	2,068,931

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders		32,608,031	33,045,050
Amounts received on issue of shares	1,450,229		4,085,153
Amounts paid on cancellation of shares	(3,737,375)		(6,640,446)
		(2,287,146)	(2,555,293)
Dilution adjustment		56	17,761
Change in net assets attributable to Shareholders from investment activities (see above)		(721,423)	2,068,931
Retained distributions on accumulation shares		41,186	24,711
Unclaimed distributions		3,678	6,871
Closing net assets attributable to Shareholders		29,644,382	32,608,031

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets*			28,857,167	31,620,825
Current assets				
Debtors	10	2,023,595		496,856
Cash and bank balances	11	1,379,935		2,508,661
Total other assets			3,403,530	3,005,517
Total assets			32,260,697	34,626,342
LIABILITIES				
Investment liabilities				
			(176,043)	(363,060)
Creditors				
Amounts due to futures clearing houses and brokers	11	(1,047,208)		(894,729)
Distribution payable	12	(189,317)		(170,054)
Other creditors	12	(1,203,747)		(590,468)
Total other liabilities			(2,440,272)	(1,655,251)
Total liabilities			(2,616,315)	(2,018,311)
Net assets attributable to Shareholders			29,644,382	32,608,031

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Distribution Statements

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	0.9275	—	0.9275	0.7459
Group 2	0.9275	0.0000	0.9275	0.7459
B Shares (Income)				
Group 1	0.8001	—	0.8001	0.6576
Group 2	0.2375	0.5626	0.8001	0.6576
F Shares (Accumulation)				
Group 1	0.9025	—	0.9025	0.7504
Group 2	0.2159	0.6866	0.9025	0.7504
F Shares (Income)				
Group 1	0.8344	—	0.8344	0.7019
Group 2	0.2591	0.5753	0.8344	0.7019
Institutional W Shares (Accumulation)				
Group 1	1.0216	—	1.0216	0.8321
Group 2	0.5559	0.4657	1.0216	0.8321
Institutional W Shares (Income)				
Group 1	0.8708	—	0.8708	0.7256
Group 2	0.3551	0.5157	0.8708	0.7256
Sterling Income Shares				
Group 1	0.5733	—	0.5733	0.4556
Group 2	0.2863	0.2870	0.5733	0.4556
X Shares (Accumulation)				
Group 1	0.9164	—	0.9164	0.5976
Group 2	0.9164	0.0000	0.9164	0.5976

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	0.6850	—	0.6850	0.8168
Group 2	0.2726	0.4124	0.6850	0.8168
B Shares (Income)				
Group 1	0.5940	—	0.5940	0.7245
Group 2	0.1568	0.4372	0.5940	0.7245
F Shares (Accumulation)				
Group 1	0.6872	—	0.6872	0.8040
Group 2	0.6872	0.0000	0.6872	0.8040
F Shares (Income)				
Group 1	0.6397	—	0.6397	0.7603
Group 2	0.2264	0.4133	0.6397	0.7603
Institutional W Shares (Accumulation)				
Group 1	0.7698	—	0.7698	0.9011
Group 2	0.3615	0.4083	0.7698	0.9011
Institutional W Shares (Income)				
Group 1	0.6592	—	0.6592	0.7913
Group 2	0.2733	0.3859	0.6592	0.7913
Sterling Income Shares				
Group 1	0.4063	—	0.4063	0.5142
Group 2	0.2066	0.1997	0.4063	0.5142
X Shares (Accumulation)				
Group 1	0.7136	—	0.7136	n/a
Group 2	0.7136	0.0000	0.7136	n/a

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.6432	—	0.6432	0.7377
Group 2	0.6432	0.0000	0.6432	0.7377
B Shares (Income)				
Group 1	0.5605	—	0.5605	0.6581
Group 2	0.1547	0.4058	0.5605	0.6581
F Shares (Accumulation)				
Group 1	0.6623	—	0.6623	0.7170
Group 2	0.3878	0.2745	0.6623	0.7170
F Shares (Income)				
Group 1	0.6132	—	0.6132	0.6819
Group 2	0.1764	0.4368	0.6132	0.6819
Institutional W Shares (Accumulation)				
Group 1	0.7288	—	0.7288	0.8070
Group 2	0.2962	0.4326	0.7288	0.8070
Institutional W Shares (Income)				
Group 1	0.6279	—	0.6279	0.7133
Group 2	0.1545	0.4734	0.6279	0.7133
Sterling Income Shares				
Group 1	0.3746	—	0.3746	0.4754
Group 2	0.1223	0.2523	0.3746	0.4754
X Shares (Accumulation)				
Group 1	0.6858	—	0.6858	n/a
Group 2	0.6858	0.0000	0.6858	n/a

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	0.7014	—	0.7014	0.7571
Group 2	0.3331	0.3683	0.7014	0.7571
B Shares (Income)				
Group 1	0.6147	—	0.6147	0.6794
Group 2	0.1994	0.4153	0.6147	0.6794
F Shares (Accumulation)				
Group 1	0.7144	—	0.7144	0.7335
Group 2	0.7144	—	0.7144	0.7335
F Shares (Income)				
Group 1	0.6636	—	0.6636	0.7036
Group 2	0.2076	0.4560	0.6636	0.7036
Institutional W Shares (Accumulation)				
Group 1	0.7879	—	0.7879	0.8278
Group 2	0.5535	0.2344	0.7879	0.8278
Institutional W Shares (Income)				
Group 1	0.6831	—	0.6831	0.7363
Group 2	0.3243	0.3588	0.6831	0.7363
P Shares (Accumulation)*				
Group 1	n/a	n/a	n/a	0.4253
Group 2	n/a	n/a	n/a	0.4253
Sterling Income Shares				
Group 1	0.4191	—	0.4191	0.4911
Group 2	0.1784	0.2407	0.4191	0.4911
X Shares (Accumulation)				
Group 1	0.7326	—	0.7326	n/a
Group 2	0.7326	0.0000	0.7326	n/a
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			0.00	100.00
Interim distributions for 31 March 2018			0.00	100.00
Interim distributions for 31 December 2017			0.00	100.00
Interim distributions for 30 September 2017			0.00	100.00

* Share class closed on 21 November 2016

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(676,962)	2,547,835
(Losses)/gains on derivative contracts	(85,200)	120,385
Gains/ (losses) on forward currency contracts	75,622	(352,328)
Currency exchange losses	(2,115)	(202,188)
Activity charges	(32,316)	(44,482)
Net capital (losses)/gains	(720,971)	2,069,222

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	20,761	2,139
Interest on debt securities	1,003,743	1,242,669
Returns on derivatives	43,842	(69,425)
Stock lending	1,244	2,156
Total revenue	1,069,590	1,177,539

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	256,942	272,773
Administration fees	23,587	25,041
Safe custody charges	1,162	3,848
	281,691	301,662
Other expenses:		
Audit fee†	8,867	8,531
Depositary's fees	9,615	10,075
Distribution reconciliation service	1,903	2,029
Financial Conduct Authority fee	120	(324)
Professional fees	235	31
	20,740	20,342
Total expenses	302,431	322,004

†The Audit fee net of VAT for 2018 is £7,500 (30/06/17: £7,150).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018	30/06/2017
	£	£
a) Analysis of tax charge		
Corporation tax	—	—
Total tax charge (see Note 6b)	—	—
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	670,471	854,801
Corporation tax @ 20%	134,094	170,960
Effects of:		
Excess management expenses	(134,094)	(170,960)
Total tax charge (see Note 6a)	—	—
c) Deferred tax		
No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £6,459,306 (30/06/17: £7,129,776), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £1,291,861 (30/06/17: £1,425,955).		

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Collateral interest payable	545	—
Interest	27,644	734
Return from short position bond futures	68,499	—
Total interest	96,688	734

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018	30/06/2017
	£	£
Interim Interest distribution 30 September	162,002	194,522
Interim Interest distribution 31 December	144,428	182,998
Interim Interest distribution 31 March	153,578	200,449
Final Interest distribution 30 June	203,615	176,506
Income tax withheld	—	89,803
	663,623	844,278
Amounts added on issue of shares	(3,866)	(8,414)
Amounts deducted on cancellation of shares	11,166	19,228
Net distributions for the year	670,923	855,092

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	670,471	854,801
Equalisation on conversions	452	291
	670,923	855,092

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	317,815	321,490
Amount receivable for issue of shares	743	17,464
Amounts payable on open currency contracts	1,117,843	—
Income tax recoverable	23,062	23,062
Sales awaiting settlement	564,132	134,840
Total debtors	2,023,595	496,856

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	44,362	57,783
Cash held in BNY Mellon Sterling Liquidity Fund	—	1,115,000
Cash held in Insight Sterling Liquidity Fund	200,000	—
Cash held on margin account	1,135,573	1,335,878
	1,379,935	2,508,661
Overdrawn cash and bank balances		
Overdraft position at brokers	1,047,208	894,729
	1,047,208	894,729

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	189,317	170,054
	189,317	170,054
b) Other creditors		
Accrued expenses	30,624	54,180
Amount payable for cancellation of shares	54,050	3,672
Amount payable on open currency contracts	1,119,073	—
Purchases awaiting settlement	—	532,616
Total other creditors	1,203,747	590,468

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £83,725 (30/06/17: £32,011 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market risk

The Sub-fund uses Value at Risk (VaR) to calculate the likelihood of the Sub-fund (including derivatives) falling in value by more than a particular level.

Under normal market conditions, VaR captures the potential fall in the value of the portfolio over a given holding period and to a given level of statistical confidence.

VaR is discussed in more detail, with the relevant disclosures for the financial year, in the notes applicable to the financial statements of all Sub-funds on pages 10 to 12.

Derivative risk

The Sub-fund enters into derivative transactions in the form of forward foreign currency contracts, credit default swaps, interest rate swaps and futures. Forward currency contracts are used to manage currency risk arising from holdings of overseas securities.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Foreign Currency Contracts	Swaps	Total £
Bank of New York Mellon	(2,609)	—	(2,609)
Barclays	(4,082)	(23,079)	(27,161)
BNP Paribas	—	(15,959)	(15,959)
Citi	—	63,070	63,070
Goldman Sachs	9,177	—	9,177
HSBC	(1,400)	—	(1,400)
Morgan Stanley	(15,412)	(18,858)	(34,270)
Royal Bank of Scotland	(3,988)	—	(3,988)
Salomon Brothers	(18,773)	—	(18,773)
Total	(37,087)	5,174	(31,913)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018	30/06/2018
	Assets	Liabilities
	£	£
Level 1: Quoted	592	(31,741)
Level 2: Observable	28,856,575	(144,302)
Level 3: Unobservable	—	—
	28,857,167	(176,043)
	30/06/2017	30/06/2017
	Assets	Liabilities
	£	£
Level 1: Quoted	26,430	(113,096)
Level 2: Observable	31,594,395	(249,964)
Level 3: Unobservable	—	—
	31,620,825	(363,060)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade securities	25,245	85.16	68.26
Below investment grade securities	1,586	5.35	6.60
Unrated Securities	1,913	6.45	20.78
Other	(63)	(0.21)	0.22
Portfolio of investments	28,681	96.75	95.86
Net current assets	963	3.25	4.14
Total Net Assets	29,644	100.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Debt instruments (direct)	20,906	—	—	—	—
Total purchases	20,906	—		—	
Total purchases including transaction costs	20,906				

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Debt instruments	22,633	—	—	—	—
Total sales	22,633	—		—	
Total sales net of transaction costs	22,633				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

For the year ending 30 June 2017

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Debt instruments (direct)	28,268	—	—	—	—
Total purchases	28,268	—		—	
Total purchases including transaction costs	28,268				

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Debt instruments (direct)	33,086	—	—	—	—
Total sales	33,086	—		—	
Total sales net of transaction costs	33,086				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

During the period the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.78% (30/06/17: 0.76%).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £nil of investments were subject to stock lending agreements and the Sub-fund held £nil in collateral.

As at 30 June 2017, £737,735 of investments were subject to stock lending agreements and on behalf of the Sub-fund £769,136 was held in collateral. The collateral was held in debt securities.

The gross earnings and the fees for the year are £1,555 (30/06/17: £2,695) and £311 (30/06/17: £539) respectively.

18 Shareholder's funds

The Sub-fund currently has eight share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.65	0.08%
B Shares (Income)	0.65	0.08%
F Shares (Accumulation)	0.35	0.03%
F Shares (Income)	0.35	0.03%
Institutional W Shares (Accumulation)	0.50	0.03%
Institutional W Shares (Income)	0.50	0.03%
Sterling Income Shares	1.00	0.10%
X Shares (Accumulation)	0.00	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Corporate Bond Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	69,488	381	(8)	—	69,861
B Shares (Income)	696,970	(112,396)	(156,535)	481,702	909,741
F Shares (Accumulation)	5,000	41,561	(23,646)	—	22,915
F Shares (Income)	334,718	4,925	(74,306)	16,478	281,815
Institutional W Shares (Accumulation)	728,906	861,703	(292,108)	12,940	1,311,441
Institutional W Shares (Income)	8,925,147	90,967	(1,224,545)	97,896	7,889,465
Sterling Income Shares	21,590,047	279,963	(1,769,131)	(741,070)	19,359,809
X Shares (Accumulation)	5,000	—	—	—	5,000

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Insight Equity Income Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Insight Investment Management (Global) Limited
Fund Size:	£203.60m
Comparative Index:	FTSE All-Share TR
Sector:	The Investment Association UK Equity Income

Yield as at 30 June 2018:

B Shares (Accumulation)	3.98%
B Shares (Income)	4.04%
Institutional W Shares (Accumulation)	3.99%
Institutional W Shares (Income)	4.04%
Sterling Accumulation Shares	4.00%
Sterling Income Shares	4.05%

Key Dates: Fund Launch 9 February 2013

Investment Objective

To provide an above average and increasing income, together with long term capital growth.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	7.87%	22.55%	-3.34%
B Shares (Income)	7.89%	22.56%	-3.34%
Institutional W Shares (Accumulation)	8.05%	22.75%	-3.07%
Institutional W Shares (Income)	8.04%	22.75%	-3.07%
Sterling Accumulation Shares	7.17%	21.75%	-3.87%
Sterling Income Shares	7.17%	21.75%	-3.86%
FTSE All-Share TR	9.02%	18.12%	2.21%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sub-fund's Sterling income share class returned 7.17% against 9.02% for the FTSE All-Share TR.

The Sub-fund produced a positive return, while also generating an attractive level of income, but lagged the comparative index.

With a synchronised global economic recovery in place and corporate earnings buoyant, markets are increasingly focusing on the prospect of higher interest rates, which has affected lower risk dividend stocks despite a continued search for *yield*. Markets have continued to rise against a backdrop of heightened economic and political concerns such as increased protectionism (and the risk of a global trade war), ongoing Brexit talks and political upheaval in the *eurozone* (particularly in Italy).

The US economy continued to perform well. President Donald Trump's recent tax reforms, coupled with increased spending and deregulation, should all help to support the US economy. The US Federal Reserve has already increased interest rates twice in 2018 and is likely to continue both this year and next.

Following the UK's decision to exit from the EU, which led to a marked depreciation in sterling, *inflation* has remained above the Bank of England's 2% target, which has led to expectations of another interest rate rise in August. However, *Gilt* prices remained relatively well supported, given a recent slight drop-off in the rate of *inflation*, as well as continuing uncertainty related to global trade developments and the UK's Brexit negotiations.

The European Central Bank maintained an accommodating *monetary policy* but has begun to scale back its monthly asset purchases, looking to end them by year-end.

Over the period, the largest positive contributors were oil and gas, *consumer goods*, industrials and financials while the main detractors were utilities, consumer services, telecommunications and *basic materials*. Being overweight oil and gas and consumer services helped the Sub-fund, as did being underweight *consumer goods* and not holding technology stocks. However, being overweight utilities and telecommunications and underweight industrials and *basic materials* hurt the Sub-fund.

In terms of individual contributors, the Sub-fund benefited from its holdings in Royal Dutch Shell ('B' shares), BP and Rio Tinto given the strong performance of resource stocks over the year. Ladbrokes Coral also performed well, as it was bid for by GVC. Among consumer stocks, the Sub-fund's holdings in Dixons Carphone and Carnival both underperformed.

Activity over the period was relatively low. This was in keeping with the investment process that has a focus on high-quality companies with attractive dividends that have potential to grow over the longer term. A number of holdings were sold with profits taken on others which had performed well. Purchases included media companies ITV and Pearson, retailer Dixons Carphone and utility Centrica.

The manager continues to favour large-cap stocks with sustainable dividend *yields* and remains positive regarding the depth, diversity and largely international nature of the companies that represent the UK equity market, especially those that constitute the Sub-fund's portfolio.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows all purchases and the top ten sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Sales

Pearson	Sky
ITV	3i
Dixons Carphone	Rio Tinto (UK Regd.)
Carpetright	Royal Dutch Shell 'B' (UK Regd.)
Centrica	Intermediate Capital
	RELX
	InterContinental Hotels
	Ladbrokes Coral
	NEX
	Ferguson

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	149.18	124.98	125.74
Return before operating charges*	13.90	25.55	0.56
Operating charges	(1.48)	(1.35)	(1.32)
Return after operating charges	12.42	24.20	(0.76)
Distributions	(6.44)	(6.18)	(5.35)
Retained distributions on accumulation shares	6.44	6.18	5.35
Closing net asset value per share	161.60	149.18	124.98
*After direct transaction costs of	(0.01)	(0.03)	(0.01)
Performance			
Return after charges	8.33%	19.36%	(0.60%)
Other information			
Closing net asset value (£)	5,712,807	3,005,614	681,611
Closing number of shares	3,535,085	2,014,700	545,393
Operating charges**	0.96%	0.96%	1.09%
Direct transaction costs*	0.01%	0.02%	0.01%
Prices			
Highest share price	167.08	153.90	131.22
Lowest share price	145.69	123.00	107.64

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	123.77	108.23	113.81
Return before operating charges*	11.32	21.95	0.37
Operating charges	(1.21)	(1.15)	(1.18)
Return after operating charges	10.11	20.80	(0.81)
Distributions	(5.27)	(5.26)	(4.77)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	128.61	123.77	108.23
*After direct transaction costs of	(0.01)	(0.02)	(0.01)
Performance			
Return after charges	8.17%	19.22%	(0.71%)
Other information			
Closing net asset value (£)	1,140,259	660,194	280,540
Closing number of shares	886,588	533,383	259,216
Operating charges**	0.96%	0.96%	1.09%
Direct transaction costs*	0.01%	0.02%	0.01%
Prices			
Highest share price	134.82	129.70	118.79
Lowest share price	118.56	106.52	95.73

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	674.05	563.74	565.67
Return before operating charges*	62.97	115.44	2.56
Operating charges	(5.64)	(5.13)	(4.49)
Return after operating charges	57.33	110.31	(1.93)
Distributions	(29.22)	(27.89)	(24.13)
Retained distributions on accumulation shares	29.22	27.89	24.13
Closing net asset value per share	731.38	674.05	563.74
*After direct transaction costs of	(0.06)	(0.12)	(0.05)
Performance			
Return after charges	8.51%	19.57%	(0.34%)
Other information			
Closing net asset value (£)	29,017,588	29,665,857	27,859,041
Closing number of shares	3,967,501	4,401,161	4,941,813
Operating charges**	0.81%	0.81%	0.82%
Direct transaction costs*	0.01%	0.02%	0.01%
Prices			
Highest share price	756.04	695.29	590.44
Lowest share price	658.58	554.85	485.16

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	153.30	133.84	140.35
Return before operating charges*	14.03	27.18	0.48
Operating charges	(1.27)	(1.20)	(1.10)
Return after operating charges	12.76	25.98	(0.62)
Distributions on income shares	(6.54)	(6.52)	(5.89)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	159.52	153.30	133.84
*After direct transaction costs of	(0.01)	(0.03)	(0.01)
Performance			
Return after charges	8.32%	19.41%	(0.44%)
Other information			
Closing net asset value (£)	4,761,237	4,870,249	4,353,635
Closing number of shares	2,984,710	3,176,954	3,252,906
Operating charges**	0.81%	0.81%	0.82%
Direct transaction costs*	0.01%	0.02%	0.01%
Prices			
Highest share price	167.19	160.62	146.52
Lowest share price	147.01	131.74	118.29

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	582.84	491.49	497.22
Return before operating charges*	54.19	100.30	2.13
Operating charges	(9.78)	(8.95)	(7.86)
Return after operating charges	44.41	91.35	(5.73)
Distributions	(25.14)	(24.20)	(21.11)
Retained distributions on accumulation shares	25.14	24.20	21.11
Closing net asset value per share	627.25	582.84	491.49
*After direct transaction costs of	(0.05)	(0.10)	(0.04)
Performance			
Return after charges	7.62%	18.59%	(1.15%)
Other information			
Closing net asset value (£)	133,811,811	138,792,819	129,928,531
Closing number of shares	21,333,255	23,813,185	26,435,619
Operating charges**	1.63%	1.63%	1.64%
Direct transaction costs*	0.01%	0.02%	0.01%
Prices			
Highest share price	648.96	601.58	518.75
Lowest share price	568.26	483.67	424.31

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	172.03	151.44	160.13
Return before operating charges*	15.69	30.65	0.50
Operating charges	(2.85)	(2.72)	(2.50)
Return after operating charges	12.84	27.93	(2.00)
Distributions	(7.31)	(7.34)	(6.69)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	177.56	172.03	151.44
*After direct transaction costs of	(0.01)	(0.03)	(0.01)
Performance			
Return after charges	7.46%	18.44%	(1.25%)
Other information			
Closing net asset value (£)	29,160,777	30,468,555	28,538,480
Closing number of shares	16,423,429	17,710,819	18,845,072
Operating charges**	1.63%	1.63%	1.64%
Direct transaction costs*	0.01%	0.02%	0.01%
Prices			
Highest share price	186.26	180.37	167.09
Lowest share price	163.95	149.04	134.27

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Portfolio Statement (unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Aerospace & Defence 2.45% (2.38%)			
Rolls-Royce	500,000	4,941,000	2.43
Rolls Royce 'C'	38,340,000	38,340	0.02
Banks 12.30% (12.43%)			
Barclays	2,650,000	5,007,970	2.46
HSBC (UK Regd.)	1,600,000	11,371,200	5.58
Lloyds Banking	6,300,000	3,970,260	1.95
Royal Bank of Scotland	1,000,000	2,560,000	1.26
Standard Chartered	308,571	2,137,163	1.05
Chemicals 0.56% (0.64%)			
Elementis	450,000	1,137,600	0.56
Construction & Materials 0.85% (0.77%)			
Marshalls	425,000	1,734,000	0.85
Electricity 0.77% (0.81%)			
SSE	115,288	1,561,576	0.77
Financial Services 5.17% (5.12%)			
3i	290,000	2,611,740	1.28
Arbuthnot Banking	114,031	1,801,690	0.89
Intermediate Capital	230,000	2,532,300	1.24
NEX	180,000	1,850,400	0.91
Old Mutual	450,000	676,800	0.33
Quilter	150,000	216,840	0.11
TP ICAP	200,093	841,991	0.41
Fixed Line Telecommunications 1.28% (1.70%)			
BT	1,200,000	2,613,000	1.28
Food & Drug Retailers 1.79% (1.74%)			
Morrison (Wm.) Supermarkets	1,450,000	3,654,000	1.79
Gas, Water & Multiutilities 4.49% (5.27%)			
Centrica	1,550,000	2,443,575	1.20
National Grid	490,000	4,108,160	2.02
Severn Trent	65,000	1,286,675	0.63
United Utilities	170,000	1,297,440	0.64
General Retailers 0.88% (1.22%)			
Carpetright	425,925	120,963	0.06
Dixons Carphone	900,000	1,679,400	0.82
Household Goods & Home Construction 0.17% (0.11%)			
Airea	698,265	349,132	0.17
Industrial Transportation 0.65% (0.53%)			
Royal Mail	260,000	1,314,040	0.65
Life Insurance 8.40% (9.01%)			
Aviva	1,000,000	5,038,000	2.47
Legal & General	1,800,000	4,786,200	2.35
Prudential	420,000	7,284,900	3.58
Media 6.07% (6.43%)			
ITV	1,600,000	2,784,000	1.37
Pearson	280,000	2,478,000	1.22
RELX	275,000	4,461,875	2.19
Sky	180,000	2,630,700	1.29
Mining 6.92% (5.81%)			
Glencore	700,000	2,534,000	1.25
Rio Tinto (UK Regd.)	275,000	11,551,375	5.67
Mobile Telecommunications 3.07% (3.57%)			
Vodafone	3,400,000	6,249,200	3.07

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Portfolio Statement (Unaudited) (continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-life Insurance 0.19% (0.19%)			
Royal & Sun Alliance pref.	301,943	386,487	0.19
Oil & Gas Producers 16.76% (12.98%)			
BP	2,430,000	14,052,690	6.90
Royal Dutch Shell 'B' (UK Regd.)	740,000	20,079,900	9.86
Pharmaceuticals & Biotechnology 7.90% (8.00%)			
AstraZeneca	175,000	9,192,750	4.52
GlaxoSmithKline	450,000	6,884,100	3.38
Real Estate 0.78% (0.74%)			
Great Portland Estates	221,120	1,579,018	0.78
Support Services 2.50% (2.40%)			
Connect	449,182	138,572	0.07
Ferguson	80,526	4,951,544	2.43
Tobacco 5.06% (6.61%)			
British American Tobacco	155,000	5,935,725	2.91
Imperial Brands	155,000	4,372,550	2.15
Travel & Leisure 9.56% (9.63%)			
Carnival	80,000	3,477,600	1.71
Compass	317,307	5,135,614	2.52
GVC	253,800	2,667,438	1.31
GVC CVRs*	1,800,000	—	—
InterContinental Hotels	80,000	3,776,000	1.85
International Consolidated Airlines (UK Regd.)	665,000	4,414,270	2.17
Portfolio of investments		200,699,763	98.57
Net current assets		2,904,716	1.43
Total Net Assets		203,604,479	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Contingent Value Rights (CVRs) have no principal or nominal value

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		9,734,652		28,783,658
Revenue	4	8,557,080		8,996,580	
Expenses	5	(2,997,621)		(3,015,358)	
Interest payable and similar charges	7	(1,595)		—	
Net revenue before taxation		5,557,864		5,981,222	
Taxation	6	(28,485)		(24,968)	
Net revenue after taxation			5,529,379		5,956,254
Total return before distributions			15,264,031		34,739,912
Distributions	8		(8,516,743)		(8,952,428)
Change in net assets attributable to Shareholders from investment activities			6,747,288		25,787,484

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders			207,463,288	191,641,838
Amounts received on issue of shares	1,690,182			2,046,605
Amounts paid on cancellation of shares	(19,263,407)			(19,330,306)
			(17,573,225)	(17,283,701)
Change in net assets attributable to Shareholders from investment activities (see above)			6,747,288	25,787,484
Retained distributions on accumulation shares			6,960,675	7,305,258
Unclaimed distributions			6,453	12,409
Closing net assets attributable to Shareholders			203,604,479	207,463,288

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			200,699,763		203,507,471
Current assets					
Debtors	10	1,095,826		1,463,618	
Cash and bank balances	11	2,662,192		3,535,264	
Total other assets			3,758,018		4,998,882
Total assets			204,457,781		208,506,353
LIABILITIES					
Creditors					
Distribution payable	12	(487,493)		(567,639)	
Other creditors	12	(365,809)		(475,426)	
Total other liabilities			(853,302)		(1,043,065)
Total liabilities			(853,302)		(1,043,065)
Net assets attributable to Shareholders			203,604,479		207,463,288

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	2.2144	—	2.2144	2.3142
Group 2	1.1897	1.0247	2.2144	2.3142
B Shares (Income)				
Group 1	1.7868	—	1.7868	1.9503
Group 2	1.5108	0.2760	1.7868	1.9503
Institutional W Shares (Accumulation)				
Group 1	10.0200	—	10.0200	10.4544
Group 2	5.0217	4.9983	10.0200	10.4544
Institutional W Shares (Income)				
Group 1	2.2158	—	2.2158	2.4151
Group 2	1.2386	0.9772	2.2158	2.4151
Sterling Accumulation Shares				
Group 1	8.6030	—	8.6030	9.0494
Group 2	6.0078	2.5952	8.6030	9.0494
Sterling Income Shares				
Group 1	2.4691	—	2.4691	2.7131
Group 2	1.2810	1.1881	2.4691	2.7131

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	1.6105	—	1.6105	1.4900
Group 2	0.9283	0.6822	1.6105	1.4900
B Shares (Income)				
Group 1	1.3141	—	1.3141	1.2687
Group 2	0.4392	0.8749	1.3141	1.2687
Institutional W Shares (Accumulation)				
Group 1	7.2821	—	7.2821	6.7287
Group 2	2.3794	4.9027	7.2821	6.7287
Institutional W Shares (Income)				
Group 1	1.6274	—	1.6274	1.5704
Group 2	1.0846	0.5428	1.6274	1.5704
Sterling Accumulation Shares				
Group 1	6.2626	—	6.2626	5.8351
Group 2	3.9436	2.3190	6.2626	5.8351
Sterling Income Shares				
Group 1	1.8172	—	1.8172	1.7674
Group 2	1.1693	0.6479	1.8172	1.7674

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.2409	—	1.2409	1.1816
Group 2	0.5828	0.6581	1.2409	1.1816
B Shares (Income)				
Group 1	1.0203	—	1.0203	1.0144
Group 2	0.7666	0.2537	1.0203	1.0144
Institutional W Shares (Accumulation)				
Group 1	5.6107	—	5.6107	5.3334
Group 2	4.2276	1.3831	5.6107	5.3334
Institutional W Shares (Income)				
Group 1	1.2643	—	1.2643	1.2551
Group 2	0.6181	0.6462	1.2643	1.2551
Sterling Accumulation Shares				
Group 1	4.8366	—	4.8366	4.6365
Group 2	3.2689	1.5677	4.8366	4.6365
Sterling Income Shares				
Group 1	1.4145	—	1.4145	1.4161
Group 2	0.8433	0.5712	1.4145	1.4161

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	1.3785	—	1.3785	1.1902
Group 2	0.5733	0.8052	1.3785	1.1902
B Shares (Income)				
Group 1	1.1530	—	1.1530	1.0308
Group 2	0.0578	1.0952	1.1530	1.0308
Institutional W Shares (Accumulation)				
Group 1	6.3035	—	6.3035	5.3699
Group 2	3.0370	3.2665	6.3035	5.3699
Institutional W Shares (Income)				
Group 1	1.4330	—	1.4330	1.2750
Group 2	1.0301	0.4029	1.4330	1.2750
Sterling Accumulation Shares				
Group 1	5.4405	—	5.4405	4.6772
Group 2	2.2106	3.2299	5.4405	4.6772
Sterling Income Shares				
Group 1	1.6050	—	1.6050	1.4412
Group 2	0.8478	0.7572	1.6050	1.4412

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	100.00	0.00
Interim distributions for 31 March 2018	100.00	0.00
Interim distributions for 31 December 2017	100.00	0.00
Interim distributions for 30 September 2017	100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Gains on non-derivative securities	9,756,068	28,821,864
Currency exchange gains/(losses)	1,639	(10,184)
Activity charges	(23,055)	(28,022)
Net capital gains	9,734,652	28,783,658

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	1,211	—
Overseas dividends	319,591	296,410
Property income distributions	26,676	56,565
Stock lending	23,347	39,283
UK dividends	8,186,255	8,604,322
Total revenue	8,557,080	8,996,580

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	2,775,858	2,794,632
Administration fees	181,950	183,458
Safe custody charges	6,813	4,703
	2,964,621	2,982,793
Other expenses		
Audit fee†	6,401	6,085
Depository's fees	26,243	26,803
Financial Conduct Authority fee	121	(323)
Legal fees	235	—
	33,000	32,565
Total expenses	2,997,621	3,015,358

†The Audit fee net of VAT for 2018 is £5,350 (30/06/17: £5,100)

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	28,485	24,968
Total tax charge (see Note 6b)	28,485	24,968

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	5,557,864	5,981,222
Corporation tax @ 20%	1,111,573	1,196,244
Effects of:		
Dividends not subject to corporation tax	(1,701,166)	(1,780,142)
Excess management expenses	589,593	583,897
Overseas tax withheld	28,485	24,969
Total tax charge (see Note 6a)	28,485	24,968

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £16,864,420 (30/06/17: £13,916,455), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £3,372,885 (30/06/17: £2,783,292).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	1,595	—
Total interest	1,595	—

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 30 September	1,896,848	1,781,285
Interim Dividend distribution 31 December	1,650,139	1,726,729
Interim Dividend distribution 31 March	2,086,479	2,122,655
Final Dividend distribution 30 June	2,798,612	3,229,326
	8,432,078	8,859,995
Amounts added on issue of shares	(8,446)	(12,179)
Amounts deducted on cancellation of shares	93,111	104,612
Net distributions for the year	8,516,743	8,952,428

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	5,529,379	5,956,254
Capitalised fees less tax relief paid from capital	2,987,371	2,996,184
Equalisation on conversions	(7)	(10)
	8,516,743	8,952,428

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	1,075,812	1,451,017
Amount receivable for issue of shares	20,014	250
Sales awaiting settlement	—	12,351
Total debtors	1,095,826	1,463,618

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	2,662,192	3,535,264
	2,662,192	3,535,264

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	487,493	567,639
	487,493	567,639
b) Other creditors		
Accrued expenses	256,957	274,839
Amount payable for cancellation of shares	108,852	188,220
Purchases awaiting settlement	—	12,367
Total other creditors	365,809	475,426

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £339,520 (30/06/17: £456,509 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	200,699,763	203,507,471

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	10,034,988	(10,034,988)	10,175,374	(10,175,374)
Net capital impact	10,034,988	(10,034,988)	10,175,374	(10,175,374)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	200,699,763	—
	200,699,763	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	203,507,471	—
	203,507,471	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the form of forward foreign currency contracts. The purpose of these financial instruments is efficient portfolio management. Forward currency contracts may be used to manage currency risk arising from holdings of overseas securities.

As at the balance sheet date there were no derivative holdings (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current Assets	Total	Total
	£	£	£	£
Eurozone	—	418,839	418,839	394,420
United States of America	—	208,010	208,010	138,670
Total	—	626,849	626,849	533,090

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	690	1	0.14	3	0.43
Total purchases	690	1		3	
Total purchases including transaction costs	694				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	13,024	13	0.10	—	—
Total sales	13,024	13		—	
Total sales net of transaction costs	13,011				

Total transaction costs	14	3
Total transaction costs as a % of average net assets	0.01%	0.00%

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	1,777	4	0.23	7	0.39
Total purchases	1,777	4		7	
Total purchases including transaction costs	1,788				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	15,923	27	0.17	—	—
Total sales	15,923	27		—	
Total sales net of transaction costs	15,896				

Total transaction costs	31	7
Total transaction costs as a % of average net assets	0.02%	0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.09% (30/06/17: 0.12%).

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £13,542,393 of investments were subject to stock lending agreements and on behalf of the Sub-fund £15,167,977 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, £5,637,154 of investments were subject to stock lending agreements and on behalf of the Sub-fund £6,284,048 was held in collateral. The collateral is in equity securities.

The gross earnings and the fees for the year are £29,184 (30/06/17: £49,104) and £5,837 (30/06/17: £9,821) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Citigroup Global Markets Limited	3,209,066	3,600,541
Credit Suisse Securities (Europe) Limited	92,229	106,838
Deutsche Bank, AG	5,799,656	6,600,793
HSBC Bank PLC	22,585	24,944
ING Bank NV	1,167,674	1,299,138
JP Morgan Securities, Plc.	220,163	245,617
Merrill Lynch International	2,594,586	2,800,284
UBS AG	436,434	489,822

18 Shareholder's funds

The Sub-fund currently has six share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85	0.08%
B Shares (Income)	0.85	0.08%
Institutional W Shares (Accumulation)	0.75	0.03%
Institutional W Shares (Income)	0.75	0.03%
Sterling Accumulation Shares	1.50	0.10%
Sterling Income Shares	1.50	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	2,014,700	90,480	(327,979)	1,757,884	3,535,085
B Shares (Income)	533,383	52,231	(4,062)	305,036	886,588
Institutional W Shares (Accumulation)	4,401,161	66,722	(546,337)	45,955	3,967,501
Institutional W Shares (Income)	3,176,954	419,928	(699,925)	87,753	2,984,710
Sterling Accumulation Shares	23,813,185	27,604	(1,996,400)	(511,134)	21,333,255
Sterling Income Shares	17,710,819	117,079	(1,127,851)	(276,618)	16,423,429

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Insight Equity Income Booster Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Insight Investment Management (Global) Limited
Fund Size:	£122.24m
Comparative Index:	FTSE All-Share TR
Sector:	The Investment Association UK Equity Income

Yield as at 30 June 2018:

B Shares (Accumulation)	7.43%
B Shares (Income)	7.63%
Institutional Shares W (Accumulation)	7.40%
Institutional Shares W (Income)	7.62%
Sterling Accumulation Shares	7.42%
Sterling Income Shares	7.64%

Key Dates: Fund Launch 9 February 2013

Investment Objective

To provide an enhanced level of income with potential for capital growth. The policy of the Sub-Fund is to invest primarily in UK listed equity and equity related securities.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
B Shares (Accumulation)	4.92%	21.94%	-2.70%
B Shares (Income)	4.92%	21.93%	-2.69%
Institutional Shares W (Accumulation)	5.05%	22.06%	-2.49%
Institutional Shares W (Income)	5.04%	22.08%	-2.48%
Sterling Accumulation Shares	4.36%	21.27%	-3.12%
Sterling Income Shares	4.36%	21.29%	-3.12%
FTSE All-Share TR	9.02%	18.12%	2.21%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sub-fund's Sterling income share class returned 4.36% against 9.02% for the FTSE All-Share Index TR.

The Sub-fund produced a positive return, while also generating an attractive level of income, but lagged the comparative index.

With a synchronised global economic recovery in place, and corporate earnings buoyant, markets are increasingly focusing on the prospect of higher interest rates, which has impacted lower risk dividend stocks despite a continued search for *yield*. Markets have continued to rise against a backdrop of heightened economic and political concerns such as increased protectionism (and the risk of a global trade war), ongoing Brexit talks and political upheaval in the *eurozone* (particularly in Italy).

The US economy continued to perform well. President Donald Trump's recent tax reforms, coupled with increased spending and deregulation, should all help to support the US economy. The US Federal Reserve has already increased interest rates twice in 2018 and is likely to continue this policy both this year and next.

Following the UK's decision to exit from the EU, which led to a marked depreciation in sterling, *inflation* has remained above the Bank of England's 2% target, which has led to expectations of another interest rate rise in August. However, *Gilt* prices remained relatively well supported, given a recent slight drop-off in the rate of *inflation*, as well as continuing uncertainty related to global trade developments and the UK's Brexit negotiations.

The European Central Bank maintained an accommodating *monetary policy* but has begun to scale back its monthly asset purchases, looking to end them by year-end.

Over the period, the largest positive contributors were *consumer goods*, industrials, financials and healthcare, while the main detractors were utilities, telecommunications, *basic materials* and consumer services. The Sub-fund's *option* strategy also detracted from performance over the year as market *volatility* remained subdued, and individual stock moves were more marked as the market moved from risk on to risk off, favouring cyclicals and then *defensives*. Being overweight consumer services helped the Sub-fund, as did being underweight *consumer goods* and healthcare, and not holding technology stocks. However, overweight utilities and telecommunications and underweight *basic materials* hurt the Sub-fund.

In terms of individual contributors, the Sub-fund benefited from its holdings in BP and Rio Tinto given the strong performance of resource stocks over the year. Ladbroke's Coral also performed well, as it was bid for by GVC Holdings. Not having a holding in household products company Reckitt Benckiser and being underweight British American Tobacco was beneficial as both stocks underperformed. In terms of individual detractors, not holding BHP Billiton or Anglo American weighed on performance, as did having a lack of exposure to Diageo, given the rally in its share price on strong fundamentals. Among consumer stocks, the Sub-fund's holdings in Dixons Carphone and Carnival both underperformed too.

Activity over the period focused on adding to a number of attractively priced holdings, across various sectors, with little in the way of sales. This was in keeping with the investment process that has a focus on high quality companies with attractive dividends that have potential to grow over the longer term.

The manager continues to favour large-cap stocks with sustainable dividend *yields* and remains positive regarding the depth, diversity and largely international nature of the companies that represent the UK equity market, especially those that constitute the Sub-fund's portfolio.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Lloyds Banking	Sky
GlaxoSmithKline	NEX
Royal Dutch Shell class 'B' shares	Rio Tinto
Imperial Brands	Schroders
Glencore	Ladbroke's Coral
ITV	Pearson
Dixons Carphone	BAE Systems
BP	RELX
AstraZeneca	BP
Standard Chartered	AstraZeneca

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	141.84	119.33	119.29
Return before operating charges*	8.97	23.84	1.36
Operating charges	(1.44)	(1.33)	(1.32)
Return after operating charges	7.53	22.51	0.04
Distributions	(11.10)	(10.14)	(8.65)
Retained distributions on accumulation shares	11.10	10.14	8.65
Closing net asset value per share	149.37	141.84	119.33
*After direct transaction costs of	(0.18)	(0.04)	(0.04)
Performance			
Return after charges	5.31%	18.86%	0.03%
Other information			
Closing net asset value (£)	161,255	31,611	19,562
Closing number of shares	107,954	22,286	16,393
Operating charges**	0.99%	1.00%	1.15%
Direct transaction costs*	0.13%	0.03%	0.03%
Prices			
Highest share price	152.87	145.67	124.10
Lowest share price	138.38	117.16	101.85

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	100.70	91.38	98.47
Return before operating charges*	6.15	17.81	0.88
Operating charges	(0.99)	(0.99)	(1.06)
Return after operating charges	5.16	16.82	(0.18)
Distributions	(7.58)	(7.50)	(6.91)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	98.28	100.70	91.38
*After direct transaction costs of	(0.13)	(0.03)	(0.03)
Performance			
Return after charges	5.12%	18.41%	(0.19%)
Other information			
Closing net asset value (£)	627,698	456,041	306,845
Closing number of shares	638,682	452,862	335,777
Operating charges**	0.99%	1.00%	1.15%
Direct transaction costs*	0.13%	0.03%	0.03%
Prices			
Highest share price	103.65	104.64	102.44
Lowest share price	93.33	89.72	80.58

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares W (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	269.30	226.28	225.73
Return before operating charges*	16.96	45.16	2.45
Operating charges	(2.32)	(2.14)	(1.90)
Return after operating charges	14.64	43.02	0.55
Distributions	(21.03)	(19.24)	(16.38)
Retained distributions on accumulation shares	21.03	19.24	16.38
Closing net asset value per share	283.94	269.30	226.28
*After direct transaction costs of	(0.35)	(0.07)	(0.07)
Performance			
Return after charges	5.44%	19.01%	0.24%
Other information			
Closing net asset value (£)	6,461,684	6,673,525	7,279,503
Closing number of shares	2,275,748	2,478,125	3,217,058
Operating charges**	0.84%	0.85%	0.87%
Direct transaction costs*	0.13%	0.03%	0.03%
Prices			
Highest share price	290.55	276.54	234.86
Lowest share price	262.96	222.16	193.05

Institutional Shares W (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	139.04	126.02	135.49
Return before operating charges*	8.46	24.52	1.14
Operating charges	(1.16)	(1.16)	(1.10)
Return after operating charges	7.30	23.36	0.04
Distributions	(10.47)	(10.34)	(9.51)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	135.87	139.04	126.02
*After direct transaction costs of	(0.17)	(0.04)	(0.04)
Performance			
Return after charges	5.25%	18.54%	0.03%
Other information			
Closing net asset value (£)	71,849,037	49,578,666	41,610,762
Closing number of shares	52,882,472	35,657,815	33,017,879
Operating charges**	0.84%	0.85%	0.87%
Direct transaction costs*	0.13%	0.03%	0.03%
Prices			
Highest share price	143.20	144.46	140.98
Lowest share price	128.97	123.73	111.05

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	254.13	214.94	215.83
Return before operating charges*	16.37	43.18	2.62
Operating charges	(4.31)	(3.99)	(3.51)
Return after operating charges	12.06	39.19	(0.89)
Distributions	(19.77)	(18.21)	(15.61)
Retained distributions on accumulation shares	19.77	18.21	15.61
Closing net asset value per share	266.19	254.13	214.94
*After direct transaction costs of	(0.33)	(0.06)	(0.07)
Performance			
Return after charges	4.75%	18.23%	(0.41%)
Other information			
Closing net asset value (£)	9,026,746	9,639,764	8,925,340
Closing number of shares	3,391,145	3,793,218	4,152,485
Operating charges**	1.66%	1.67%	1.69%
Direct transaction costs*	0.13%	0.03%	0.03%
Prices			
Highest share price	272.58	261.10	224.48
Lowest share price	246.96	211.01	183.82

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	132.07	120.49	130.40
Return before operating charges*	8.22	23.60	1.27
Operating charges	(2.17)	(2.16)	(2.05)
Return after operating charges	6.05	21.44	(0.78)
Distributions	(9.91)	(9.86)	(9.13)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	128.21	132.07	120.49
*After direct transaction costs of	(0.16)	(0.03)	(0.04)
Performance			
Return after charges	4.58%	17.79%	(0.60%)
Other information			
Closing net asset value (£)	34,113,654	26,806,801	25,412,267
Closing number of shares	26,608,359	20,297,981	21,091,138
Operating charges**	1.66%	1.67%	1.69%
Direct transaction costs*	0.13%	0.03%	0.03%
Prices			
Highest share price	135.53	137.29	135.63
Lowest share price	121.89	118.28	106.44

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Aerospace & Defence 4.47% (5.16%)			
BAE Systems	445,000	2,877,370	2.35
Rolls Royce 'C' pref.	18,815,000	18,815	0.02
Rolls-Royce	260,000	2,569,320	2.10
Banks 11.38% (11.21%)			
Barclays	1,500,000	2,834,700	2.32
HSBC	700,000	4,974,900	4.07
Lloyds Banking	4,200,000	2,646,840	2.16
Royal Bank of Scotland	700,000	1,792,000	1.47
Standard Chartered	240,000	1,662,240	1.36
Construction & Materials 2.05% (0.00%)			
Ferguson	40,736	2,504,857	2.05
Financial Services 6.02% (7.24%)			
3i	150,000	1,350,900	1.11
IMI	160,000	1,809,600	1.48
Intermediate Capital	114,285	1,258,278	1.03
NEX	60,000	616,800	0.50
Schroders	53,000	1,673,740	1.37
TP ICAP	155,000	652,240	0.53
Fixed Line Telecommunications 1.46% (1.71%)			
BT	820,000	1,785,550	1.46
Food & Drug Retailers 1.71% (1.63%)			
Wm Morrison Supermarkets	830,000	2,091,600	1.71
Gas, Water & Multiutilities 4.77% (4.95%)			
Centrica	1,200,000	1,891,800	1.55
National Grid	240,000	2,012,160	1.65
Pennon	100,000	794,400	0.65
Severn Trent	30,000	593,850	0.48
United Utilities	70,000	534,240	0.44
General Industrials 1.53% (1.73%)			
DS Smith	360,000	1,875,600	1.53
General Retailers 2.07% (1.16%)			
Dixons Carphone	880,000	1,642,080	1.34
Marks & Spencer	300,000	885,300	0.73
Industrial Transportation 0.83% (0.90%)			
Royal Mail	200,000	1,010,800	0.83
Life Insurance 7.33% (8.04%)			
Aviva	530,000	2,670,140	2.19
Legal & General	930,000	2,472,870	2.02
Prudential	220,000	3,815,900	3.12
Media 6.15% (6.35%)			
ITV	1,340,000	2,331,600	1.91
Pearson	190,000	1,681,500	1.37
RELX	135,000	2,190,375	1.79
Sky	90,000	1,315,350	1.08
Mining 6.67% (5.65%)			
Glencore	790,000	2,859,800	2.34
Lonmin	2,079	873	0.00
Rio Tinto	126,000	5,292,630	4.33
Mobile Telecommunications 2.41% (3.39%)			
Vodafone	1,600,000	2,940,800	2.41
Non-Life Insurance 0.50% (0.59%)			
RSA Insurance	90,000	611,100	0.50

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Oil & Gas Producers 14.49% (12.45%)			
BP	1,210,000	6,997,430	5.72
Royal Dutch Shell class 'A' shares	160,000	4,206,400	3.44
Royal Dutch Shell class 'B' shares	240,000	6,512,400	5.33
Pharmaceuticals & Biotechnology 7.48% (7.22%)			
AstraZeneca	97,000	5,095,410	4.17
GlaxoSmithKline	265,000	4,053,970	3.31
Real Estate Investment Trusts 2.35% (1.90%)			
British Land	200,000	1,344,000	1.10
Segro	228,000	1,525,776	1.25
Support Services 1.24% (3.49%)			
Electrocomponents	200,000	1,515,200	1.24
Tobacco 4.17% (5.40%)			
British American Tobacco	52,000	1,991,340	1.63
Imperial Brands	110,000	3,103,100	2.54
Travel & Leisure 9.21% (9.08%)			
Carnival	45,000	1,956,150	1.60
Compass	195,000	3,156,075	2.58
GVC (Contingent Value Rights)	1,020,000	—	0.00
GVC	170,000	1,786,700	1.46
InterContinental Hotels	46,000	2,171,200	1.78
International Consolidated Airlines	330,000	2,190,540	1.79
Portfolio of investments		120,148,609	98.29
Net current assets		2,091,465	1.71
Total Net Assets		122,240,074	100.00

Total unapproved and unquoted securities

0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in Options category, which at 30 June 2017, represented -0.33% of the Total Net Assets of the Sub-fund.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital (losses)/gains	3		(1,654,240)		9,169,165
Revenue	4	9,233,540		7,611,725	
Expenses	5	(1,216,274)		(1,027,917)	
Interest payable and similar charges	7	(671)		—	
Net revenue before taxation		8,016,595		6,583,808	
Taxation	6	(786,076)		(595,733)	
Net revenue after taxation			7,230,519		5,988,075
Total return before distributions			5,576,279		15,157,240
Distributions	8		(8,203,553)		(6,810,408)
Change in net assets attributable to Shareholders from investment activities			(2,627,274)		8,346,832

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets Shareholders to unitholders			93,186,408	83,554,255
Amounts received on issue of shares	40,645,284		11,455,224	
Amounts paid on cancellation of shares	(10,284,095)		(11,402,706)	
			30,361,189	52,518
Dilution adjustment			108,865	18
Change in net assets attributable to Shareholders from investment activities (see above)			(2,627,274)	8,346,832
Retained distributions on accumulation shares			1,209,261	1,230,542
Unclaimed distributions			1,625	2,243
Closing net assets attributable to Shareholders			122,240,074	93,186,408

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			120,148,609		92,491,640
Current assets					
Debtors	10	1,723,738		641,947	
Cash and bank balances	11	2,966,019		1,870,139	
Total other assets			4,689,757		2,512,086
Total assets			124,838,366		95,003,726
LIABILITIES					
Investment liabilities					
			—		(307,092)
Creditors					
Distribution payable	12	(1,092,465)		(827,846)	
Other creditors	12	(1,505,827)		(682,380)	
Total other liabilities			(2,598,292)		(1,510,226)
Total liabilities			(2,598,292)		(1,817,318)
Net assets attributable to Shareholders			122,240,074		93,186,408

*Gross of investment liabilities.

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Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 June 2018

Group 2: Shares purchased 1 June 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.5692	—	1.5692	1.5077
Group 2	0.1329	1.4363	1.5692	1.5077
B Shares (Income)				
Group 1	1.0109	—	1.0109	1.0850
Group 2	0.0000	1.0109	1.0109	1.0850
Institutional Shares W (Accumulation)				
Group 1	2.9243	—	2.9243	2.8645
Group 2	0.2907	2.6336	2.9243	2.8645
Institutional Shares W (Income)				
Group 1	1.3934	—	1.3934	1.4986
Group 2	0.4475	0.9459	1.3934	1.4986
Sterling Accumulation Shares				
Group 1	2.7306	—	2.7306	2.7005
Group 2	0.3782	2.3524	2.7306	2.7005
Sterling Income Shares				
Group 1	1.3122	—	1.3122	1.4216
Group 2	0.0820	1.2302	1.3122	1.4216

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 May 2018

Group 2: Shares purchased 1 May 2018 to 31 May 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/05/2017
B Shares (Accumulation)				
Group 1	0.8899	—	0.8899	0.8361
Group 2	0.8899	0.0000	0.8899	0.8361
B Shares (Income)				
Group 1	0.5950	—	0.5950	0.6035
Group 2	—	0.5950	0.5950	0.6035
Institutional Shares W (Accumulation)				
Group 1	1.6911	—	1.6911	1.5871
Group 2	0.5092	1.1819	1.6911	1.5871
Institutional Shares W (Income)				
Group 1	0.8224	—	0.8224	0.8331
Group 2	—	0.8224	0.8224	0.8331
Sterling Accumulation Shares				
Group 1	1.5871	—	1.5871	1.4993
Group 2	0.3786	1.2085	1.5871	1.4993
Sterling Income Shares				
Group 1	0.7769	—	0.7769	0.7921
Group 2	0.3943	0.3826	0.7769	0.7921

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 April 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/04/2017
B Shares (Accumulation)				
Group 1	0.8404	—	0.8404	0.8349
Group 2	0.6704	0.1700	0.8404	0.8349
B Shares (Income)				
Group 1	0.5652	—	0.5652	0.6062
Group 2	—	0.5652	0.5652	0.6062
Institutional Shares W (Accumulation)				
Group 1	1.5971	—	1.5971	1.5847
Group 2	1.5865	0.0106	1.5971	1.5847
Institutional Shares W (Income)				
Group 1	0.7811	—	0.7811	0.8368
Group 2	0.5239	0.2572	0.7811	0.8368
Sterling Accumulation Shares				
Group 1	1.4996	—	1.4996	1.4978
Group 2	1.0157	0.4839	1.4996	1.4978
Sterling Income Shares				
Group 1	0.7382	—	0.7382	0.7961
Group 2	0.5628	0.1754	0.7382	0.7961

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 March 2018

Group 2: Shares purchased 1 March 2018 to 31 March 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	0.8561	—	0.8561	0.8315
Group 2	0.8561	0.0000	0.8561	0.8315
B Shares (Income)				
Group 1	0.5792	—	0.5792	0.6074
Group 2	0.4567	0.1225	0.5792	0.6074
Institutional Shares W (Accumulation)				
Group 1	1.6266	—	1.6266	1.5780
Group 2	1.6266	0.0000	1.6266	1.5780
Institutional Shares W (Income)				
Group 1	0.8004	—	0.8004	0.8383
Group 2	0.8004	0.0000	0.8004	0.8383
Sterling Accumulation Shares				
Group 1	1.5283	—	1.5283	1.4924
Group 2	1.5283	0.0000	1.5283	1.4924
Sterling Income Shares				
Group 1	0.7569	—	0.7569	0.7980
Group 2	0.7569	0.0000	0.7569	0.7980

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 February 2018

Group 2: Shares purchased 1 February 2018 to 28 February 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 28/02/2017
B Shares (Accumulation)				
Group 1	0.8826	—	0.8826	0.8026
Group 2	0.8826	0.0000	0.8826	0.8026
B Shares (Income)				
Group 1	0.6009	—	0.6009	0.5897
Group 2	0.6009	0.0000	0.6009	0.5897
Institutional Shares W (Accumulation)				
Group 1	1.6769	—	1.6769	1.5230
Group 2	1.6769	0.0000	1.6769	1.5230
Institutional Shares W (Income)				
Group 1	0.8302	—	0.8302	0.8138
Group 2	0.8302	0.0000	0.8302	0.8138
Sterling Accumulation Shares				
Group 1	1.5763	—	1.5763	1.4410
Group 2	1.5763	0.0000	1.5763	1.4410
Sterling Income Shares				
Group 1	0.7855	—	0.7855	0.7750
Group 2	0.7855	0.0000	0.7855	0.7750

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/01/2017
B Shares (Accumulation)				
Group 1	0.8956	—	0.8956	0.8095
Group 2	0.8956	0.0000	0.8956	0.8095
B Shares (Income)				
Group 1	0.6135	—	0.6135	0.5984
Group 2	0.6135	0.0000	0.6135	0.5984
Institutional Shares W (Accumulation)				
Group 1	1.7014	—	1.7014	1.5359
Group 2	1.7014	0.0000	1.7014	1.5359
Institutional Shares W (Income)				
Group 1	0.8476	—	0.8476	0.8257
Group 2	0.8476	0.0000	0.8476	0.8257
Sterling Accumulation Shares				
Group 1	1.6002	—	1.6002	1.4541
Group 2	1.6002	0.0000	1.6002	1.4541
Sterling Income Shares				
Group 1	0.8023	—	0.8023	0.7868
Group 2	0.8023	0.0000	0.8023	0.7868

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 December 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.8575	—	0.8575	0.7564
Group 2	0.7834	0.0741	0.8575	0.7564
B Shares (Income)				
Group 1	0.5908	—	0.5908	0.5623
Group 2	0.5908	0.0000	0.5908	0.5623
Institutional Shares W (Accumulation)				
Group 1	1.6288	—	1.6288	1.4350
Group 2	1.6288	0.0000	1.6288	1.4350
Institutional Shares W (Income)				
Group 1	0.8161	—	0.8161	0.7758
Group 2	0.8161	0.0000	0.8161	0.7758
Sterling Accumulation Shares				
Group 1	1.5328	—	1.5328	1.3593
Group 2	1.5328	0.0000	1.5328	1.3593
Sterling Income Shares				
Group 1	0.7730	—	0.7730	0.7397
Group 2	0.7730	0.0000	0.7730	0.7397

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 November 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/11/2016
B Shares (Accumulation)				
Group 1	0.8743	—	0.8743	0.7681
Group 2	0.4706	0.4037	0.8743	0.7681
B Shares (Income)				
Group 1	0.6060	—	0.6060	0.5745
Group 2	0.2767	0.3293	0.6060	0.5745
Institutional Shares W (Accumulation)				
Group 1	1.6605	—	1.6605	1.4571
Group 2	1.4611	0.1994	1.6605	1.4571
Institutional Shares W (Income)				
Group 1	0.8371	—	0.8371	0.7925
Group 2	0.7968	0.0403	0.8371	0.7925
Sterling Accumulation Shares				
Group 1	1.5635	—	1.5635	1.3810
Group 2	1.1309	0.4326	1.5635	1.3810
Sterling Income Shares				
Group 1	0.7933	—	0.7933	0.7561
Group 2	0.6622	0.1311	0.7933	0.7561

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/10/2016
B Shares (Accumulation)				
Group 1	0.8602	—	0.8602	0.7710
Group 2	0.6045	0.2557	0.8602	0.7710
B Shares (Income)				
Group 1	0.5998	—	0.5998	0.5801
Group 2	0.3136	0.2862	0.5998	0.5801
Institutional Shares W (Accumulation)				
Group 1	1.6337	—	1.6337	1.4624
Group 2	1.5804	0.0533	1.6337	1.4624
Institutional Shares W (Income)				
Group 1	0.8285	—	0.8285	0.8003
Group 2	0.6775	0.1510	0.8285	0.8003
Sterling Accumulation Shares				
Group 1	1.5391	—	1.5391	1.3868
Group 2	1.5157	0.0234	1.5391	1.3868
Sterling Income Shares				
Group 1	0.7856	—	0.7856	0.7638
Group 2	0.7735	0.0121	0.7856	0.7638

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 September 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	0.8595	—	0.8595	0.7574
Group 2	0.3782	0.4813	0.8595	0.7574
B Shares (Income)				
Group 1	0.6030	—	0.6030	0.5733
Group 2	0.2124	0.3906	0.6030	0.5733
Institutional Shares W (Accumulation)				
Group 1	1.6322	—	1.6322	1.4364
Group 2	1.0382	0.5940	1.6322	1.4364
Institutional Shares W (Income)				
Group 1	0.8327	—	0.8327	0.7907
Group 2	0.4795	0.3532	0.8327	0.7907
Sterling Accumulation Shares				
Group 1	1.5385	—	1.5385	1.3629
Group 2	0.9654	0.5731	1.5385	1.3629
Sterling Income Shares				
Group 1	0.7900	—	0.7900	0.7551
Group 2	0.3164	0.4736	0.7900	0.7551

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 August 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/08/2016
B Shares (Accumulation)				
Group 1	0.8596	—	0.8596	0.7419
Group 2	0.3092	0.5504	0.8596	0.7419
B Shares (Income)				
Group 1	0.6066	—	0.6066	0.5648
Group 2	—	0.6066	0.6066	0.5648
Institutional Shares W (Accumulation)				
Group 1	1.6321	—	1.6321	1.4070
Group 2	0.5370	1.0951	1.6321	1.4070
Institutional Shares W (Income)				
Group 1	0.8377	—	0.8377	0.7790
Group 2	0.2942	0.5435	0.8377	0.7790
Sterling Accumulation Shares				
Group 1	1.5393	—	1.5393	1.3357
Group 2	1.2369	0.3024	1.5393	1.3357
Sterling Income Shares				
Group 1	0.7952	—	0.7952	0.7444
Group 2	0.0006	0.7946	0.7952	0.7444

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 July 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/07/2016
B Shares (Accumulation)				
Group 1	0.8540	—	0.8540	0.7195
Group 2	0.4965	0.3575	0.8540	0.7195
B Shares (Income)				
Group 1	0.6069	—	0.6069	0.5510
Group 2	0.3297	0.2772	0.6069	0.5510
Institutional Shares W (Accumulation)				
Group 1	1.6214	—	1.6214	1.3643
Group 2	1.2646	0.3568	1.6214	1.3643
Institutional Shares W (Income)				
Group 1	0.8380	—	0.8380	0.7598
Group 2	0.5801	0.2579	0.8380	0.7598
Sterling Accumulation Shares				
Group 1	1.5300	—	1.5300	1.2959
Group 2	1.0896	0.4404	1.5300	1.2959
Sterling Income Shares				
Group 1	0.7959	—	0.7959	0.7264
Group 2	0.6025	0.1934	0.7959	0.7264
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			51.41	48.59
Interim distributions for 31 May 2018			59.23	40.77
Interim distributions for 30 April 2018			57.57	42.43
Interim distributions for 31 March 2018			41.65	58.35
Interim distributions for 28 February 2018			100.00	0.00
Interim distributions for 31 January 2018			100.00	0.00
Interim distributions for 31 December 2017			0.00	100.00
Interim distributions for 30 November 2017			76.46	23.54
Interim distributions for 31 October 2017			54.46	45.54
Interim distributions for 30 September 2017			39.09	60.91
Interim distributions for 31 August 2017			100.00	0.00
Interim distributions for 31 July 2017			11.85	88.15

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	2,015,799	10,000,818
Losses on derivative contracts	(3,646,340)	(798,074)
Currency exchange gains/(losses)	2,052	(3,011)
Activity charges	(25,751)	(30,568)
Net capital (losses)/gains	(1,654,240)	9,169,165

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	739	—
Overseas dividends	400,545	349,495
Property income distribution	77,766	47,832
Returns on derivatives	4,872,725	3,751,853
Stock lending	19,661	42,300
UK dividends	3,862,104	3,420,245
Total revenue	9,233,540	7,611,725

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	1,116,627	941,565
Administration fees	65,478	55,219
Safe custody charges	3,133	2,048
	1,185,238	998,832
Other expenses		
Audit fee†	10,008	9,668
Depositary's fees	20,673	19,741
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	31,036	29,085
Total expenses	1,216,274	1,027,917

†The Audit fee net of VAT for 2018 is £8,500 (30/06/17: £8,100).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Corporation tax	750,800	562,803
Overseas tax withheld	35,276	32,930
Total tax charge (see Note 6b)	786,076	595,733

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	8,016,595	6,583,808
Corporation tax @ 20%	1,603,319	1,316,762
Effects of:		
Dividends not subject to corporation tax	(852,519)	(753,959)
Overseas tax withheld	35,276	32,930
Total tax charge (see Note 6a)	786,076	595,733

c) Deferred tax

No deferred tax asset has been recognised in the accounts. The Sub-fund has no excess management expenses (30/06/17: £nil).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	671	—
Total interest	671	—

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 31 July	567,767	497,372
Interim Dividend distribution 31 August	604,022	506,982
Interim Dividend distribution 30 September	608,128	517,007
Interim Dividend distribution 31 October	614,529	525,133
Interim Dividend distribution 30 November	627,785	521,926
Interim Dividend distribution 31 December	620,640	510,604
Interim Dividend distribution 31 January	655,269	542,001
Interim Dividend distribution 28 February	661,337	533,547
Interim Dividend distribution 31 March	656,124	551,396
Interim Dividend distribution 30 April	681,601	558,982
Interim Dividend distribution 31 May	706,643	559,088
Final Dividend distribution 30 June	1,253,309	1,001,583
	8,257,154	6,825,621
Amounts added on issue of shares	(78,784)	(44,536)
Amounts deducted on cancellation of shares	25,183	29,323
Net distributions for the year	8,203,553	6,810,408

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	7,230,519	5,988,075
Capitalised fees less tax relief paid from capital	973,019	822,333
Equalisation on conversions	15	—
	8,203,553	6,810,408

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	544,552	539,612
Amount receivable for issue of shares	1,165,545	94,224
Overseas tax recoverable	13,641	8,111
Total debtors	1,723,738	641,947

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	2,966,019	1,870,139
	2,966,019	1,870,139

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	1,092,465	827,846
	1,092,465	827,846
b) Other creditors		
Accrued expenses	126,608	114,529
Amount payable for cancellation of shares	6,948	25,240
Corporation tax payable	457,802	450,482
Purchases awaiting settlement	914,469	92,129
Total other creditors	1,505,827	682,380

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £1,041,863 (30/06/17: £36,025).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	120,148,609	92,184,548

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	6,007,430	(6,007,430)	4,624,582	(4,624,582)
Derivative securities	—	—	(15,355)	15,355
Net capital impact	6,007,430	(6,007,430)	4,609,227	(4,609,227)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	120,148,609	—
	120,148,609	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	92,491,640	(307,092)
	92,491,640	(307,092)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund enters into derivative transactions in the form of forward foreign currency contracts and options. The purpose of these financial instruments is efficient portfolio management. Forward currency contracts may be used to manage currency risk arising from holdings of overseas securities. Exchange traded and OTC derivatives (on an index or on single stocks) can be written to enhance the yield for investors. As such returns are taken to revenue.

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Counterparty credit risk

As at the balance sheet date there is no counterparty exposure for non exchange traded derivatives.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Eurozone	—	207,710	207,710	184,557
United States of America	—	142,291	142,291	63,790
Total	—	350,001	350,001	248,347

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value	Commissions		£000's	%
Purchases (excluding derivatives)	£000's	£000's		£000's	
Equity instruments (direct)	25,441	19	0.07	119	0.47
Total purchases	25,441	19		119	
Total purchases including transaction costs	25,579				
Sales (excluding derivatives)	Value	Commissions	%	Taxes	%
Equity instruments (direct)	£000's	£000's		£000's	
Equity instruments (direct)	4,697	1	0.02	—	—
Total sales	4,697	1		—	
Total sales net of transaction costs	4,696				
Total transaction costs		20		119	
Total transaction costs as a % of average net assets		0.02%		0.11%	

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	1,937	4	0.19	8	0.42
Total purchases	1,937	4		8	
Total purchases including transaction costs	1,949				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	6,889	12	0.17	—	—
Total sales	6,889	12		—	
Total sales net of transaction costs	6,877				

Total transaction costs **16** **8**

Total transaction costs as a % of average net assets **0.02%** **0.01%**

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

During the year the Sub-fund utilised derivative instruments including options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.04% (30/06/17: 0.06%).

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Equity Income Booster Fund

Notes to the Financial Statements

(continued)

17 Stock lending (continued)

As at 30 June 2018, £8,422,268 of investments were subject to stock lending agreements and £9,519,042 on behalf of the Sub-fund was held in collateral. The collateral is held 3.02% in debt securities and 96.98% in equity securities.

As at 30 June 2017, £2,203,227 of investments were subject to stock lending agreements and on behalf of the Sub-fund £2,450,551 was held in collateral. The collateral is held in equity securities.

The gross earnings and the fees for the year are £24,576 (30/06/17: £52,875) and £4,915 (30/06/17: £10,575) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Citigroup Global Markets Limited	480,911	539,578
Credit Suisse Securities (Europe) Limited	88,212	102,185
Deutsche Bank, AG	2,665,733	3,033,965
JP Morgan Securities, Plc.	1,478,189	1,649,089
Merrill Lynch International	217,773	235,038
UBS AG	3,491,450	3,959,187

18 Shareholder's funds

The Sub-fund currently has six share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Institutional Shares W (Accumulation)	0.75%	0.03%
Institutional Shares W (Income)	0.75%	0.03%
Sterling Accumulation Shares	1.50%	0.10%
Sterling Income Shares	1.50%	0.10%

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	22,286	17,586	(1,692)	69,774	107,954
B Shares (Income)	452,862	75,398	(6,220)	116,642	638,682
Institutional Shares W (Accumulation)	2,478,125	496,546	(754,109)	55,186	2,275,748
Institutional Shares W (Income)	35,657,815	19,220,502	(2,128,522)	132,677	52,882,472
Sterling Accumulation Shares	3,793,218	32,863	(322,093)	(112,843)	3,391,145
Sterling Income Shares	20,297,981	9,905,425	(3,394,265)	(200,782)	26,608,359

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Insight Global Absolute Return Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Insight Investment Management (Global) Limited
Fund Size:	£403.38m
Comparative Index:	LIBOR GBP 3 Month+4%
Sector:	The Investment Association Targeted Absolute Return

Yield as at 30 June 2018:

B Shares (Accumulation)	0.89%
B Shares (Income)	0.89%
Institutional Shares (Accumulation)	1.01%
Institutional W Shares (Accumulation)	1.11%
Institutional W Shares (Income)	1.11%
Sterling Accumulation Shares	0.35%
Sterling Income Shares	0.35%

Key Dates: Fund Launch 9 February 2013

Investment Objective

To deliver positive returns on an annual basis with the prospect of attractive long-term capital growth. The Sub-Fund aims to deliver cash (3 month GBP LIBOR) +4% on a rolling annualised 5 year basis before fees. However, a positive return is not guaranteed and a capital loss may occur.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	0.97%	5.57%	-1.85%
B Shares (Income)	0.96%	5.56%	-1.85%
Institutional Shares (Accumulation)	1.09%	5.69%	-1.80%
Institutional W Shares (Accumulation)	1.19%	5.80%	-1.73%
Institutional W Shares (Income)	1.18%	5.80%	-1.70%
Sterling Accumulation Shares	0.42%	5.01%	-2.00%
Sterling Income Shares	0.43%	5.01%	-2.03%
LIBOR GBP 3 Month+4%	4.51%	4.37%	4.59%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income Share Class of the Sub-fund returned 0.43% against 4.51% for the LIBOR GBP 3 Month+4%. In the second half of 2017 we experienced a goldilocks-scenario for *risk assets* (such as equities or *high yield* bonds). Synchronised global growth drove corporate earnings higher over the review period but *inflation* remained elusive, limiting the upward pressure on bond *yields*. This provided the perfect *macroeconomic* backdrop to support a low *volatility* regime. Against this positive economic environment, it was not a surprise that equity markets went up but the manner in which they did, with low *volatility*, was highly unusual.

This changed in the opening three months of 2018 when *volatility* spiked higher and markets started to adjust to a change in the outlook for global growth. The global economy is shifting from a regime in which growth is accelerating to one in which growth is moderating (albeit from elevated levels).

At the end of the period our broad equity exposures were running at around half the levels they were running through the latter part of 2017. In the first quarter of 2018 we switched our focus towards *total return* strategies to take advantage of heightened levels of *volatility* to avail ourselves of positions that might benefit should markets rebound or if they enter more of a *range-trading* environment. *Credit spreads* have widened in 2018 but still offer more limited upside versus equity. Within *real assets*, our largest exposure remains infrastructure investments providing long-term income streams with some *inflation* linkages through exposures to economic and social infrastructure (such as schools and hospitals), renewable energy and *aviation finance*.

Against this backdrop the largest positive contribution to the Sub-fund came from equity holdings. Positions in US and emerging market equities were the main driver but there were also notable positive returns from total return strategy positions designed to benefit from upside breakouts (a stock price moving outside a certain range or level) in US, emerging market and UK equities. Further positive contributions came from positions designed to benefit from sideways movements in a broad range of equity and credit markets and from dividend *futures*. The *real asset* section of the portfolio generated a positive return, largely a result of infrastructure holdings.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Sales

US Treasury 0.5% Bonds 15/1/2028	iShares \$ Corporate Bond UCITS ETF
iShares USD iBoxx High Yield Bond ETF	iShares USD High Yield Corporate Bond UCITS ETF
iShares \$ Corporate Bond UCITS ETF	iShares USD iBoxx High Yield Bond ETF
iShares MSCI Emerging Markets ETF	iShares Core Sterling Corporate Bond UCITS ETF
UBS CMCI Composite USD Exchange Traded Fund	iShares Markit iBoxx Euro Corporate Bond Fund
iShares Core Sterling Corporate Bond UCITS ETF	iShares MSCI Emerging Markets ETF
Royal Bank of Canada 0.81934105% Floating Rate Mortgage Backed Bonds 20/7/2018	iShares Euro High Yield Corporate Bond UCITS ETF
iShares Euro Corporate Bond	Toronto-Dominion Bank 0.94875% Floating Rate European Medium Term Notes 19/1/2018
US Treasury 1.375% Notes 15/2/2044	GE Capital UK Funding 1% Floating Rate European Medium Term Notes 16/1/2018
iShares USD High Yield Corporate Bond UCITS ETF	Westpac Securities 1.02338% European Medium Term Notes 3/10/2017

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	113.02	107.45	109.28
Return before operating charges*	2.81	6.74	(0.70)
Operating charges	(1.22)	(1.17)	(1.13)
Return after operating charges	1.59	5.57	(1.83)
Distributions	(1.02)	(1.24)	(1.25)
Retained distributions on accumulation shares	1.02	1.24	1.25
Closing net asset value per share	114.61	113.02	107.45
*After direct transaction costs of	(0.03)	(0.05)	(0.05)
Performance			
Return after charges	1.41%	5.18%	(1.67%)
Other information			
Closing net asset value (£)	513,021	381,762	108,374
Closing number of shares	447,640	337,787	100,857
Operating charges**	1.05%	1.06%	1.07%
Direct transaction costs*	0.03%	0.04%	0.05%
Prices			
Highest share price	120.03	114.63	110.32
Lowest share price	112.71	106.99	102.81

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	108.33	104.11	107.11
Return before operating charges*	2.70	6.53	(0.66)
Operating charges	(1.18)	(1.13)	(1.11)
Return after operating charges	1.52	5.40	(1.77)
Distributions	(0.98)	(1.18)	(1.23)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	108.87	108.33	104.11
*After direct transaction costs of	(0.03)	(0.05)	(0.05)
Performance			
Return after charges	1.41%	5.19%	(1.66%)
Other information			
Closing net asset value (£)	20,954	6,064	10,141
Closing number of shares	19,248	5,598	9,741
Operating charges**	1.06%	1.05%	1.07%
Direct transaction costs*	0.03%	0.04%	0.05%
Prices			
Highest share price	115.05	111.06	108.29
Lowest share price	107.93	103.65	100.79

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	113.76	108.03	109.81
Return before operating charges*	2.78	6.74	(0.80)
Operating charges	(1.05)	(1.01)	(0.98)
Return after operating charges	1.73	5.73	(1.78)
Distributions	(1.17)	(1.37)	(1.31)
Retained distributions on accumulation shares	1.17	1.37	1.31
Closing net asset value per share	115.49	113.76	108.03
*After direct transaction costs of	(0.03)	(0.05)	(0.05)
Performance			
Return after charges	1.52%	5.30%	(1.62%)
Other information			
Closing net asset value (£)	11,375,037	12,530,577	12,756,899
Closing number of shares	9,848,980	11,014,602	11,808,262
Operating charges**	0.90%	0.91%	0.92%
Direct transaction costs*	0.03%	0.04%	0.05%
Prices			
Highest share price	120.90	115.38	110.87
Lowest share price	113.46	107.61	103.34

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	114.06	108.21	109.92
Return before operating charges*	2.77	6.72	(0.87)
Operating charges	(0.91)	(0.87)	(0.84)
Return after operating charges	1.86	5.85	(1.71)
Distributions	(1.29)	(1.49)	(1.53)
Retained distributions on accumulation shares	1.29	1.49	1.53
Closing net asset value per share	115.92	114.06	108.21
*After direct transaction costs of	(0.03)	(0.05)	(0.05)
Performance			
Return after charges	1.63%	5.41%	(1.56%)
Other information			
Closing net asset value (£)	380,510,069	365,005,356	253,029,849
Closing number of shares	328,253,557	319,998,333	233,825,116
Operating charges**	0.78%	0.78%	0.79%
Direct transaction costs*	0.03%	0.04%	0.05%
Prices			
Highest share price	121.29	115.68	110.99
Lowest share price	113.76	107.83	103.47

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	108.32	104.10	107.12
Return before operating charges*	2.62	6.49	(0.82)
Operating charges	(0.87)	(0.84)	(0.82)
Return after operating charges	1.75	5.65	(1.64)
Distributions	(1.22)	(1.43)	(1.38)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	108.85	108.32	104.10
*After direct transaction costs of	(0.03)	(0.05)	(0.05)
Performance			
Return after charges	1.62%	5.43%	(1.53%)
Other information			
Closing net asset value (£)	433,174	885,268	893,363
Closing number of shares	397,940	817,287	858,147
Operating charges**	0.78%	0.78%	0.79%
Direct transaction costs*	0.03%	0.04%	0.05%
Prices			
Highest share price	115.18	111.31	108.31
Lowest share price	107.92	103.75	100.86

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	110.67	105.78	107.74
Return before operating charges*	2.71	6.77	(0.14)
Operating charges	(1.76)	(1.88)	(1.82)
Return after operating charges	0.95	4.89	(1.96)
Distributions	(0.39)	(0.63)	(1.07)
Retained distributions on accumulation shares	0.39	0.63	1.07
Closing net asset value per share	111.62	110.67	105.78
*After direct transaction costs of	(0.03)	(0.05)	(0.05)
Performance			
Return after charges	0.86%	4.62%	(1.82%)
Other information			
Closing net asset value (£)	10,461,087	11,619,277	13,131,860
Closing number of shares	9,372,400	10,499,132	12,413,904
Operating charges**	1.55%	1.73%	1.74%
Direct transaction costs*	0.03%	0.04%	0.05%
Prices			
Highest share price	117.16	112.26	108.71
Lowest share price	110.36	105.11	101.44

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Statistics

(continued)

Comparative tables (continued)

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Sterling Income Shares			
Change in net assets per share			
Opening net asset value per share	108.16	103.97	106.98
Return before operating charges*	2.84	6.66	(0.16)
Operating charges	(1.91)	(1.85)	(1.81)
Return after operating charges	0.93	4.81	(1.97)
Distributions	(0.38)	(0.62)	(1.04)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	108.71	108.16	103.97
*After direct transaction costs of	(0.03)	(0.05)	(0.05)
Performance			
Return after charges	0.86%	4.63%	(1.84%)
Other information			
Closing net asset value (£)	68,255	43,517	18,920
Closing number of shares	62,784	40,233	18,198
Operating charges**	1.72%	1.73%	1.74%
Direct transaction costs*	0.03%	0.04%	0.05%
Prices			
Highest share price	114.52	110.35	108.09
Lowest share price	107.75	103.33	100.70

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Overseas Government Bonds 9.83% (1.02%)			
Spain (Government) 1.5% Bonds 30/4/2027	EUR6,865,000	6,214,942	1.54
US Treasury 0.5% Bonds 15/1/2028	USD29,400,000	22,114,593	5.48
US Treasury 1.375% Notes 15/2/2044	USD9,360,000	8,506,470	2.11
US Treasury 2.125% Notes 15/2/2040	USD2,543,700	2,807,212	0.70
UK Government Bonds 1.10% (3.22%)			
Treasury 3.25% Stock 22/1/2044	£3,393,452	4,428,709	1.10
Sterling Denominated Corporate Bonds 9.10% (13.85%)			
BNZ International Funding 0.93881% Floating Rate Bonds 12/1/2020	£5,000,000	5,016,000	1.24
Canadian Imperial Bank of Commerce 0.56244% Floating Rate European Medium Term Notes 12/12/2018	£5,000,000	4,999,100	1.24
Commonwealth Bank of Australia 1.27938% Floating Rate European Medium Term Notes 26/10/2018	£2,000,000	2,004,180	0.50
European Investment Bank 0.59838% Floating Rate European Medium Term Notes 21/5/2021	£2,000,000	2,011,840	0.50
European Investment Bank 0.8105% Floating Rate European Medium Term Notes 17/2/2020	£2,000,000	2,009,580	0.50
Hawksmoor Mortgages 2016-1 2.89627% Floating Rate Mortgage Backed Bonds 25/5/2053	£800,000	810,792	0.20
Residential Mortgage Securities 28 2.28869% Floating Rate Mortgage Backed Bonds 15/6/2046	£200,000	202,697	0.05
Residential Mortgage Securities 30 2.56563% Floating Rate Mortgage Backed Bonds 20/3/2050	£309,000	312,385	0.08
Ribbon Finance 2018 2.50662% Floating Rate Mortgage Backed Bonds 20/4/2028	£258,000	258,000	0.06
Ripon Mortgages 2.17237% Floating Rate Mortgage Backed Notes 21/8/2056	£850,000	858,547	0.21
Royal Bank of Canada 0.81934105% Floating Rate Mortgage Backed Bonds 20/7/2018	£8,000,000	8,000,240	1.98
Royal Bank of Canada 0.6868789% Floating Rate Mortgage Backed Bonds 16/8/2018	£2,000,000	1,999,880	0.50
Stanlington 3.47919095% Floating Rate Asset Backed Bonds 12/6/2046	£100,000	99,992	0.03
Swedbank 0.81163% Floating Rate Bonds 2/12/2019	£5,000,000	5,014,300	1.24
Taurus 2017-2 UK DAC 2.36095% Floating Rate Mortgage Backed Bonds 17/11/2027	£131,000	130,999	0.03
Taurus 2017-2 UK DAC 3.01095% Floating Rate Mortgage Backed Bonds 17/11/2027	£112,000	111,998	0.03
Together Asset Backed Securitisation 1 2.52244% Floating Rate Mortgage Backed Bonds 12/3/2049	£270,000	273,779	0.07
Towd Point Mortgage 1 2.35588% Floating Rate Mortgage Backed Bonds 20/2/2054	£795,000	800,171	0.20
Towd Point Mortgage Funding 2016-Granite 1 3.7543389% Floating Rate Mortgage Backed Bonds 20/7/2046	£500,000	494,583	0.12
Tower Bridge Funding No.1 2.68423% Floating Rate Mortgage Backed Bonds 20/3/2056	£500,000	500,508	0.12
Warwick Finance Residential 2.13438% Floating Rate Mortgage Backed Notes 21/9/2049	£300,000	301,102	0.07
Warwick Finance Residential Mortgages No Two 2.28606% Floating Rate Mortgage Backed Bonds 21/9/2049	£500,000	503,421	0.13
Non-Sterling Denominated Corporate Bonds 0.56% (0.00%)			
Dutch Property Finance Floating Rate Mortgage Backed Bonds 28/1/2048	EUR327,000	293,471	0.07
European Residential Loan 0.628% Floating Rate Mortgage Backed Notes 24/7/2054	EUR592,472	522,256	0.13
European Residential Loan 1.127% Floating Rate Mortgage Backed Notes 24/11/2057	EUR800,000	706,542	0.18
Grand Canal Securities 0.653% Floating Rate Asset Backed Bonds 24/12/2058	EUR516,046	456,604	0.11
Pietra Nera Uno Srl 1.75% Floating Rate Mortgage Backed Bonds 22/5/2030	EUR300,000	266,045	0.07
Certificates of Deposit 11.90% (11.01%)			
Bank of America 0.91% Certificate of Deposit 8/10/2018	£11,000,000	11,006,609	2.73
Mitsubishi UFJ Trust & Banking 0% 24/9/2018	£8,000,000	7,986,750	1.98
Mizuho Bank 0% Certificate of Deposit 5/9/2018	£5,000,000	4,994,306	1.24
Nordea Bank 0.62% Certificate of Deposit 5/7/2018	£16,000,000	16,000,579	3.97
Sumitomo Mitsui Banking 0.66% Certificate of Deposit 11/9/2018	£8,000,000	7,999,847	1.98

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Commercial Paper 3.71% (4.61%)			
DNB Bank 0% Commercial Paper 17/9/2018	£5,000,000	4,993,543	1.23
Paccar Financial Europe 0% Commercial Paper 31/7/18	£10,000,000	9,995,942	2.48
Collective Investment Schemes 6.67% (6.63%)			
BNY Mellon Absolute Return Bond Fund†	93,237	9,217,019	2.28
BNY Mellon Emerging Markets Corporate Debt Fund†	37,654	4,276,955	1.06
Insight Global ex-UK Bond Fund S Accumulation†	6,676	8,546,884	2.12
Insight Discretionary UK Corporate All Maturities Bond Fund†	2,212,219	4,874,403	1.21
Equities 9.26% (9.95%)			
3i Infrastructure	2,053,112	4,590,759	1.14
Amedeo Air Four Plus	3,018,072	3,229,337	0.80
Doric Nimrod Air One	1,299,137	1,286,146	0.32
Doric Nimrod Air Two (Private Placing)	1,536,535	3,134,531	0.78
Duet Real Estate Finance	2,268,835	11,798	0.00
GCP Infrastructure Investments Fund	3,605,437	4,312,103	1.07
Greencoat UK Wind	2,892,953	3,616,191	0.90
HICL Infrastructure	2,383,371	3,439,204	0.85
International Public Partnership	2,732,063	3,912,314	0.97
John Laing Infrastructure Fund	3,538,194	4,182,145	1.04
NB Distressed Debt Investment Fund	3,638,736	2,666,523	0.66
Renewables Infrastructure	2,693,900	2,957,902	0.73
Exchange Traded Funds 24.23% (28.40%)			
iShares \$ Corporate Bond UCITS ETF	157,860	13,125,008	3.25
iShares Barclays Emerging Markets Local Government Bonds	199,649	9,156,408	2.27
iShares Core Sterling Corporate Bond UCITS ETF	52,781	7,465,872	1.85
iShares Euro High Yield Corporate Bond UCITS ETF	88,561	8,137,509	2.02
iShares JP Morgan \$ Emerging Markets Bond UCITS ETF USD	234,776	18,735,845	4.64
iShares Markit iBoxx Euro Corporate Bond Fund	107,333	12,743,510	3.16
iShares USD High Yield Bond UCITS ETF USD Dist	111,634	8,545,148	2.12
UBS CMCI Composite USD Exchange Traded Fund	390,232	19,847,816	4.92
Derivatives -2.16% (-0.29%)			
Credit Default Swaps 0.30% (0.21%)			
Euro 1% 20/6/2023 Credit Default Swap	4,430,000	(52,167)	(0.01)
Euro 5% 20/6/2023 Credit Default Swap	(4,430,000)	319,216	0.08
Euro 1% 20/6/2023 Credit Default Swap	7,370,000	(86,788)	(0.02)
Euro 5% 20/6/2023 Credit Default Swap	(7,370,000)	531,065	0.13
USD Index 120 1% 20/06/2023 Credit Default Swap	14,500,000	(170,299)	(0.04)
USD Index 520 5% 20/06/2023 Credit Default Swap	(14,500,000)	673,916	0.16
Futures -0.03% (0.22%)			
Bovespa Index Future Expires August 2018	233	(31,660)	(0.01)
Euro BUXL 30 Year Bond Future Expires September 2018	29	73,756	0.02
Euro Stoxx 50 Future Expires September 2018	24	(18,041)	0.00
Euro-BTP Future Expires September 2018	52	(11,497)	0.00
Euro-Bund Future Expires September 2018	251	335,185	0.08
Euro-Schatz Future Expires September 2018	(292)	(23,241)	(0.01)
FTSE 100 Index Future Expires September 2018	178	(63,188)	(0.01)
FTSE/JSE TOP 40 Future Expires September 2018	127	43,850	0.01
H-Shares Index Future Expires July 2018	63	(43,518)	(0.01)
Kospi2 Index Future Expires September 2018	69	(164,059)	(0.04)
Long Gilt Future Expires September 2018	51	90,780	0.02
MSCI Emerging Markets Futures Expires September 2018	(281)	39,899	0.01
NIKKEI 225 Future (CME) Expires September 2018	79	(94,452)	(0.02)
Russel 2000 E-Mini Index Futures Expires September 2018	88	(163,683)	(0.04)
S&P 500 EMINI Future Expires September 2018	308	(713,919)	(0.18)
SGX CNX NIFTY Future Expires July 2018	205	(25,729)	(0.01)
SPI 200 Future Expires September 2018	39	51,146	0.01
SX5E Dividend Future Expires December 2019	483	1,141,030	0.28
SX5E Dividend Future Expires December 2020	689	(179,005)	(0.04)
SX5E Dividend Future Expires December 2021	231	(101,123)	(0.02)

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Futures (continued)			
US 10 Year Note Future (CBT) Expires September 2018	140	118,479	0.03
US 10 Year Ultra Future Expires September 2018	(224)	(242,568)	(0.06)
US Ultra Bond Future (CBT) Expires September 2018	(40)	(153,617)	(0.04)
Options -0.97% (-0.37%)			
ESTX 50 July 2018 3150 (Put Options)	1,100	56,423	0.01
ESTX 50 September 2018 2850 (Put Options)	(1,650)	(151,758)	(0.04)
ESTX 50 October 2018 3450 (Call Options)	(418)	(280,577)	(0.07)
ESTX 50 October 2018 3450 (Put Options)	(418)	(527,883)	(0.13)
EUR-BD August 2018 160 (Call Options)	(144)	(359,124)	(0.09)
EUR-BD August 2018 160 (Put Options)	(144)	(34,384)	(0.01)
FTSE M September 2018 21500 (Call Options)	(183)	(344,314)	(0.09)
FTSE M September 2018 21500 (Put Options)	(183)	(325,702)	(0.08)
FTSE M December 2018 18500 (Put Options)	(104)	(87,835)	(0.02)
FTSE M December 2018 23000 (Call Options)	208	211,541	0.05
FTSE M December 2018 24500 (Call Options)	(208)	(55,185)	(0.01)
FTSE100 September 2018 7150 (Put Options)	(199)	(130,345)	(0.03)
FTSE100 September 2018 7925 (Call Options)	199	96,515	0.02
FTSE100 September 2018 8200 (Call Options)	(199)	(20,895)	(0.01)
FTSE100 December 2018 7200 (Put Options)	(400)	(634,000)	(0.16)
FTSE100 December 2018 7650 (Put Options)	200	629,000	0.16
Hang Seng September 2018 10400 (Put Options)	(135)	(177,255)	(0.04)
Hang Seng September 2018 13000 (Call Options)	135	8,472	0.00
Hang Seng September 2018 13800 (Call Options)	(135)	(652)	0.00
IBEX M December 2018 10300 (Call Options)	(1,238)	(113,864)	(0.03)
IBEX MI December 2018 8100 (Put Options)	(619)	(44,889)	(0.01)
IBEX MI December 2018 9800 (Call Options)	1,238	290,135	0.07
iShares September 2018 103 (Put Options)	(1,886)	(135,709)	(0.03)
iShares September 2018 110 (Call Options)	1,886	42,856	0.01
iShares September 2018 113 (Call Options)	(1,886)	(7,143)	0.00
iShares September 2018 43 (Put Options)	(3,831)	(385,929)	(0.10)
iShares September 2018 49 (Call Options)	3,831	26,116	0.01
iShares September 2018 51 (Call Options)	(3,831)	(14,509)	0.00
iShares January 2019 102 (Put Options)	(2,558)	(329,377)	(0.08)
iShares January 2019 109 (Put Options)	(1,226)	(61,288)	(0.02)
iShares January 2019 113 (Call Options)	2,558	38,750	0.01
iShares January 2019 122 (Call Options)	1,226	338,943	0.08
iShares January 2019 128 (Call Options)	(1,226)	(137,435)	(0.03)
MSCI WO September 2018 6100 (Call Options)	(332)	(235,374)	(0.06)
MSCI WO September 2018 6100 (Put Options)	(332)	(455,408)	(0.11)
NIKKEI August 2018 23250 (Put Options)	(27)	(193,863)	(0.05)
NIKKEI August 2018 24250 (Put Options)	13	174,237	0.04
NIKKEI September 2018 21250 (Put Options)	265	588,939	0.15
NIKKEI September 2018 21750 (Put Options)	(198)	(595,743)	(0.15)
NIKKEI September 2018 22750 (Put Options)	99	585,589	0.15
NIKKEI December 2018 19000 (Put Options)	(398)	(625,968)	(0.15)
NIKKEI December 2018 20000 (Put Options)	(116)	(285,563)	(0.07)
NIKKEI December 2018 23250 (Call Options)	116	345,055	0.09
NIKKEI December 2018 24000 (Call Options)	(116)	(194,341)	(0.05)
RUSSELL December 2018 1400 (Put Options)	(113)	(117,344)	(0.03)
RUSSELL December 2018 1460 (Put Options)	113	230,151	0.06
RUSSELL December 2018 1760 (Call Options)	(113)	(229,381)	(0.06)
S&P 500 July 2018 2575 (Put Options)	210	173,535	0.04
S&P 500 August 2018 2600 (Put Options)	(75)	(117,875)	(0.03)
S&P 500 August 2018 2775 (Call Options)	75	114,751	0.03
S&P 500 August 2018 2850 (Call Options)	(75)	(23,291)	(0.01)
S&P 500 September 2018 2325 (Put Options)	(315)	(276,766)	(0.07)
S&P 500 September 2018 2500 (Put Options)	(79)	(120,273)	(0.03)
S&P 500 September 2018 2650 (Put Options)	(104)	(370,233)	(0.09)
S&P 500 September 2018 2700 (Put Options)	(12)	(54,535)	(0.01)
S&P 500 September 2018 2825 (Call Options)	79	131,642	0.03
S&P 500 September 2018 2850 (Put Options)	52	504,738	0.13

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Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Options (continued)			
S&P 500 September 2018 2900 (Put Options)	6	74,618	0.02
S&P 500 September 2018 2925 (Call Options)	(79)	(14,959)	0
S&P 500 October 2018 2525 (Put Options)	(100)	(267,146)	(0.07)
S&P 500 October 2018 2550 (Put Options)	194	538,542	0.13
S&P 500 October 2018 2700 (Put Options)	50	287,067	0.07
S&P 500 November 2018 2530 (Put Options)	(100)	(338,572)	(0.08)
S&P 500 November 2018 2720 (Put Options)	50	333,270	0.08
S&P 500 December 2018 2325 (Put Options)	(291)	(586,298)	(0.15)
S&P/ASX September 2018 5800 (Put Options)	(900)	(236,723)	(0.06)
S&P/ASX September 2018 6050 (Put Options)	450	249,314	0.06
SMI December 2018 8000 (Put Options)	(237)	(265,021)	(0.07)
SMI December 2018 8900 (Call Options)	237	270,263	0.07
SMI December 2018 9200 (Call Options)	(237)	(114,794)	(0.03)
US Dollar Buy Call CAD @ 1.29 16/8/2018	(18,000,000)	(292,390)	(0.07)
US Dollar Buy Call JPY @ 112.5 25/7/2018	(19,000,000)	(19,625)	0.00
US Dollar Buy Call JPY @ 114.25 18/7/2018	(18,500,000)	(3,483)	0.00
US Dollar Sell Put CAD @ 1.29 16/8/2018	(18,000,000)	(52,960)	(0.01)
US Dollar Sell Put JPY @ 104.75 25/7/2018	(19,000,000)	(2,424)	0.00
US Dollar Sell Put JPY @ 106.75 25/7/2018	19,000,000	8,269	0.00
US Dollar Sell Put JPY @ 108 18/7/2018	(18,500,000)	(11,425)	0.00
US Dollar Sell Put JPY @ 109.75 18/7/2018	18,500,000	44,848	0.01
US LG August 2018 139 (Put Options)	(336)	(35,789)	(0.01)
US LG August 2018 145 (Call Options)	336	381,746	0.09
US LG August 2018 147 (Call Options)	(336)	(182,920)	(0.04)
EUR Forward Foreign Currency Contracts -0.03% (-0.36%)			
Forward Foreign Currency Contracts 27/7/18	EUR(61,500,000)	(54,423,918)	(13.49)
Forward Foreign Currency Contracts 27/7/18	£54,320,933	54,320,933	13.46
USD Forward Foreign Currency Contracts -1.15% (0.15%)			
Forward Foreign Currency Contracts 27/7/18	USD(182,000,000)	(137,698,779)	(34.13)
Forward Foreign Currency Contracts 27/7/18	£133,022,460	133,022,460	32.98
Forward Foreign Currency Contracts 27/7/18	USD(2,600,000)	(1,967,125)	(0.49)
Forward Foreign Currency Contracts 27/7/18	£1,904,393	1,904,393	0.47
Forward Foreign Currency Contracts 27/7/18	USD6,100,000	4,615,179	1.14
Forward Foreign Currency Contracts 27/7/18	£(4,516,933)	(4,516,933)	(1.12)
Forward Foreign Currency Contracts 27/7/18	USD2,600,000	1,967,125	0.49
Forward Foreign Currency Contracts 27/7/18	£(1,969,431)	(1,969,431)	(0.49)
Swaptions -0.28% (-0.14%)			
Sell Call CDX Option 312.5	EUR(29,700,000)	(143,389)	(0.04)
Sell Put CDX Option 312.5	EUR(29,700,000)	(419,946)	(0.10)
Sell Call CDX Option 10500	USD(15,900,000)	(116,628)	(0.03)
Sell Put CDX Option 10500	USD(15,900,000)	(128,730)	(0.03)
Sell Call CDX Option 10500	USD(21,100,000)	(154,770)	(0.04)
Sell Put CDX Option 10500	USD(21,100,000)	(170,830)	(0.04)
Portfolio of investments*		299,314,009	74.20
Net current assets		104,067,588	25.80
Total Net Assets		403,381,597	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities

†Considered a related party of the ACD.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital gains	3		1,718,517	12,687,550
Revenue	4	8,101,729		7,559,456
Expenses	5	(2,884,914)		(2,451,866)
Interest payable and similar charges	7	(250,722)		(10,438)
Net revenue before taxation		4,966,093		5,097,152
Taxation	6	(565,075)		(591,871)
Net revenue after taxation			4,401,018	4,505,281
Total return before distributions			6,119,535	17,192,831
Distributions	8		(4,401,469)	(4,506,627)
Change in net assets attributable to Shareholders from investment activities			1,718,066	12,686,204

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders				
			390,471,821	279,949,406
Amounts received on issue of shares		29,383,330		114,746,623
Amounts paid on cancellation of shares		(22,593,547)		(22,012,695)
			6,789,783	92,733,928
Dilution adjustment			3,327	117,985
Stamp Duty Reserve Tax			8,348	9,474
Change in net assets attributable to shareholders from investment activities (see above)			1,718,066	12,686,204
Retained distributions on accumulation shares			4,390,252	4,974,824
Closing net assets attributable to Shareholders			403,381,597	390,471,821

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets*			318,311,737	318,546,671
Current assets				
Debtors	10	534,759		614,084
Cash and bank balances	11	107,505,510		89,241,703
Total other assets			108,040,269	89,855,787
Total assets			426,352,006	408,402,458
LIABILITIES				
Investment liabilities			(18,997,728)	(12,424,783)
Creditors				
Bank overdraft	11	(2,830,357)		(4,997,378)
Distribution payable	12	(5,297)		(12,044)
Other creditors	12	(1,137,027)		(496,432)
Total other liabilities			(3,972,681)	(5,505,854)
Total liabilities			(22,970,409)	(17,930,637)
Net assets attributable to Shareholders			403,381,597	390,471,821

*Gross of investment liabilities.

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Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.0236	—	1.0236	1.2406
Group 2	0.2740	0.7496	1.0236	1.2406
B Shares (Income)				
Group 1	0.9828	—	0.9828	1.1751
Group 2	0.5399	0.4429	0.9828	1.1751
Institutional Shares (Accumulation)				
Group 1	1.1682	—	1.1682	1.3717
Group 2	0.5678	0.6004	1.1682	1.3717
Institutional W Shares (Accumulation)				
Group 1	1.2899	—	1.2899	1.4855
Group 2	0.6078	0.6821	1.2899	1.4855
Institutional W Shares (Income)				
Group 1	1.2235	—	1.2235	1.4349
Group 2	0.4407	0.7828	1.2235	1.4349
Sterling Accumulation Shares				
Group 1	0.3883	—	0.3883	0.6278
Group 2	0.1520	0.2363	0.3883	0.6278
Sterling Income Shares				
Group 1	0.3806	—	0.3806	0.6249
Group 2	0.1836	0.1970	0.3806	0.6249
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			48.64	51.36

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(3,102,737)	3,281,828
Gains on derivative contracts	7,220,342	15,087,125
Losses on forward currency contracts	(1,720,425)	(3,339,717)
Currency exchange losses	(644,952)	(2,309,568)
Activity charges	(33,711)	(32,118)
Net capital gains	1,718,517	12,687,550

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	304,471	201,659
Collective investment scheme distributions	149,865	166,260
Interest on debt securities	1,090,377	923,160
Interest on money market deposits	150,229	145,058
Overseas dividends	5,469,594	5,174,554
Returns on derivatives	633,548	670,326
Stock lending	122,756	136,645
UK dividends	180,889	141,794
Total revenue	8,101,729	7,559,456

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	2,673,590	2,274,871
Administration fees	130,946	112,059
Safe custody charges	33,207	23,038
	2,837,743	2,409,968
Other expenses		
Audit fee†	7,904	7,577
Depository's fees	38,912	34,645
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	47,171	41,898
Total expenses	2,884,914	2,451,866

†The Audit fee net of VAT for 2018 is £6,700 (30/06/17: £6,350).

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Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Corporation tax	565,075	608,963
Overseas tax withheld	—	(17,092)
Total tax charge (see Note 6b)	565,075	591,871
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	4,966,093	5,097,152
Corporation tax @ 20%	993,219	1,019,430
Effects of:		
Dividends not subject to corporation tax	(428,144)	(410,467)
Overseas tax withheld	—	(17,092)
Total tax charge (see Note 6a)	565,075	591,871
c) Deferred tax		
No deferred tax asset has been recognised in the accounts (30/06/17: £nil) as the Sub-fund has no excess management expenses (30/06/17: £nil).		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	39,381	10,438
Return from short position bond futures	211,341	—
Total interest	250,722	10,438

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	4,395,549	4,986,802
	4,395,549	4,986,802
Amounts added on issue of shares	(156,306)	(644,183)
Amounts deducted on cancellation of shares	162,226	164,008
Net distributions for the year	4,401,469	4,506,627

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	4,401,018	4,505,281
Equalisation on conversions	451	1,346
	4,401,469	4,506,627

10 Debtors

	30/06/2018 £	30/06/2017 £
Accrued revenue	409,865	320,538
Amount receivable for issue of shares	49,379	293,546
Sales awaiting settlement	75,515	—
Total debtors	534,759	614,084

11 Cash & bank balances

	30/06/2018 £	30/06/2017 £
Cash held at bank	9,396,970	7,585,800
Cash held in Insight EUR Liquidity Fund	8,795,398	7,592,958
Cash held in Insight Sterling Liquidity Fund	20,573,441	35,838,101
Cash held in Insight USD Liquidity Fund	16,602,570	11,862,526
Cash held on margin account	52,137,131	26,362,318
	107,505,510	89,241,703

Overdrawn cash and bank balances

Bank overdraft	11,344	—
Overdraft position at brokers	2,819,013	4,997,377
	2,830,357	4,997,377

12 Creditors

	30/06/2018 £	30/06/2017 £
a) Distribution payable		
Distribution payable	5,297	12,044
	5,297	12,044
b) Other creditors		
Accrued expenses	254,106	259,407
Amount payable for cancellation of shares	460,690	8,054
Corporation tax payable	290,571	228,971
Purchases awaiting settlement	131,660	—
Total other creditors	1,137,027	496,432

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Notes to the Financial Statements

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13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £657,642 (30/06/17: £33,494 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market risk

The Sub-fund uses Value at Risk (VaR) to calculate the likelihood of the Sub-fund (including derivatives) falling in value by more than a particular level.

Under normal market conditions, VaR captures the potential fall in the value of the portfolio over a given holding period and to a given level of statistical confidence.

VaR is discussed in more detail, with the relevant disclosures for the financial year, in the notes applicable to the financial statements of all Sub-funds on pages 10 to 12.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Swaps	Total £
Bank of New York Mellon	(2,306)	—	(2,306)
Citi	—	267,049	267,049
Goldman Sachs	—	384,559	384,559
JP Morgan	(102,985)	(245,358)	(348,343)
Merill Lynch	—	(325,600)	(325,600)
Royal Bank of Canada	98,246	—	98,246
Salomon Brothers	(62,732)	—	(62,732)
UBS	(4,676,319)	—	(4,676,319)
Total	(4,746,096)	80,650	(4,665,446)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £5,780,541 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £689,459).

Derivative risk

The Sub-fund enters into derivative transactions in the form of credit default swaps, futures, options and forward foreign currency contracts. Forward currency contracts may be used to manage currency risk arising from holdings of overseas securities. Exchange traded index options are used for hedging purposes to protect the value of the Sub-fund. Exchange traded futures are used by the Sub-fund to manage market price risk of the Sub-fund. Derivatives may be used for investment purposes as well as for efficient portfolio management.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018	30/06/2018
	Assets	Liabilities
	£	£
Level 1: Quoted	206,743,095	(13,844,132)
Level 2: Observable	111,568,642	(5,153,596)
	318,311,737	(18,997,728)
	30/06/2017	30/06/2017
	Assets	Liabilities
	£	£
Level 1: Quoted	159,343,377	(10,177,246)
Level 2: Observable	159,203,294	(2,247,537)
	318,546,671	(12,424,783)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction			Taxes	
	Value	Commissions		£000's	%
Purchases (excluding derivatives)	£000's	£000's	%	£000's	%
Equity instruments (direct)	464	—	—	—	—
Debt instruments (direct)	50,908	—	—	—	—
Collective investment schemes	90,294	36	—	—	—
Other	303,341	—	—	—	—
Total purchases	445,007	36		—	
Total purchases including transaction costs	445,043				
Sales (excluding derivatives)	Value	Commissions		Taxes	
	£000's	£000's	%	£000's	%
Equity instruments (direct)	807	—	—	—	—
Debt instruments (direct)	41,465	—	—	—	—
Collective investment schemes	97,756	37	0.04	—	—
Other	301,500	—	—	—	—
Total sales	441,528	37		—	
Total sales net of transaction costs	441,491				
Derivative transaction costs		39		—	
Total transaction costs		112		—	
Total transaction costs as a % of average net assets		0.03%		0.00%	

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	2,524	2	0.08	—	—
Debt instruments (direct)	82,749	—	—	—	—
Collective investment schemes	87,330	48	0.05	19	0.02
Other	158,901	—	—	—	—
Total purchases	331,504	50		19	
Total purchases including transaction costs	331,573				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	200	—	—	—	—
Debt instruments (direct)	73,541	—	—	—	—
Collective investment schemes	55,145	17	0.03	—	—
Other	129,001	—	—	—	—
Total sales	257,887	17		—	
Total sales net of transaction costs	257,870				

Derivative transaction costs	61	—
Total transaction costs	128	19
Total transaction costs as a % of average net assets	0.04%	0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the period the Sub-fund utilised derivative instruments including futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.00% (30/06/17: 0.11%).

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: £nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £32,854,077 of investments were subject to stock lending agreements and on behalf of the Sub-fund £35,341,415 was held in collateral. The collateral is held 34.07% in debt securities and 65.93% in equity securities.

As at 30 June 2017, £8,336,473 of investments were subject to stock lending agreements and on behalf of the Sub-fund £9,167,287 was held in collateral. The collateral was held 30.61% in debt securities and 69.39% in equity securities.

The gross earnings and the fees for the year are £153,445 (30/06/17: £170,806) and £30,689 (30/06/17: £34,161) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Citigroup Global Markets Limited	3,677,848	4,045,637
Credit Suisse Securities (Europe) Limited	12,843,386	14,179,778
Deutsche Bank, AG	85,207	96,978
JP Morgan Securities, Plc.	2,273,945	2,536,846
Nomura Securities International, Inc.	11,798,126	12,040,480
UBS AG	2,175,565	2,441,696

18 Shareholder's funds

The Sub-fund currently has seven share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Institutional Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Accumulation)	0.63%	0.03%
Institutional W Shares (Income)	0.63%	0.03%
Sterling Accumulation Shares	1.50%	0.10%
Sterling Income Shares	1.50%	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Absolute Return Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	337,787	16,226	(67,230)	160,857	447,640
B Shares (Income)	5,598	13,650	—	—	19,248
Institutional Shares (Accumulation)	11,014,602	877,662	(2,043,284)	—	9,848,980
Institutional W Shares (Accumulation)	319,998,333	23,837,320	(15,592,864)	10,768	328,253,557
Institutional W Shares (Income)	817,287	110,035	(529,382)	—	397,940
Sterling Accumulation Shares	10,499,132	344,846	(1,291,311)	(180,267)	9,372,400
Sterling Income Shares	40,233	25,212	(7,258)	4,597	62,784

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Insight Global Multi-Strategy Fund
Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser: Insight Investment Management (Global) Limited
Fund Size: £106.40m
Sector: The Investment Association Mixed Investment 20-60% Shares

Yield as at 30 June 2018:

B Shares (Accumulation)	0.61%
B Shares (Income)	0.59%
Institutional Shares (Accumulation)	0.71%
Institutional Shares (Income)	0.67%
Institutional W Shares (Accumulation)	0.81%
Institutional W Shares (Income)	0.82%
Sterling Accumulation Shares	0.07%
Sterling Income Shares	0.07%
S Shares (Accumulation)	0.51%
S Shares (Income)	0.52%

Key Dates: Fund Launch 9 February 2013

Investment Objective

To achieve capital growth.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	2.22%	9.68%	1.66%
B Shares (Income)	2.20%	9.69%	1.58%
Institutional Shares (Accumulation)	2.31%	9.83%	1.70%
Institutional Shares (Income)	2.26%	9.83%	1.69%
Institutional W Shares (Accumulation)	2.42%	9.94%	1.79%
Institutional W Shares (Income)	2.43%	9.94%	1.79%
Sterling Accumulation Shares	1.65%	9.11%	1.10%
Sterling Income Shares	1.65%	9.11%	1.10%
S Shares (Accumulation)	2.11%	9.60%	1.48%
S Shares (Income)	2.11%	9.61%	1.48%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income Share Class of the Sub-fund returned 1.65%. In the second half of 2017 we experienced a goldilocks-scenario for *risk assets* (such as equities or *high yield* bonds). Synchronised global growth drove corporate earnings higher over the review period but *inflation* remained elusive, limiting the upward pressure on bond *yields*. This provided the perfect *macroeconomic* backdrop to support a low *volatility* regime. Against this positive economic environment, it was not a surprise that equity markets went up but the manner in which they did, with low *volatility*, was highly unusual.

This changed in the opening three months of 2018 when *volatility* spiked higher and markets started to adjust to a change in the outlook for global growth. The global economy is shifting from a regime in which growth is accelerating to one in which growth is moderating (albeit from elevated levels).

At the end of the period our broad equity exposures were running at around half the levels they were running through the latter part of 2017. In the first quarter of 2018 we switched our focus towards *total return* strategies to take advantage of heightened levels of *volatility* to avail ourselves of positions that might benefit should markets rebound or if they enter more of a *range-trading* environment. *Credit spreads* have widened in 2018 but still offer more limited upside versus equity. Within *real assets*, our largest exposure remains infrastructure investments providing long-term income streams with some *inflation* linkages through exposures to economic and social infrastructure (such as schools and hospitals), renewable energy and *aviation finance*.

Against this backdrop the largest positive contribution to the Sub-fund came from equity holdings. Positions in US and emerging market equities were the main driver but there were also notable positive returns from total return strategy positions designed to benefit from upside breakouts (a stock price moving outside a certain range or level) in US, emerging market and UK equities. Further positive contributions came from positions designed to benefit from sideways movements in a broad range of equity and credit markets and from dividend *futures*. The *real asset* section of the portfolio generated a positive return, largely a result of infrastructure holdings.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

US Treasury 0.5% Bonds 15/1/2028
iShares Trust iBoxx USD High Yield Corporate Bond ETF
Canadian Imperial Bank of Commerce 0.56244% FRN 12/12/2018
iShares USD High Yield Corporate Bond UCITS ETF
UBS CMCI Composite USD Exchange Traded Fund
iShares JPMorgan Emerging Markets Local Government Bond
iShares JPMorgan \$ Emerging Markets Bond UCITS ETF USD
iShares Trust MSCI Emerging Markets ETF
US Treasury 1.375% Bonds 15/2/2044
iShares \$ Corporate Bond UCITS ETF

Sales

iShares Trust iBoxx USD High Yield Corporate Bond ETF
iShares Trust MSCI Emerging Markets ETF
GE Capital UK Funding 1% FRN 16/1/2018
iShares \$ Corporate Bond UCITS ETF
iShares Euro High Yield Corporate Bond UCITS ETF
iShares Markit iBoxx Euro Corporate Bond Fund
Royal Bank of Canada 0.6735% FRN 13/6/2018
Insight UK Corporate All Maturities Bond Fund
iShares Core Sterling Corporate Bond UCITS ETF
Toronto-Dominion Bank 0.94875% FRN 19/1/2018

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Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	124.93	114.97	112.34
Return before operating charges*	4.74	11.26	3.83
Operating charges	(1.37)	(1.30)	(1.20)
Return after operating charges	3.37	9.96	2.63
Distributions	(0.78)	(0.88)	(0.84)
Retained distributions on accumulation shares	0.78	0.88	0.84
Closing net asset value per share	128.30	124.93	114.97
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.70%	8.66%	2.34%
Other information			
Closing net asset value (£)	1,297,117	845,515	231,835
Closing number of shares	1,010,995	676,808	201,644
Operating charges**	1.07%	1.07%	1.09%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	132.68	127.78	114.45
Lowest share price	124.07	115.82	105.44

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	121.09	112.23	110.60
Return before operating charges*	4.56	11.00	3.64
Operating charges	(1.33)	(1.28)	(1.17)
Return after operating charges	3.23	9.72	2.47
Distributions	(0.73)	(0.86)	(0.84)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	123.59	121.09	112.23
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.67%	8.66%	2.24%
Other information			
Closing net asset value (£)	458,505	405,143	71,570
Closing number of shares	370,998	334,576	63,768
Operating charges**	1.07%	1.08%	1.08%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	128.20	123.98	112.26
Lowest share price	119.88	113.06	103.42

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	125.66	115.50	112.81
Return before operating charges*	4.70	11.30	3.72
Operating charges	(1.19)	(1.14)	(1.03)
Return after operating charges	3.51	10.16	2.69
Distributions	(0.92)	(1.03)	(0.98)
Retained distributions on accumulation shares	0.92	1.03	0.98
Closing net asset value per share	129.17	125.66	115.50
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.79%	8.80%	2.38%
Other information			
Closing net asset value (£)	46,792,807	50,834,020	51,645,229
Closing number of shares	36,227,012	40,454,313	44,716,346
Operating charges**	0.92%	0.93%	0.93%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	133.50	128.53	114.97
Lowest share price	124.84	116.35	105.89

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	121.20	112.33	110.69
Return before operating charges*	4.45	10.97	3.60
Operating charges	(1.14)	(1.10)	(1.01)
Return after operating charges	3.31	9.87	2.59
Distributions	(0.82)	(1.00)	(0.95)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	123.69	121.20	112.33
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.73%	8.79%	2.34%
Other information			
Closing net asset value (£)	82,609	107,332	73,260
Closing number of shares	66,784	88,560	65,218
Operating charges**	0.92%	0.93%	0.93%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	128.32	124.12	112.38
Lowest share price	120.00	113.16	103.53

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	126.08	115.77	112.96
Return before operating charges*	4.67	11.29	3.70
Operating charges	(1.02)	(0.98)	(0.89)
Return after operating charges	3.65	10.31	2.81
Distributions	(1.05)	(1.16)	(1.09)
Retained distributions on accumulation shares	1.05	1.16	1.09
Closing net asset value per share	129.73	126.08	115.77
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.89%	8.91%	2.49%
Other information			
Closing net asset value (£)	21,269,304	22,396,375	22,681,390
Closing number of shares	16,395,556	17,763,941	19,592,482
Operating charges**	0.79%	0.80%	0.80%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	134.02	128.95	115.24
Lowest share price	125.34	116.62	106.10

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	121.18	112.32	110.68
Return before operating charges*	4.49	10.93	3.57
Operating charges	(0.98)	(0.95)	(0.87)
Return after operating charges	3.51	9.98	2.70
Distributions	(1.01)	(1.12)	(1.06)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	123.68	121.18	112.32
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.90%	8.89%	2.44%
Other information			
Closing net asset value (£)	2,063,420	2,306,411	2,355,272
Closing number of shares	1,668,375	1,903,271	2,096,988
Operating charges**	0.79%	0.80%	0.80%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	128.31	124.13	112.38
Lowest share price	120.00	113.15	103.53

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Statistics

(continued)

Comparative tables (continued)

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Sterling Accumulation Shares			
Change in net assets per share			
Opening net asset value per share	122.12	112.98	111.00
Return before operating charges*	4.73	11.23	3.88
Operating charges	(2.15)	(2.09)	(1.90)
Return after operating charges	2.58	9.14	1.98
Distributions	(0.08)	(0.27)	(0.32)
Retained distributions on accumulation shares	0.08	0.27	0.32
Closing net asset value per share	124.70	122.12	112.98
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.11%	8.09%	1.78%
Other information			
Closing net asset value (£)	22,833,860	24,650,791	25,647,279
Closing number of shares	18,310,382	20,186,075	22,700,716
Operating charges**	1.72%	1.75%	1.75%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	129.27	124.93	112.52
Lowest share price	120.84	113.81	103.78

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Sterling Income Shares			
Change in net assets per share			
Opening net asset value per share	120.88	112.08	110.45
Return before operating charges*	4.71	11.14	3.84
Operating charges	(2.15)	(2.07)	(1.89)
Return after operating charges	2.56	9.07	1.95
Distributions	(0.08)	(0.27)	(0.32)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	123.36	120.88	112.08
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.12%	8.09%	1.77%
Other information			
Closing net asset value (£)	11,213,738	12,258,667	13,038,338
Closing number of shares	9,090,604	10,141,544	11,632,621
Operating charges**	1.74%	1.75%	1.75%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	127.87	123.66	112.04
Lowest share price	119.53	112.91	103.10

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BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Statistics

(continued)

Comparative tables (continued)

S Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	125.28	115.38	112.92
Return before operating charges*	4.74	11.34	3.77
Operating charges	(1.50)	(1.44)	(1.31)
Return after operating charges	3.24	9.90	2.46
Distributions	(0.66)	(0.79)	(0.76)
Retained distributions on accumulation shares	0.66	0.79	0.76
Closing net asset value per share	128.52	125.28	115.38
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.59%	8.58%	2.18%
Other information			
Closing net asset value (£)	358,851	349,795	329,737
Closing number of shares	279,218	279,218	285,795
Operating charges**	1.17%	1.18%	1.18%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	132.95	128.14	114.85
Lowest share price	124.32	116.22	105.86

S Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	121.18	112.32	110.67
Return before operating charges*	4.58	11.02	3.67
Operating charges	(1.45)	(1.39)	(1.28)
Return after operating charges	3.13	9.63	2.39
Distributions	(0.64)	(0.77)	(0.74)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	123.67	121.18	112.32
*After direct transaction costs of	(0.02)	(0.03)	(0.03)
Performance			
Return after charges	2.58%	8.57%	2.16%
Other information			
Closing net asset value (£)	28,043	27,466	31,852
Closing number of shares	22,675	22,666	28,359
Operating charges**	1.17%	1.17%	1.18%
Direct transaction costs*	0.01%	0.02%	0.03%
Prices			
Highest share price	128.29	124.05	112.33
Lowest share price	119.96	113.14	103.49

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 1.06% (2.35%)			
UK Treasury 3.25% Bonds 22/1/2044	£861,000	1,123,670	1.06
Overseas Government Bonds 8.22% (1.06%)			
Spain (Kingdom) 1.5% Bonds 30/4/2027	EUR1,795,000	1,625,028	1.53
US Treasury 0.5% Bonds 15/1/2028	USD6,250,000	4,701,231	4.42
US Treasury 1.375% Bonds 15/2/2044	USD2,000,000	1,817,622	1.71
US Treasury 2.125% Bonds 15/2/2040	USD541,600	597,707	0.56
Sterling Denominated Corporate Bonds 16.37% (14.48%)			
Banque Federative du Credit Mutuel 0.71963% FRN 7/2/2019	£2,000,000	2,002,820	1.88
Banque Federative du Credit Mutuel 1.01588% FRN 16/1/2020	£1,000,000	999,330	0.94
BNZ International Funding 0.93881% FRN 12/1/2020	£3,000,000	3,009,600	2.83
Canadian Imperial Bank of Commerce 0.56244% FRN 12/12/2018	£4,000,000	3,999,280	3.76
Grand Canal Securities 0.653% FRN 24/12/2058	£182,671	161,630	0.15
Hawksmoor Mortgages 2.61074% FRN 25/5/2053	£300,000	303,646	0.29
Hawksmoor Mortgages 2016-1 2.89627% FRN 25/5/2053	£200,000	202,698	0.19
National Australia Bank 0.78375% FRN 17/7/2020	£1,000,000	1,001,050	0.94
Residential Mortgage Securities 28 2.28869% FRN 15/6/2046	£200,000	202,697	0.19
Residential Mortgage Securities 30 2.56563% FRN 20/3/2050	£103,000	104,128	0.10
Ripon Mortgages 2.325750% FRN 20/8/2056	£275,000	277,765	0.26
Royal Bank of Canada 0.456410% FRN 20/7/2018	£1,000,000	1,000,030	0.94
Royal Bank of Canada 0.585250% FRN 16/8/2018	£1,000,000	999,940	0.94
Stanlington 3.3724394% FRN 12/6/2046	£100,000	99,992	0.09
Swedbank 0.81163% FRN 2/12/2019	£2,000,000	2,005,720	1.88
Together Asset Backed Securitisation 1 2.52244% FRN 12/3/2049	£100,000	101,399	0.10
Towd Point Mortgage Funding 20 3.391410% FRN 20/7/2046	£250,000	247,292	0.23
Tower Bridge Funding No.1 2.68423% FRN 20/3/2056	£200,000	200,203	0.19
Warwick Finance Residential 2.13438% FRN 21/9/2049	£300,000	301,102	0.28
Warwick Finance Residential Mortgages No Two 2.28606% FRN 21/9/2049	£200,000	201,369	0.19
Non-Sterling Denominated Corporate Bonds 0.55% (0.34%)			
European Residential 0.63% FRN 24/3/2061	£165,939	146,805	0.14
European Residential Loan Securitisation 2017-NPL1 DAC 0.63% FRN 24/7/2054	£197,491	174,086	0.16
European Residential Loan Securitisation 2017-PL1 DAC 1.127% FRN 24/11/2057	£200,000	176,635	0.17
Pietra Nera Uno Srl 1.75% FRN 22/5/2030	£100,000	88,682	0.08
Certificate of Deposit 15.04% (16.64%)			
Bank of America 0.91% Certificate of Deposit 8/10/2018	£3,000,000	3,001,802	2.82
BPCE 0% Certificate of Deposit 2/7/2018	£2,000,000	2,000,032	1.88
BPCE 0.86% Certificate of Deposit 2/1/2019	£2,000,000	2,000,000	1.88
Credit Suisse 0.5% Certificate of Deposit 17/8/2018	£3,000,000	2,999,838	2.82
Societe General 0.6% Certificate of Deposit 4/7/2018	£3,000,000	3,000,040	2.82
Svenska Handelsbanken 0.79% Certificate of Deposit 9/8/2018	£3,000,000	3,001,003	2.82
Commercial Papers 2.82% (0.00%)			
OP Corporate Bank 0% Commercial Paper 16/7/2018	£3,000,000	2,999,363	2.82
Collective Investment Schemes 4.39% (8.03%)			
BNY Mellon European Credit Fund X EUR Accumulation†	4,382	483,389	0.45
Insight Global UK Bond Fund S Accumulation†	1,884	2,411,902	2.27
Insight Discretionary UK Corporate All Maturities Bond Fund†	488,340	1,076,009	1.01
Insight Discretionary UK Government All Maturities Bond Fund†	153,548	347,019	0.33
Insight Discretionary UK Government Long Maturities Bond Fund†	127,518	355,457	0.33
Equity 5.20% (7.00%)			
3i Infrastructure	219,862	491,611	0.46
Amedeo Air Four Plus	400,112	428,120	0.40
Doric Nimrod Air One	1,062,770	1,052,142	0.99
Doric Nimrod Air Two pref.	51,975	106,029	0.10
Duet Real Estate Finance Fund	1,215,858	6,322	0.01
GCP Infrastructure Investments Fund	222,159	265,702	0.25
Greencoat UK Wind	567,880	709,850	0.67
HICL Infrastructure	78,760	113,651	0.11
International Public Partnership	374,837	536,767	0.50

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Equity (continued)			
John Laing Infrastructure Fund	91,198	107,796	0.10
NB Distressed Debt Investment Fund	1,539,455	1,128,137	1.06
Renewables Infrastructure	534,195	586,546	0.55
Exchange Traded Funds 17.40% (17.43%)			
iShares \$ Corporate Bond UCITS ETF	12,927	1,074,794	1.01
iShares Barclays Emerging Markets Local Government Bonds	52,836	2,423,193	2.28
iShares Euro High Yield Corporate Bond UCITS ETF	24,043	2,209,213	2.08
iShares JPMorgan \$ Emerging Markets Bond UCITS ETF USD	72,368	5,775,188	5.43
iShares Markit iBoxx Euro Corporate Bond Fund	5,496	652,533	0.61
iShares USD High Yield Bond UCITS ETF USD Dist	27,470	2,102,722	1.97
UBS CMCI Composite USD Exchange Traded Fund	84,140	4,279,493	4.02
Derivatives -1.91% (-0.63%)			
Credit Default Swaps 0.23% (0.19%)			
iTraxx Euro 1% 20/6/2023	EUR930,000	(10,952)	(0.01)
iTraxx Europe Crossover 5.00% 20/6/2023	EUR(930,000)	67,014	0.06
Markit CDX North American High Yield 5% 20/6/2023	EUR(1,545,000)	111,329	0.10
Markit CDX North American Investment Grade 1% 20/6/2023	EUR1,545,000	(18,194)	(0.02)
US Dollar Index 520 1% 20/06/2023	USD3,000,000	(35,234)	(0.03)
US Dollar Index 520 5% 20/06/2023	USD(3,000,000)	139,431	0.13
Futures -0.27% (-0.36%)			
Bovespa Index Future August 2018	39	(5,811)	(0.01)
Euro BUXL 30 Year Bond September 2018	10	25,433	0.02
Euro Stoxx 50 September 2018	(8)	3,698	0.00
Euro-BTP Future September 2018	14	(3,095)	0.00
Euro-Bund Future September 2018	48	64,099	0.06
Euro-Schatz Future September 2018	(61)	(4,855)	(0.01)
FTSE 100 Index Future September 2018	213	(75,613)	(0.07)
FTSE 250 Index Future September 2018	84	(56,851)	(0.05)
FTSE/JSE TOP 40 September 2018	20	6,906	0.01
HSCEI Future July 2018	11	(7,598)	(0.01)
KOSPI2 Index Future September 2018	8	(19,641)	(0.02)
Long Gilt Future September 2018	4	7,120	0.01
MSCI Emerging Markets Future September 2018	(60)	8,519	0.01
Nikkei 225 (CME) September 2018	19	(21,966)	(0.02)
Russell 2000 E-Mini Future September 2018	19	(35,341)	(0.03)
S&P 500 Emini Future September 2018	145	(354,617)	(0.33)
S&P TSX 60 IX Future September 2018	6	3,794	0.00
SGX Nifty 50 July 2018	35	(4,393)	0.00
SPI 200 Future September 2018	5	6,557	0.01
Swiss Market IX Future September 2018	9	(2,952)	0.00
SX5E Dividend Future December 2019	118	277,020	0.26
SX5E Dividend Future December 2020	144	(36,613)	(0.04)
SX5E Dividend Future December 2021	49	(21,450)	(0.02)
US 10 Year Note (CBT) September 2018	12	10,156	0.01
US 10 Year Ultra Future September 2018	(48)	(51,979)	(0.05)
US Ultra Bond (CBT) September 2018	2	1,846	0.00
Options -0.80% (-0.28%)			
ESTX 50 Call Options 19/10/2018 3450	(89)	(59,740)	(0.06)
ESTX 50 Put Options 19/10/2018 3450	(89)	(112,396)	(0.11)
ESTX 50 Put Options 20/7/2018 3150	230	11,797	0.01
ESTX 50 Put Options 21/9/2018 2850	(345)	(31,731)	(0.03)
EUR-BD Call Options 24/8/2018 160	(38)	(94,769)	(0.09)
EUR-BD Put Options 24/8/2018 160	(38)	(9,074)	(0.01)
FTSE M Call Options 21/9/2018 21500	(39)	(73,378)	(0.07)
FTSE M Call Options 21/12/2018 23000	44	44,749	0.04
FTSE M Call Options 21/12/2018 24500	(44)	(11,674)	(0.01)
FTSE M Put Options 21/9/2018 21500	(39)	(69,412)	(0.07)
FTSE M Put Options 21/12/2018 18500	(22)	(18,581)	(0.02)

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Options (continued)			
FTSE100 Call Options 21/9/2018 7925	42	20,370	0.02
FTSE100 Call Options 21/9/2018 8200	(42)	(4,410)	0.00
FTSE100 Put Options 21/9/2018 7150	(42)	(27,510)	(0.03)
FTSE100 Put Options 21/12/2018 7200	(84)	(133,140)	(0.13)
FTSE100 Put Options 21/12/2018 7650	42	132,090	0.12
H SENG Call Options 27/9/2018 13000	28	1,757	0.00
H SENG Call Options 27/9/2018 13800	(28)	(135)	0.00
H SENG Put Options 27/9/2018 10400	(28)	(36,764)	(0.04)
IBEX M Call Options 21/12/2018 10300	(263)	(24,189)	(0.02)
IBEX MI Call Options 21/12/2018 9800	263	61,636	0.06
IBEX MI Put Options 21/12/2018 8100	(131)	(9,500)	(0.01)
iShares Call Options 18/1/2019 113	543	8,226	0.01
iShares Call Options 18/1/2019 122	261	72,157	0.07
iShares Call Options 18/1/2019 128	(261)	(29,258)	(0.03)
iShares Call Options 21/9/2018 110	400	9,089	0.01
iShares Call Options 21/9/2018 113	(400)	(1,515)	0.00
iShares M Call Options 21/9/2018 49	799	5,447	0.01
iShares M Call Options 21/9/2018 51	(799)	(3,026)	0.00
iShares M Put Options 21/9/2018 43	(799)	(80,490)	(0.08)
iShares Put Options 18/1/2019 102	(543)	(69,919)	(0.07)
iShares Put Options 18/1/2019 109	(261)	(13,047)	(0.01)
iShares Put Options 21/9/2018 103	(400)	(28,782)	(0.03)
MSCI WO Call Options 24/9/2018 6100	(70)	(49,627)	(0.05)
MSCI WO Put Options 24/9/2018 6100	(70)	(96,020)	(0.09)
NIKKEI Call Options 14/12/2018 23250	25	74,365	0.07
NIKKEI Call Options 14/12/2018 24000	(25)	(41,884)	(0.04)
NIKKEI Put Options 10/8/2018 23250	(6)	(43,081)	(0.04)
NIKKEI Put Options 10/8/2018 24250	3	40,209	0.04
NIKKEI Put Options 14/9/2018 21250	56	124,455	0.12
NIKKEI Put Options 14/9/2018 21750	(42)	(126,370)	(0.12)
NIKKEI Put Options 14/9/2018 22750	21	124,216	0.12
NIKKEI Put Options 14/12/2018 19000	(84)	(132,114)	(0.12)
NIKKEI Put Options 14/12/2018 20000	(25)	(61,544)	(0.06)
RUSSELL Call Options 21/12/2018 1760	(25)	(50,748)	(0.05)
RUSSELL Put Options 21/12/2018 1400	(25)	(25,961)	(0.02)
RUSSELL Put Options 21/12/2018 1460	25	50,918	0.05
S&P 500 Call Options 17/8/2018 2775	16	24,480	0.02
S&P 500 Call Options 17/8/2018 2850	(16)	(4,969)	0.00
S&P 500 Call Options 21/9/2018 2825	17	28,328	0.03
S&P 500 Call Options 21/9/2018 2925	(17)	(3,219)	0.00
S&P 500 Put Options 17/8/2018 2600	(16)	(25,147)	(0.02)
S&P 500 Put Options 19/10/2018 2550	41	113,816	0.11
S&P 500 Put Options 21/9/2018 2500	(17)	(25,881)	(0.02)
S&P 500 Put Options 21/9/2018 2650	(22)	(78,318)	(0.07)
S&P 500 Put Options 21/9/2018 2700	(2)	(9,089)	(0.01)
S&P 500 Put Options 21/9/2018 2850	11	106,771	0.10
S&P 500 Put Options 21/9/2018 2900	1	12,436	0.01
S&P 500 Put Options 21/12/2018 2325	(62)	(124,916)	(0.12)
S&P 500 Put Options 28/9/2018 2325	(66)	(57,989)	(0.05)
S&P 500 Put Options 30/11/2018 2530	(22)	(74,486)	(0.07)
S&P 500 Put Options 30/11/2018 2720	11	73,319	0.07
S&P 500 Put Options 31/7/2018 2575	44	36,360	0.03
S&P 500 Put Options 31/10/2018 2525	(22)	(58,772)	(0.06)
S&P 500 Put Options 31/10/2018 2700	11	63,155	0.06
S&P/ASX Put Options 20/9/2018 5800	(192)	(50,501)	(0.05)
S&P/ASX Put Options 20/9/2018 6050	96	53,187	0.05
SMI Call Options 21/12/2018 8900	50	57,017	0.05
SMI Call Options 21/12/2018 9200	(50)	(24,218)	(0.02)
SMI Put Options 21/12/2018 8000	(50)	(55,911)	(0.05)
US Dollar Buy Call Canadian Dollar @1.29	(3,825,000)	(62,133)	(0.06)
US Dollar Buy Call Japanese yen @112.5	(4,000,000)	(4,132)	0.00
US Dollar Buy Call Japanese yen @114.25	(4,000,000)	(753)	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Options (continued)			
US Dollar Sell Put Canadian Dollar @1.29	(3,825,000)	(11,254)	(0.01)
US Dollar Sell Put Japanese yen @ 104.75	(4,000,000)	(510)	0.00
US Dollar Sell Put Japanese yen @ 106.75	4,000,000	1,741	0.00
US Dollar Sell Put Japanese yen @108	(4,000,000)	(2,470)	0.00
US Dollar Sell Put Japanese yen @109.75	4,000,000	9,697	0.01
US LG Call Options 24/8/2018 145	71	80,667	0.08
US LG Call Options 24/8/2018 147	(71)	(38,653)	(0.04)
US LG Put Options 24/8/2018 139	(71)	(7,562)	(0.01)
Swaptions -0.22% (-0.12%)			
Sell Call CDX Option 10500	EUR(3,300,000)	(24,206)	(0.02)
Sell Call CDX Option 10500	EUR(4,400,000)	(32,274)	(0.03)
Sell Call CDX Option 312.5	EUR(6,200,000)	(29,933)	(0.03)
Sell Put CDX Option 10500	EUR(3,300,000)	(26,718)	(0.03)
Sell Put CDX Option 10500	EUR(4,400,000)	(35,623)	(0.03)
Sell Put CDX Option 312.5	EUR(6,200,000)	(87,666)	(0.08)
AUD Forward Foreign Currency Contracts 0.01% (0.02%)			
Forward Foreign Currency Contracts 27/7/18	AUD735,000	410,904	0.39
Forward Foreign Currency Contracts 27/7/18	£(402,552)	(402,552)	(0.38)
CHF Forward Foreign Currency Contracts -0.02% (0.01%)			
Forward Foreign Currency Contracts 27/7/18	CHF(975,000)	(744,425)	(0.70)
Forward Foreign Currency Contracts 27/7/18	£721,011	721,011	0.68
EUR Forward Foreign Currency Contracts -0.01% (-0.20%)			
Forward Foreign Currency Contracts 27/7/18	EUR(6,875,000)	(6,083,975)	(5.72)
Forward Foreign Currency Contracts 27/7/18	£6,072,462	6,072,462	5.71
JPY Forward Foreign Currency Contracts 0.03% (0.00%)			
Forward Foreign Currency Contracts 27/7/18	JPY180,000,000	1,231,525	1.16
Forward Foreign Currency Contracts 27/7/18	£(1,198,066)	(1,198,066)	(1.13)
USD Forward Foreign Currency Contracts -0.86% (0.11%)			
Forward Foreign Currency Contracts 27/7/18	USD(35,750,000)	(27,047,974)	(25.42)
Forward Foreign Currency Contracts 27/7/18	£26,129,412	26,129,412	24.56
Forward Foreign Currency Contracts 27/7/18	USD600,000	453,952	0.43
Forward Foreign Currency Contracts 27/7/18	£(454,484)	(454,484)	(0.43)
Portfolio of investments*		73,567,740	69.14
Net current assets		32,830,514	30.86
Total Net Assets		106,398,254	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

† Considered a related party of the ACD

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Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		2,380,483		8,895,277
Revenue	4	1,859,679		2,061,549	
Expenses	5	(1,178,487)		(1,234,558)	
Interest payable and similar charges	7	(64,521)		(12,170)	
Net revenue before taxation		616,671		814,821	
Taxation	6	(36,649)		(52,947)	
Net revenue after taxation			580,022		761,874
Total return before distributions			2,960,505		9,657,151
Distributions	8		(584,920)		(776,695)
Change in net assets attributable to Shareholders from investment activities			2,375,585		8,880,456

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders			114,181,515	116,105,762
Amounts received on issue of shares	1,220,565			1,013,534
Amounts paid on cancellation of shares	(11,929,361)			(12,538,594)
			(10,708,796)	(11,525,060)
Dilution adjustment			—	(1)
Change in net assets attributable to Shareholders from investment activities (see above)			2,375,585	8,880,456
Retained distributions on accumulation shares			548,355	714,231
Unclaimed distributions			1,595	6,127
Closing net assets attributable to Shareholders			106,398,254	114,181,515

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			77,816,008		79,625,725
Current assets					
Debtors	10	674,478		116,762	
Cash and bank balances	11	35,385,761		42,416,648	
Total other assets			36,060,239		42,533,410
Total assets			113,876,247		122,159,135
LIABILITIES					
Investment liabilities					
			(4,248,268)		(3,470,227)
Creditors					
Bank overdraft	11	(1,004,002)		(4,191,389)	
Distribution payable	12	(5,790)		(4,050)	
Other creditors	12	(2,219,933)		(311,954)	
Total other liabilities			(3,229,725)		(4,507,393)
Total liabilities			(7,477,993)		(7,977,620)
Net assets attributable to Shareholders			106,398,254		114,181,515

*Gross of investment liabilities.

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Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	0.2244	—	0.2244	0.1206
Group 2	0.2047	0.0197	0.2244	0.1206
B Shares (Income)				
Group 1	0.2165	—	0.2165	0.1169
Group 2	0.1322	0.0843	0.2165	0.1169
Institutional Shares (Accumulation)				
Group 1	0.2653	—	0.2653	0.1591
Group 2	0.0442	0.2211	0.2653	0.1591
Institutional Shares (Income)				
Group 1	0.2544	—	0.2544	0.1534
Group 2	0.0709	0.1835	0.2544	0.1534
Institutional W Shares (Accumulation)				
Group 1	0.2994	—	0.2994	0.1911
Group 2	0.1441	0.1553	0.2994	0.1911
Institutional W Shares (Income)				
Group 1	0.2861	—	0.2861	0.1840
Group 2	0.2146	0.0715	0.2861	0.1840
Sterling Accumulation Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Sterling Income Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
S Shares (Accumulation)				
Group 1	0.1986	—	0.1986	0.0959
Group 2	0.1986	0.0000	0.1986	0.0959
S Shares (Income)				
Group 1	0.1923	—	0.1923	0.0936
Group 2	0.1923	0.0000	0.1923	0.0936

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Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	0.1705	—	0.1705	0.2806
Group 2	—	0.1705	0.1705	0.2806
B Shares (Income)				
Group 1	0.1647	—	0.1647	0.2724
Group 2	0.0739	0.0908	0.1647	0.2724
Institutional Shares (Accumulation)				
Group 1	0.2090	—	0.2090	0.3184
Group 2	0.0276	0.1814	0.2090	0.3184
Institutional Shares (Income)				
Group 1	0.2008	—	0.2008	0.3083
Group 2	0.1142	0.0866	0.2008	0.3083
Institutional W Shares (Accumulation)				
Group 1	0.2411	—	0.2411	0.3500
Group 2	0.0957	0.1454	0.2411	0.3500
Institutional W Shares (Income)				
Group 1	0.2308	—	0.2308	0.3378
Group 2	0.0693	0.1615	0.2308	0.3378
Sterling Accumulation Shares				
Group 1	0.0000	—	0.0000	0.1001
Group 2	0.0000	0.0000	0.0000	0.1001
Sterling Income Shares				
Group 1	0.0000	—	0.0000	0.0991
Group 2	0.0000	0.0000	0.0000	0.0991
S Shares (Accumulation)				
Group 1	0.1460	—	0.1460	0.2566
Group 2	0.1460	0.0000	0.1460	0.2566
S Shares (Income)				
Group 1	0.1417	—	0.1417	0.2498
Group 2	0.1417	0.0000	0.1417	0.2498

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Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.1058	—	0.1058	0.1159
Group 2	0.0235	0.0823	0.1058	0.1159
B Shares (Income)				
Group 1	0.1024	—	0.1024	0.1180
Group 2	0.0708	0.0316	0.1024	0.1180
Institutional Shares (Accumulation)				
Group 1	0.1458	—	0.1458	0.1844
Group 2	0.0752	0.0706	0.1458	0.1844
Institutional Shares (Income)				
Group 1	0.1404	—	0.1404	0.1787
Group 2	0.0912	0.0492	0.1404	0.1787
Institutional W Shares (Accumulation)				
Group 1	0.1793	—	0.1793	0.2153
Group 2	0.1129	0.0664	0.1793	0.2153
Institutional W Shares (Income)				
Group 1	0.1719	—	0.1719	0.2082
Group 2	0.0848	0.0871	0.1719	0.2082
Sterling Accumulation Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Sterling Income Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
S Shares (Accumulation)				
Group 1	0.0799	—	0.0799	0.1234
Group 2	0.0799	0.0000	0.0799	0.1234
S Shares (Income)				
Group 1	0.0780	—	0.0780	0.1208
Group 2	0.0780	0.0000	0.0780	0.1208

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	0.2785	—	0.2785	0.2785
Group 2	0.1688	0.1097	0.2785	0.2785
B Shares (Income)				
Group 1	0.2464	—	0.2464	0.2464
Group 2	0.1784	0.0680	0.2464	0.2464
Institutional Shares (Accumulation)				
Group 1	0.2957	—	0.2957	0.2957
Group 2	0.1440	0.1517	0.2957	0.2957
Institutional Shares (Income)				
Group 1	0.2254	—	0.2254	0.2254
Group 2	0.2254	0.0000	0.2254	0.2254
Institutional W Shares (Accumulation)				
Group 1	0.3293	—	0.3293	0.3293
Group 2	0.2337	0.0956	0.3293	0.3293
Institutional W Shares (Income)				
Group 1	0.3212	—	0.3212	0.3212
Group 2	0.2399	0.0813	0.3212	0.3212
Sterling Accumulation Shares				
Group 1	0.0818	—	0.0818	0.0818
Group 2	0.0702	0.0116	0.0818	0.0818
Sterling Income Shares				
Group 1	0.0810	—	0.0810	0.0810
Group 2	0.0810	0.0000	0.0810	0.0810
S Shares (Accumulation)				
Group 1	0.2332	—	0.2332	0.2332
Group 2	0.2332	0.0000	0.2332	0.2332
S Shares (Income)				
Group 1	0.2265	—	0.2265	0.2265
Group 2	0.2265	0.0000	0.2265	0.2265
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			0.00	100.00
Interim distributions for 31 March 2018			100.00	0.00
Interim distributions for 31 December 2017			100.00	0.00
Interim distributions for 30 September 2017			78.79	21.21

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Losses/(gains) on non-derivative securities	(446,116)	1,338,898
Gains on derivative contracts	4,109,098	8,509,249
Losses on forward currency contracts	(935,655)	(384,045)
Currency exchange losses	(314,624)	(530,420)
Activity charges	(32,220)	(38,405)
Net capital gains	2,380,483	8,895,277

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	77,860	70,944
Collective investment scheme distributions	—	207,255
Interest on debt securities	323,414	267,188
Interest on money markets deposits	71,062	55,832
Overseas dividends	1,182,646	1,195,291
Returns on derivatives	143,806	183,518
Stock lending	24,892	14,579
UK dividends	35,999	66,942
Total revenue	1,859,679	2,061,549

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	1,080,518	1,133,927
Administration fees	59,914	62,448
Safe custody charges	7,157	7,920
	1,147,589	1,204,295
Other expenses		
Audit fee†	9,528	9,189
Depository's fees	21,015	21,398
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	30,898	30,263
Total expenses	1,178,487	1,234,558

†The Audit fee net of VAT for 2018 is £8,100 (30/06/17: £7,700).

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Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Corporation tax	36,649	52,947
Total tax charge (see Note 6b)	36,649	52,947
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	616,671	814,821
Corporation tax @ 20%	123,334	162,964
Effects of:		
Dividends not subject to corporation tax	(86,685)	(110,017)
Total tax charge (see Note 6a)	36,649	52,947
c) Deferred tax		
No deferred tax asset has been recognised in the accounts. The Sub-fund has no excess management expenses (30/06/17: £nil).		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Return on derivatives	45,830	—
Interest	18,691	12,170
Total interest	64,521	12,170

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 30 September	207,808	306,131
Interim Dividend distribution 31 December	91,018	123,002
Interim Dividend distribution 31 March	125,043	236,337
Final Dividend distribution 30 June	153,806	103,432
	577,675	768,902
Amounts added on issue of shares	(911)	(965)
Amounts deducted on cancellation of shares	8,156	8,758
Net distributions for the year	584,920	776,695

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	580,022	761,874
Equalisation on conversions	817	875
Transfers from capital distribution for deficits	4,081	13,946
	584,920	776,695

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	121,222	75,809
Amount receivable for issue of shares	46,268	40,953
Sales awaiting settlement	506,988	—
Total debtors	674,478	116,762

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	11,998,171	10,115,786
Cash held in Insight Euro Liquidity Fund	2,549,560	5,593,168
Cash held in Insight Sterling Liquidity Fund	5,304,651	9,830,313
Cash held in Insight US Dollar Liquidity Fund	2,913,732	5,763,168
Cash held on margin account	12,619,647	11,114,213
	35,385,761	42,416,648
Overdrawn cash and bank balances		
Bank overdraft	2,297	—
Overdraft position at brokers	1,001,705	4,191,389
	1,004,002	4,191,389

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	5,790	4,050
	5,790	4,050
b) Other creditors		
Accrued expenses	109,158	128,070
Amount payable for cancellation of shares	74,126	86,802
Corporation tax payable	36,649	97,082
Purchases awaiting settlement	2,000,000	—
Total other creditors	2,219,933	311,954

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £127,622 (30/06/17: £164,814 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market risk

The Sub-fund uses Value at Risk (VaR) to calculate the likelihood of the Sub-fund (including derivatives) falling in value by more than a particular level.

Under normal market conditions, VaR captures the potential fall in the value of the portfolio over a given holding period and to a given level of statistical confidence.

VaR is discussed in more detail, with the relevant disclosures for the financial year, in the notes applicable to the financial statements of all Sub-funds on pages 10 to 12.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Foreign Currency		Total £
	Contracts	Swaps	
BNY Mellon	(532)	—	(532)
Citi	—	56,062	56,062
Goldman Sachs	—	79,733	79,733
JP Morgan Securities, Plc.	(34,926)	(50,923)	(85,849)
Merrill Lynch International	—	(67,898)	(67,898)
Royal Bank of Canada	8,352	—	8,352
Royal Bank of Scotland	33,459	—	33,459
UBS	(918,563)	—	(918,563)
	(912,210)	16,974	(895,236)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £1,170,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Derivative risk

The Sub-fund enters into derivative transactions in the form of credit default swaps, futures, options, swaptions and forward foreign currency contracts. Forward currency contracts may be used to manage currency risk arising from holdings of overseas securities. Exchange traded index options are used for hedging purposes to protect the value of the Sub-fund. Exchange traded futures are used by the Sub-fund to manage market price risk of the Sub-fund. Derivatives may be used for investment purposes as well as for efficient portfolio management.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018	30/06/2018
	Assets	Liabilities
	£	£
Level 1: Quoted	44,909,490	(2,993,447)
Level 2: Observable	32,906,518	(1,254,821)
	77,816,008	(4,248,268)

	30/06/2017	30/06/2017
	Assets	Liabilities
	£	£
Level 1: Quoted	49,186,194	(3,031,428)
Level 2: Observable	30,439,531	(438,799)
	79,625,725	(3,470,227)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value	Commissions		£000's	%
Purchases (excluding derivatives)	£000's	£000's		£000's	
Debt instruments	16,339	—	—	—	—
Collective investment schemes	20,771	9	0.04	—	—
Other	83,470	—	—	—	—
Total purchases	120,580	9		—	
Total purchases including transaction costs	120,589				

	Transaction		%	Taxes	
	Value	Commissions		£000's	%
Sales (excluding derivatives)	£000's	£000's		£000's	
Equity instruments	1,141	—	—	—	—
Debt instruments	9,930	—	—	—	—
Collective investment schemes	27,162	6	0.02	—	—
Other	83,501	—	—	—	—
Total sales	121,734	6		—	
Total sales net of transaction costs	121,728				

Derivative transaction costs	—	—
Total transaction costs	15	—
Total transaction costs		
as a % of average net assets	0.01%	0.00%

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments	22,765	—	—	—	—
Collective investment schemes	11,236	5	0.04	—	—
Other	92,457	—	—	—	—
Total purchases	126,458	5		—	
Total purchases including transaction costs	126,463				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	226	—	—	—	—
Debt instruments	26,748	—	—	—	—
Collective investment schemes	21,729	4	0.02	—	—
Other	90,001	—	—	—	—
Total sales	138,704	4		—	
Total sales net of transaction costs	138,700				

Derivative transaction costs	19	—
Total transaction costs	28	—
Total transaction costs as a % of average net assets	0.02%	0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the period the Sub-fund utilised derivative instruments including futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.02% (30/06/17: 0.12%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £8,722,149 of investments were subject to stock lending agreements and on behalf of the Sub-fund £9,717,283 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, £2,302,870 of investments were subject to stock lending agreements and on behalf of the Sub-fund £2,529,685 was held in collateral. The collateral is held in 11.14% in equity and 88.86% in debt securities.

The gross earnings and the fees for the year are £31,115 (30/06/17: £18,224) and £6,223 (30/06/17: £3,645) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Credit Suisse Securities (Europe) Limited	8,589,260	9,568,138
UBS AG	132,889	149,145

18 Shareholders' funds

The Sub-fund currently has 10 share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Institutional Shares (Accumulation)	0.75%	0.03%
Institutional Shares (Income)	0.75%	0.03%
Institutional W Shares (Accumulation)	0.63%	0.03%
Institutional W Shares (Income)	0.63%	0.03%
Sterling Accumulation Shares	1.50%	0.10%
Sterling Income Shares	1.50%	0.10%
S Shares (Accumulation)	1.00%	0.03%
S Shares (Income)	1.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Multi-Strategy Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	676,808	(4,043)	(109,346)	447,576	1,010,995
B Shares (Income)	334,576	18,240	(47,891)	66,073	370,998
Institutional Shares (Accumulation)	40,454,313	556,432	(4,783,733)	—	36,227,012
Institutional Shares (Income)	88,560	8,128	(29,904)	—	66,784
Institutional W Shares (Accumulation)	17,763,941	241,834	(1,701,892)	91,673	16,395,556
Institutional W Shares (Income)	1,903,271	72,246	(349,064)	41,922	1,668,375
Sterling Accumulation Shares	20,186,075	61,850	(1,366,338)	(571,205)	18,310,382
Sterling Income Shares	10,141,544	605	(960,579)	(90,966)	9,090,604
S Shares (Accumulation)	279,218	—	—	—	279,218
S Shares (Income)	22,666	9	—	—	22,675

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Insight Global Select Bond Fund
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for the year ended 30 June 2018

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Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Insight Investment Management (Global) Limited
Fund Size:	£0m
Sector:	The Investment Association £ Strategic Bond
Key Dates: Fund Launch	9 February 2013
Fund Closure	28 March 2017

Investment Objective

To achieve a total return.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)*	n/a	n/a	-1.90%
B Shares (Income)*	n/a	n/a	-1.89%
F Shares (Accumulation)*	n/a	n/a	-1.53%
F Shares (Income)*	n/a	n/a	-1.49%
Institutional Shares (Accumulation)*	n/a	n/a	-1.78%
Institutional Shares (Income)*	n/a	n/a	-1.81%
Institutional W Shares (Accumulation)*	n/a	n/a	-1.70%
Institutional W Shares (Income)*	n/a	n/a	-1.72%
Sterling Accumulation Shares*	n/a	n/a	-2.12%
Sterling Income Shares*	n/a	n/a	-2.12%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 146 to 150.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

Portfolio Summary

The Sub-fund closed on 28 March 2017. Despite this Sub-fund closing in 2017, we are still awaiting settlement of outstanding expenses. Once these are settled, the Sub-fund will be terminated.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	107.22	109.46
Return before operating charges*	7.85	(0.18)
Operating charges	(0.77)	(1.33)
Return after operating charges	7.08	(1.51)
Distributions	(2.25)	(3.63)
Retained distributions on accumulation shares	1.80	2.90
Closing net asset value per share	113.85	107.22
*After direct transaction costs of	—	—
Performance		
Return after charges	6.60%	(1.38%)
Other information		
Closing net asset value (£)	—	13,205
Closing number of shares	—	12,315
Operating charges**	0.93%	1.22%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	114.53	110.44
Lowest share price	107.56	104.77

B Shares (Income)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	98.12	102.90
Return before operating charges*	7.15	(0.14)
Operating charges	(0.70)	(1.26)
Return after operating charges	6.45	(1.40)
Distributions	(2.07)	(3.38)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	102.50	98.12
*After direct transaction costs of	—	—
Performance		
Return after charges	6.57%	(1.36%)
Other information		
Closing net asset value (£)	—	128,602
Closing number of shares	—	131,067
Operating charges**	0.93%	1.24%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	103.13	103.38
Lowest share price	98.37	97.34

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share classes closed on 28 March 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Statistics

(continued)

Comparative tables (continued)

F Shares (Accumulation)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	98.59	100.26
Return before operating charges*	7.29	(0.25)
Operating charges	(0.37)	(0.70)
Return after operating charges	6.92	(0.95)
Distributions	(2.14)	(3.60)
Retained distributions on accumulation shares	1.71	2.88
Closing net asset value per share	105.08	98.59
*After direct transaction costs of	—	—
Performance		
Return after charges	7.02%	(0.95%)
Other information		
Closing net asset value (£)	—	164,491
Closing number of shares	—	166,849
Operating charges**	0.49%	0.70%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	105.71	101.31
Lowest share price	98.90	96.19

F Shares (Income)	30/06/2017**** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	95.77	100.22
Return before operating charges*	7.02	(0.19)
Operating charges	(0.35)	(0.69)
Return after operating charges	6.67	(0.88)
Distributions	(2.07)	(3.57)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	100.37	95.77
*After direct transaction costs of	—	—
Performance		
Return after charges	6.96%	(0.88%)
Other information		
Closing net asset value (£)	—	138,095
Closing number of shares	—	144,201
Operating charges**	0.48%	0.70%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	100.98	100.76
Lowest share price	96.02	94.86

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two..

****Share classes closed on 28 March 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	102.45	104.47
Return before operating charges*	7.58	(0.17)
Operating charges	(0.62)	(1.14)
Return after operating charges	6.96	(1.31)
Distributions	(2.18)	(3.56)
Retained distributions on accumulation shares	1.74	2.85
Closing net asset value per share	108.97	102.45
*After direct transaction costs of	—	—
Performance		
Return after charges	6.79%	(1.25%)
Other information		
Closing net asset value (£)	—	254,520
Closing number of shares	—	248,423
Operating charges**	0.79%	1.10%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	109.62	105.47
Lowest share price	102.77	100.09

Institutional Shares (Income)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	96.46	101.12
Return before operating charges*	7.08	(0.12)
Operating charges	(0.58)	(1.14)
Return after operating charges	6.50	(1.26)
Distributions	(2.04)	(3.40)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	100.92	96.46
*After direct transaction costs of	—	—
Performance		
Return after charges	6.74%	(1.25%)
Other information		
Closing net asset value (£)	—	495,051
Closing number of shares	—	513,222
Operating charges**	0.79%	1.14%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	101.54	101.62
Lowest share price	96.71	95.67

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share classes closed on 28 March 2017.

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Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	108.06	110.08
Return before operating charges*	8.00	(0.22)
Operating charges	(0.53)	(1.04)
Return after operating charges	7.47	(1.26)
Distributions	(2.31)	(3.81)
Retained distributions on accumulation shares	1.85	3.05
Closing net asset value per share	115.07	108.06
*After direct transaction costs of	—	—
Performance		
Return after charges	6.91%	(1.14%)
Other information		
Closing net asset value (£)	—	1,279,742
Closing number of shares	—	1,184,254
Operating charges**	0.63%	0.95%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	115.77	111.19
Lowest share price	108.40	105.53

Institutional W Shares (Income)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	98.26	102.96
Return before operating charges*	7.22	(0.26)
Operating charges	(0.47)	(0.91)
Return after operating charges	6.75	(1.17)
Distributions	(2.09)	(3.53)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	102.92	98.26
*After direct transaction costs of	—	—
Performance		
Return after charges	6.87%	(1.14%)
Other information		
Closing net asset value (£)	—	3,266,244
Closing number of shares	—	3,323,985
Operating charges**	0.63%	0.90%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	103.55	103.49
Lowest share price	98.52	97.42

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share classes closed on 28 March 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	106.50	108.96
Return before operating charges*	7.79	(0.09)
Operating charges	(1.00)	(1.67)
Return after operating charges	6.79	(1.76)
Distributions	(2.21)	(3.49)
Retained distributions on accumulation shares	1.77	2.79
Closing net asset value per share	112.85	106.50
*After direct transaction costs of	—	—
Performance		
Return after charges	6.38%	(1.62%)
Other information		
Closing net asset value (£)	—	1,464,714
Closing number of shares	—	1,375,322
Operating charges**	1.22%	1.54%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	113.54	109.85
Lowest share price	106.83	104.17

Sterling Income Shares	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share		
Opening net asset value per share	98.00	102.90
Return before operating charges*	7.12	(0.06)
Operating charges	(0.90)	(1.58)
Return after operating charges	6.22	(1.64)
Distributions	(2.02)	(3.26)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	102.20	98.00
*After direct transaction costs of	—	—
Performance		
Return after charges	6.35%	(1.59%)
Other information		
Closing net asset value (£)	—	4,357,459
Closing number of shares	—	4,446,561
Operating charges**	1.20%	1.56%
Direct transaction costs*	0.00%	0.00%
Prices		
Highest share price	102.83	103.37
Lowest share price	98.24	97.32

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share classes closed on 28 March 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Statement of Total Return

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
Income					
Net capital gains	3		(251)		449,588
Revenue	4	—		293,665	
Expenses	5	(2,298)		(32,280)	
Interest payable and similar charges	7	(92)		(552)	
Net (expense)/revenue before taxation		(2,390)		260,833	
Taxation	6	—		(5,621)	
Net (expense)/revenue after taxation			(2,390)		255,212
Total return before distributions			(2,641)		704,800
Distributions	8		—		(288,124)
Change in net assets attributable to Shareholders from investment activities			(2,641)		416,676

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
		£	£	£	£
Opening net assets attributable to Shareholders					
			—		11,562,123
Amounts received on issue of shares		—		361,908	
Amounts paid on cancellation of shares		—		(12,414,356)	
					(12,052,448)
Dilution adjustment					17,429
Amounts receivable from the ACD on termination			2,210		974
Change in net assets attributable to Shareholders from investment activities (see above)			(2,641)		416,676
Retained distributions on accumulation shares					52,708
Unclaimed distributions			431		2,538
Closing net assets attributable to Shareholders			—		—

Balance Sheet

as at 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
ASSETS					
Fixed assets					
Investment assets			—		—
Current assets					
Debtors	10	2,210		974	
Cash and bank balances	11	—		17,071	
Total other assets			2,210		18,045
Total assets			2,210		18,045
LIABILITIES					
Creditors					
Bank overdraft	11	(1,202)		—	
Other creditors	12	(1,008)		(18,045)	
Total other liabilities			(2,210)		(18,045)
Total liabilities			(2,210)		(18,045)
Net assets attributable to Shareholders			—		—

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Distribution Statement

for the year ended 30 June 2018

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.8605
Group 2	n/a	n/a	n/a	0.8605
B Shares (Income)				
Group 1	n/a	n/a	n/a	0.8038
Group 2	n/a	n/a	n/a	0.8038
F Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.7763
Group 2	n/a	n/a	n/a	0.7763
F Shares (Income)				
Group 1	n/a	n/a	n/a	0.7492
Group 2	n/a	n/a	n/a	0.7492
Institutional Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.8517
Group 2	n/a	n/a	n/a	0.8517
Institutional Shares (Income)				
Group 1	n/a	n/a	n/a	0.8009
Group 2	n/a	n/a	n/a	0.8009
Institutional W Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.8757
Group 2	n/a	n/a	n/a	0.8757
Institutional W Shares (Income)				
Group 1	n/a	n/a	n/a	0.7954
Group 2	n/a	n/a	n/a	0.7954
Sterling Accumulation Shares				
Group 1	n/a	n/a	n/a	0.9171
Group 2	n/a	n/a	n/a	0.9171
Sterling Income Shares				
Group 1	n/a	n/a	n/a	0.8442
Group 2	n/a	n/a	n/a	0.8442

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Distribution Statement

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.9376
Group 2	n/a	n/a	n/a	0.9376
B Shares (Income)				
Group 1	n/a	n/a	n/a	0.8503
Group 2	n/a	n/a	n/a	0.8503
F Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.9355
Group 2	n/a	n/a	n/a	0.9355
F Shares (Income)				
Group 1	n/a	n/a	n/a	0.9063
Group 2	n/a	n/a	n/a	0.9063
Institutional Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.8899
Group 2	n/a	n/a	n/a	0.8899
Institutional Shares (Income)				
Group 1	n/a	n/a	n/a	0.8288
Group 2	n/a	n/a	n/a	0.8288
Institutional W Shares (Accumulation)				
Group 1	n/a	n/a	n/a	0.9732
Group 2	n/a	n/a	n/a	0.9732
Institutional W Shares (Income)				
Group 1	n/a	n/a	n/a	0.8782
Group 2	n/a	n/a	n/a	0.8782
Sterling Accumulation Shares				
Group 1	n/a	n/a	n/a	0.8528
Group 2	n/a	n/a	n/a	0.8528
Sterling Income Shares				
Group 1	n/a	n/a	n/a	0.7748
Group 2	n/a	n/a	n/a	0.7748

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
(Losses)/gains on non-derivative securities	(391)	727,274
Gains on derivative contracts	—	92,638
Losses on forward currency contracts	—	(135,639)
Currency exchange gains/(losses)	140	(198,527)
Activity charges	—	(36,158)
Net capital gains	(251)	449,588

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	—	857
Interest on debt securities	—	292,156
Overseas dividends	—	15,037
Returns on derivatives	—	(15,362)
Stock lending	—	977
Total revenue	—	293,665

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	—	54,801
Administration fees	—	5,769
Expenses capped*	—	(36,949)
Safe custody charges	—	777
	—	24,398
Other expenses:		
Audit fee†	2,063	5,798
Depositary's fees	—	2,440
Financial Conduct Authority fee	—	(356)
Professional fees	235	—
	2,298	7,882
Total expenses	2,298	32,280

†The Audit fee net of VAT for 2018 is £300 (30/06/17: £7,248).

*There was a discretionary cap of 10bps, excluding ACD and administration fees on expenses charged to all share classes. Please see Accounting Policy note - 1.1(e) for further information.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018	30/06/2017
	£	£
a) Analysis of tax charge		
Corporation tax	—	5,621
Double taxation relief	—	(4,794)
Overseas tax	—	4,794
Total tax charge (see Note 6b)	—	5,621

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net (expense)/revenue before taxation	(2,390)	260,833
Corporation tax @ 20%	(478)	52,167
Effects of:		
Double taxation relief	—	(4,794)
Overseas tax	—	4,794
Prior year adjustment	478	—
Tax deductible interest distributions	—	(46,546)
Total tax charge (see Note 6a)	—	5,621

c) Deferred tax

No deferred tax asset has been recognised in the accounts. The Sub-fund has no excess management expenses (30/06/17: £nil).

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Interest	92	552
Total interest	92	552

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018	30/06/2017
	£	£
Interim Interest distribution 30 September	—	94,013
Interim Interest distribution 31 December	—	89,676
Interim Interest distribution 31 March	—	—
Final Interest distribution 30 June	—	—
Income tax withheld	—	47,194
	—	230,883
Amounts added on issue of shares	—	(1,786)
Amounts deducted on cancellation of shares	—	59,027
Net distributions for the year	—	288,124

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Notes to the Financial Statements

(continued)

9 Net movement between (expense)/revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net (expense)/revenue after taxation	(2,390)	255,212
Capitalised fees less tax relief paid from capital	2,298	32,280
Equalisation on conversions	—	(7)
Undistributed revenue	92	639
	—	288,124

10 Debtors

	30/06/2018	30/06/2017
	£	£
Amount receivable on termination	2,210	974
Total debtors	2,210	974

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	—	17,071
	—	17,071
Overdrawn cash and bank balances		
Overdraft position	1,202	—
	1,202	—

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	—	—
	—	—
b) Other creditors		
Accrued expenses	1,008	17,217
Corporation tax payable	—	828
Total other creditors	1,008	18,045

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £1,008 (30/06/17: £11,659 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The Sub-fund was not exposed to Market Price risk as it closed on 28 March 2017.

Derivative risk

As at the balance sheet date there are no derivative holdings (30/06/17: £nil).

Counterparty credit risk

As at the balance sheet date, there is no counterparty exposure for non-exchange traded derivatives.

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

As at the balance sheet date, the Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

As at 30 June 2017, the Sub-fund did not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Eurozone	—	—	—	131
United States of America	—	—	—	(4)
Total	—	—	—	127

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Global Select Bond Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Debt instruments (direct)	—	—	—	—	—
Total purchases	—	—		—	
Total purchases including transaction costs	—				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Debt instruments (direct)	—	—	—	—	—
Collective Investment Schemes	—	—	—	—	—
Total sales	—	—		—	
Total sales net of transaction costs	—				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Debt instruments	6,543	—	—	—	—
Total purchases	6,543	—		—	
Total purchases including transaction costs	6,543				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Debt instruments	17,929	—	—	—	—
Collective investment schemes	1,021	—	—	—	—
Total sales	18,950	—		—	
Total sales net of transaction costs	18,950				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Sub-fund utilised derivative instruments including credit default swaps, interest rate swaps, swaptions and futures covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.00% (30/06/17: 0.00%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2017 £nil investments were subject to stock lending agreements and the Sub-fund held £nil in collateral. The collateral is held in debt securities.

The gross earnings and the fees for the year are £nil (30/06/17: £1,221) and £nil (30/06/17: £244) respectively.

BNY Mellon Investment Funds
Insight Inflation-Linked Corporate Bond Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser: Insight Investment Management (Global) Limited
 Fund Size: £63.23m
 Sector: The Investment Association £ Strategic Bond

Yield as at 30 June 2018:

B Shares (Accumulation)	2.08%
B Shares (Income)	2.08%
F Shares (Accumulation)	2.43%
F Shares (Income)	2.43%
Institutional Shares (Accumulation)	2.28%
Institutional Shares (Income)	2.28%
Institutional W Shares (Accumulation)	2.28%
Institutional W Shares (Income)	2.28%
Sterling Accumulation Shares	1.61%
Sterling Income Shares	1.61%
X Shares (Accumulation)	2.78%

Key Dates: Fund Launch 9 February 2013

Investment Objective

To generate attractive returns relative to UK inflation levels over the medium to long term.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	0.34%	10.54%	0.93%
B Shares (Income)	0.35%	10.53%	0.91%
F Shares (Accumulation)	0.69%	10.92%	1.26%
F Shares (Income)	0.69%	10.91%	1.27%
Institutional Shares (Accumulation)	0.54%	10.76%	1.11%
Institutional Shares (Income)	0.54%	10.77%	1.15%
Institutional W Shares (Accumulation)	0.54%	10.76%	1.15%
Institutional W Shares (Income)	0.54%	10.76%	1.16%
Sterling Accumulation Shares	-0.12%	10.10%	0.61%
Sterling Income Shares	-0.13%	10.10%	0.61%
X Shares (Accumulation)	1.05%	11.26%	1.56%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review to 30 June 2018, the Sterling Income share class of the Sub-fund returned -0.13%.

The Sub-fund had a mixed picture during the first half during this review period but gains over the final six months of 2017 being offset by weakness in the first six months of 2018.

In detail, performance was positive in July and August 2017, driven by factors including a fall in government bond *yields*. In September, performance in the Sub-fund turned negative as a rise in government bond *yields* was a principle detractor from returns. In Q4 2017 a small fall in government bond *yields* and tighter *credit yield spreads* were the main contributors to returns, while a fall in the cost of *inflation protection* modestly subtracted from returns in October and again in November. In December, performance returned to positive territory, with falling government bond *yields* and tighter *credit yield spreads* driving returns. This all reversed in the first half of 2018 as *credit yield spreads* widened and lower government bond *yields* provided only a partial offset.

In terms of activity, *inflation* positioning was broadly unchanged during the third and fourth quarters of 2017, with a mixture of short-dated UK and longer dated US *inflation* protection. *Inflation* exposure was increased towards the end of March 2018. Exposure to UK *inflation* focused on the five to 10 year part of the *yield curve*, while the Sub-fund maintained its exposure to long-dated US inflation bonds. This was maintained through to the end of the review period, 30 June 2018.

The Sub-fund also held a position in Australian government bonds at the start of the period under review. However, it exited this holding in November 2017 after weaker-than-expected *inflation* prompted a favourable re-rating of the market. Throughout the 12-months, the Sub-fund held US government bonds.

With respect to *duration*, at the start of the period under review, it was increased following the sharp increase in bond *yields* seen at the end of June 2017, following commentary from UK Monetary Policy Committee members suggesting a rate increase could come sooner than the market expected. As government bond yields fell over the 2017 summer months, the *duration* of the Sub-fund was again reduced by selling a mixture of *gilt* and US bond *futures*. The *duration* of the Sub-fund was then increased modestly in September but it still remains towards the lower end of the recent range. This cautious stance towards *duration* was evident in Q4 2017 and Q1 2018.

In terms of credit exposure, the Sub-fund began to reduce credit risk in September 2017, reflecting higher valuations seen in credit markets. Although the Sub-fund participated in several new issues through the period, the cautious approach towards credit risk was maintained through the back-end of 2017 and into 2018 as valuations remained high. Towards the end of the period under review, the Sub-fund took advantage of the rally in *spreads* to sell credit risk.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Treasury 1.25% Index Linked Gilts 22/11/2027
Bank of Montreal 1.375% Bonds 29/12/2021
Treasury 1.875% Index Linked Gilts 22/11/2022
Swedbank Hypotek 1.125% Bonds 7/12/2021
Toronto-Dominion Bank 1% Bonds 13/12/2021
Treasury 0.125% Index Linked Gilts 22/03/2024
Royal Bank of Canada 1.125% Bonds 22/12/2021
Phoenix 5.75% Perpetual Bonds
Petroleos Mexicanos 3.75% Bonds 16/11/2025
Barclays 3.25% Bonds 17/1/2033

Sales

Treasury 1.25% Index Linked Gilts 22/11/2027
Bank of Montreal 1.375% Bonds 29/12/2021
Treasury 1.875% Index Linked Gilts 22/11/2022
Treasury 0.125% Index Linked Gilts 22/3/2024
AXA 3.25% Perpetual Floating Rate Note
Imperial Brands Finance 9% Bonds 17/2/2022
E.ON International Finance 6.65% Bonds 30/4/2038
Carlyle 0% Floating Rate Notes 15/7/2027
Petroleos Mexicanos 3.75% Bonds 16/11/2025
Caixabank 2.75% Floating Rate Notes 14/7/2028

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	118.11	106.67	105.94
Return before operating charges*	1.51	12.77	2.37
Operating charges	(1.03)	(1.03)	(1.09)
Return after operating charges	0.48	11.74	1.28
Distributions	(2.07)	(2.65)	(2.76)
Retained distributions on accumulation shares	2.07	2.35	2.21
Closing net asset value per share	118.59	118.11	106.67
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.41%	11.01%	1.21%
Other information			
Closing net asset value (£)	516,883	219,802	60,921
Closing number of shares	435,874	186,094	57,111
Operating charges**	0.86%	0.90%	1.04%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	121.56	119.14	107.22
Lowest share price	117.70	107.69	99.54

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	107.11	98.73	100.13
Return before operating charges*	1.38	11.81	2.21
Operating charges	(0.93)	(0.96)	(1.03)
Return after operating charges	0.45	10.85	1.18
Distributions	(1.87)	(2.47)	(2.58)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	105.69	107.11	98.73
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.42%	10.99%	1.18%
Other information			
Closing net asset value (£)	84,354	56,181	13,887
Closing number of shares	79,814	52,451	14,066
Operating charges**	0.86%	0.91%	1.04%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	109.95	109.11	100.76
Lowest share price	106.40	99.68	93.11

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

F Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	110.43	99.39	98.40
Return before operating charges*	1.40	11.95	2.18
Operating charges	(0.57)	(0.59)	(0.59)
Return after operating charges	0.83	11.36	1.59
Distributions	(2.33)	(2.88)	(2.98)
Retained distributions on accumulation shares	2.33	2.56	2.38
Closing net asset value per share	111.26	110.43	99.39
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.75%	11.43%	1.62%
Other information			
Closing net asset value (£)	9,539,010	5,841,022	2,200,468
Closing number of shares	8,573,555	5,289,308	2,214,012
Operating charges**	0.51%	0.55%	0.61%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	113.88	111.39	99.90
Lowest share price	110.05	100.34	92.64

F Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	105.15	96.90	98.28
Return before operating charges*	1.35	11.62	2.16
Operating charges	(0.54)	(0.58)	(0.59)
Return after operating charges	0.81	11.04	1.57
Distributions	(2.21)	(2.79)	(2.95)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	103.75	105.15	96.90
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.77%	11.39%	1.60%
Other information			
Closing net asset value (£)	2,167,863	150,743	70,811
Closing number of shares	2,089,413	143,358	73,077
Operating charges**	0.51%	0.56%	0.61%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	108.08	107.30	98.93
Lowest share price	104.60	97.84	91.43

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	119.20	107.43	106.50
Return before operating charges*	1.51	12.92	2.32
Operating charges	(0.80)	(0.82)	(0.78)
Return after operating charges	0.71	12.10	1.54
Distributions	(2.33)	(2.93)	(3.03)
Retained distributions on accumulation shares	2.33	2.60	2.42
Closing net asset value per share	119.91	119.20	107.43
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.60%	11.26%	1.45%
Other information			
Closing net asset value (£)	55,155	36,942	33,231
Closing number of shares	45,997	30,993	30,933
Operating charges**	0.66%	0.71%	0.74%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	122.81	120.23	107.98
Lowest share price	118.78	108.46	100.18

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	107.08	98.67	100.08
Return before operating charges*	1.36	11.85	2.19
Operating charges	(0.70)	(0.75)	(0.74)
Return after operating charges	0.66	11.10	1.45
Distributions	(2.09)	(2.69)	(2.86)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	105.65	107.08	98.67
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.62%	11.25%	1.45%
Other information			
Closing net asset value (£)	12,484	12,652	11,659
Closing number of shares	11,816	11,816	11,816
Operating charges**	0.65%	0.71%	0.75%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	110.00	109.18	100.73
Lowest share price	106.45	99.63	93.09

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	119.31	107.53	106.57
Return before operating charges*	1.52	12.93	2.35
Operating charges	(0.80)	(0.82)	(0.78)
Return after operating charges	0.72	12.11	1.57
Distributions	(2.34)	(2.94)	(3.06)
Retained distributions on accumulation shares	2.34	2.61	2.45
Closing net asset value per share	120.03	119.31	107.53
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.60%	11.26%	1.47%
Other information			
Closing net asset value (£)	22,154,880	15,144,887	10,140,823
Closing number of shares	18,457,417	12,693,224	9,430,404
Operating charges**	0.66%	0.71%	0.74%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	122.93	120.35	108.09
Lowest share price	118.90	108.57	100.27

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	107.14	98.73	100.12
Return before operating charges*	1.39	11.84	2.20
Operating charges	(0.72)	(0.75)	(0.73)
Return after operating charges	0.67	11.09	1.47
Distributions	(2.09)	(2.68)	(2.86)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	105.72	107.14	98.73
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.63%	11.23%	1.47%
Other information			
Closing net asset value (£)	4,072,731	2,421,122	2,125,431
Closing number of shares	3,852,380	2,259,702	2,152,663
Operating charges**	0.66%	0.71%	0.74%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	110.07	109.25	100.78
Lowest share price	106.52	99.70	93.13

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	116.40	105.54	105.15
Return before operating charges*	1.45	12.68	2.32
Operating charges	(1.54)	(1.57)	(1.46)
Return after operating charges	(0.09)	11.11	0.86
Distributions	(1.48)	(2.12)	(2.33)
Retained distributions on accumulation shares	1.48	1.87	1.86
Closing net asset value per share	116.31	116.40	105.54
*After direct transaction costs of	0.00	—	—
Performance			
Return after charges	(0.08%)	10.53%	0.82%
Other information			
Closing net asset value (£)	12,603,509	12,914,567	12,519,635
Closing number of shares	10,835,729	11,095,186	11,862,552
Operating charges**	1.31%	1.38%	1.41%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	119.47	117.42	106.08
Lowest share price	115.97	106.55	98.61

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	107.07	98.68	100.09
Return before operating charges*	1.39	11.82	2.18
Operating charges	(1.44)	(1.46)	(1.39)
Return after operating charges	(0.05)	10.36	0.79
Distributions	(1.36)	(1.97)	(2.20)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	105.66	107.07	98.68
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.05%)	10.50%	0.79%
Other information			
Closing net asset value (£)	6,880,870	7,704,541	7,871,665
Closing number of shares	6,512,543	7,195,485	7,977,001
Operating charges**	1.33%	1.38%	1.41%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	109.73	108.83	100.69
Lowest share price	106.15	99.64	93.04

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	117.10	105.07	103.71
Return before operating charges*	1.49	12.65	2.31
Operating charges	(0.19)	(0.24)	(0.25)
Return after operating charges	1.30	12.41	2.06
Distributions	(2.90)	(3.44)	(3.51)
Retained distributions on accumulation units	2.90	3.06	2.81
Closing net asset value per share	118.40	117.10	105.07
*After direct transaction costs of	—	—	—
Performance			
Return after charges	1.11%	11.81%	1.99%
Other information			
Closing net asset value (£)	5,139,845	3,617,945	3,246,111
Closing number of shares	4,341,235	3,089,566	3,089,566
Operating charges**	0.16%	0.21%	0.24%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	121.00	118.12	105.61
Lowest share price	116.71	106.08	97.83

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 2.72% (0.00%)			
Treasury 1.25% Index Linked Gilts 22/11/2027	£912,000	1,718,891	2.72
Overseas Government Bonds 5.10% (3.90%)			
Italy (Republic) 6% Bonds 4/8/2028	£121,000	143,805	0.23
US Treasury 1% Inflation Index Linked Bonds 15/2/2046	USD689,000	568,274	0.90
US Treasury 1.375% Bonds 15/2/2044	USD2,765,000	2,512,862	3.97
Sterling Denominated Corporate Bonds 78.43% (67.29%)			
A2Dominion Housing 3.5% Bonds 15/11/2028	£357,000	363,765	0.58
AA Bond 2.75% Notes 31/7/2043	£305,000	290,497	0.46
AA Bond 2.875% Notes 31/7/2043	£482,000	472,259	0.75
ABP Finance 6.25% Bonds 14/12/2026	£774,000	954,339	1.51
Affinity Water Programme Finance 1.548% Index Linked Bonds 1/6/2045	£500,000	856,651	1.35
Alba 2007-1 0.799% Floating Rate Notes 17/3/2039	£164,408	152,441	0.24
Anglian Water Services 3.07% Index Linked Bonds 30/7/2032	£330,000	778,727	1.23
Anglian Water Services Financing 2.625% Bonds 15/6/2027	£271,000	258,935	0.41
Anheuser-Busch InBev 2.25% Bonds 24/5/2029	£115,000	109,948	0.17
Anheuser-Busch InBev SA/NV 2.85% Bonds 25/5/2037	£125,000	119,782	0.19
Annington Funding 2.646% Bonds 12/7/2025	£183,000	182,122	0.29
Annington Funding 3.184% Bonds 12/7/2029	£770,000	771,294	1.22
Aroundtown 3% Bonds 16/10/2029	£378,000	363,647	0.58
Assicurazioni Generali 6.269% Guaranteed Perpetual Subordinated Floating Rate Bonds	£400,000	402,612	0.64
Assicurazioni Generali 6.416% Guaranteed Perpetual Subordinated Floating Rate Bonds	£50,000	51,240	0.08
AT&T 7% Guaranteed Senior European Medium Term Bonds 30/4/2040	£150,000	217,145	0.34
Aviva 5.9021% Guaranteed Perpetual Subordinated Floating Rate Bonds	£180,000	187,794	0.30
Aviva 6.125% Floating Rate Bonds 14/11/2036	£90,000	100,222	0.16
Aviva 6.125% Guaranteed Perpetual Bonds	£450,000	490,098	0.78
AXA 5.453% Subordinated Perpetual Floating Rate Notes	£472,000	495,688	0.78
AXA 5.625% Subordinated Floating Rate European Medium Term Notes 16/1/2054	£100,000	106,681	0.17
Barclays 3.25% Bonds 12/2/2027	£196,000	191,133	0.30
Barclays 3.25% Bonds 17/1/2033	£843,000	769,549	1.22
Barclays 4.25% Guaranteed European Medium Term Bonds 12/1/2022	£240,000	264,075	0.42
BASF SE 1.375% Bonds 21/6/2022	£328,000	326,878	0.52
BL Superstores Finance 5.578% Guaranteed Asset Backed Bonds 4/10/2030	£370,000	428,342	0.68
BNP Paribas 1.125% Bonds 16/8/2022	£300,000	292,368	0.46
BPCE 5.25% Subordinated Notes 16/4/2029	£600,000	678,070	1.07
British Land 2.375% Bonds 14/9/2029	£404,000	384,883	0.61
Bromford Housing 3.125% Bonds 3/5/2048	£183,000	181,816	0.29
Canary Wharf Finance II 6.455% Guaranteed Asset Backed Bonds 22/10/2033	£220,614	278,183	0.44
Castell 2017-1 2.5163% Asset Backed Floating Rate Notes 25/10/2044	£192,000	191,691	0.30
Chancellor Masters and Scholars of the University of Oxford 2.544% Bonds 8/12/2117	£196,000	188,099	0.30
Channel Link Enterprises Finance 3.043% Bonds 30/6/2050	£340,000	337,351	0.53
Channel Link Enterprises Finance 3.848% Bonds 30/6/2050	£240,000	257,714	0.41
Circle Anglia Social Housing 5.2% Bonds 2/3/2044	£300,000	408,910	0.65
Commonwealth Bank of Australia 1.125% Bonds 22/12/2021	£800,000	793,504	1.25
Commonwealth Bank of Australia 3% Bonds 4/9/2026	£875,000	953,665	1.51
CYBG 5% Bonds 9/2/2026	£335,000	346,929	0.55
Delamare Finance 6.067% Bonds 19/2/2029	£180,000	205,677	0.33
Dwr Cymru Financing 3.514% Index Linked Medium Term Notes 31/3/2030	£270,000	636,238	1.01
Électricité de France 6% Perpetual Floating Rate Notes	£400,000	406,300	0.64
Électricité de France 6% Bonds 23/1/2114	£200,000	257,450	0.41
Eurosail 1.34125% Floating Rate Mortgage Backed Bonds 13/9/2045	£146,151	133,902	0.21
Eversholt Funding 3.529% Bonds 7/8/2042	£147,000	143,154	0.23
Gatwick Funding 3.25% Bonds 26/2/2048	£550,000	539,269	0.85
GE Capital 4.875% Bonds 18/9/2037	£60,000	67,869	0.11
GE Capital 5.375% Bonds 18/12/2040	£120,000	154,080	0.24
Gemgarto 2.64356% Floating Rate Notes 16/2/2047	£250,000	249,052	0.39
Goldman Sachs 7.25% Bonds 10/4/2028	£430,000	582,313	0.92
Great Rolling Stock 6.5% Bonds 5/4/2031	£492,250	619,773	0.98

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sterling Denominated Corporate Bonds (continued)			
Greene King Finance 4.0643% Bonds 15/3/2035	£336,415	358,199	0.57
Hastings Finance 3% Bonds 24/5/2025	£763,000	762,275	1.21
Heathrow Funding 6% Bonds 20/3/2020	£100,000	107,553	0.17
Heathrow Funding 7.125% Bonds 14/2/2024	£600,000	735,542	1.16
Hiscox 6.125% Bonds 24/11/2045	£254,000	278,216	0.44
Housing and Care 3.288% Bonds 8/11/2049	£487,000	491,271	0.78
HSBC 6% 29/3/2040	£340,000	436,366	0.69
Intu (SGS) Finance 3.875% Bonds 17/3/2028	£550,000	581,264	0.92
Juturna Euro Loan 5.0636% Bonds 10/8/2033	£129,089	155,834	0.25
Kennedy Wilson 3.95% Senior Notes 30/6/2022	£192,000	199,998	0.32
Land Securities Capital Markets 1.974% Bonds 8/2/2026	£210,000	210,620	0.33
Land Securities Capital Markets 2.399% Bonds 8/2/2031	£172,000	172,834	0.27
Land Securities Capital Markets 2.625% Bonds 22/9/2037	£109,000	106,545	0.17
Land Securities Capital Markets 2.75% Bonds 22/9/2057	£496,000	488,838	0.77
Lloyds Bank 4.875% Bonds 30/3/2027	£850,000	1,049,657	1.66
Lloyds Bank 6% Bonds 8/2/2029	£500,000	685,103	1.08
London & Quadrant 2.25% Bonds 20/7/2029	£230,000	220,890	0.35
London Power Networks 3.125% Index Linked Bonds 7/6/2032	£350,000	812,872	1.29
Longstone Finance 4.791% Mortgage Backed Bonds 19/4/2036	£129,971	149,700	0.24
Mansard Mortgages 2007-2 2.28869% Floating Rate Mortgage Backed Bonds 15/12/2049	£250,000	255,258	0.40
Marstons Issuer 5.1576% Floating Rate Notes 15/10/2027	£870,000	861,198	1.36
Martlet Homes 3% Senior Bonds 9/5/2052	£250,000	235,685	0.37
Metro Bank 5.5% Bonds 26/6/2028	£600,000	580,596	0.92
Mondelez International 4.5% Bonds 3/12/2035	£126,000	139,221	0.22
Morgan Stanley 2.625% Bonds 9/3/2027	£129,000	126,890	0.20
Motability Operations 2.375% Bonds 14/3/2032	£222,000	213,497	0.34
National Australia Bank 0.875% Bonds 26/6/2020	£650,000	643,780	1.02
National Australia Bank 1.125% Bonds 10/11/2021	£600,000	596,124	0.94
National Grid Gas Finance 2.625% Bonds 22/9/2038	£293,000	267,017	0.42
Newday Funding 2.5108% Asset Backed Floating Rate Notes 15/7/2025	£414,000	416,893	0.66
Notting Hill Housing Trust 3.25% Bonds 12/10/2048	£263,000	258,432	0.41
Optivo Finance 3.283% Bonds 22/3/2048	£185,000	189,936	0.30
Petroleos Mexicanos 3.75% Bonds 16/11/2025	£415,000	389,067	0.62
Phoenix 5.75% Perpetual Bonds	£1,091,000	1,002,225	1.58
Provident Financial 7% Bonds 4/6/2023	£497,000	507,338	0.80
Prudential 5% Bonds 20/7/2055	£102,000	102,823	0.16
Prudential 5.7% Bonds 19/12/2063	£270,000	293,495	0.46
RAC 4.87% Bonds 6/5/2046	£914,000	949,900	1.50
Ribbon Finance 2018 2.50662% Floating Rate Mortgage Backed Bonds 20/4/2028	£102,000	102,000	0.16
Royal Bank of Canada 1.125% Bonds 22/12/2021	£1,386,000	1,377,074	2.18
Santander 5.25% Bonds 16/2/2029	£530,000	687,505	1.09
Santander UK 5.125% Bonds 14/4/2021	£1,300,000	1,435,664	2.27
Scottish Widows 5.5% Bonds 16/6/2023	£160,000	175,166	0.28
Scottish Widows 7% Bonds 16/6/2043	£240,000	288,728	0.46
Severn Trent Finance 3.86% Floating Rate Notes 30/5/2028	£330,000	747,074	1.18
Society of Lloyd's 4.75% Bonds 30/10/2024	£369,000	396,279	0.63
Southern Water Services 5.0259% Index Linked Bond 31/3/23	£350,000	652,505	1.03
Southern Water Services Finance 4.5% Senior Floating Rate Notes 31/3/2038	£200,000	213,548	0.34
Student Finance 2.6663% Senior Notes 30/9/2024	£485,000	481,552	0.76
Swedbank Hypotek 1.125% Bonds 7/12/2021	£1,680,000	1,669,517	2.64
Telereal Securitisation 5.3887% Guaranteed Asset Backed Bonds 10/12/2033	£123,716	146,873	0.23
Telereal Securitisation 5.4252% Guaranteed Asset Backed Bonds 10/12/2033	£175,180	204,988	0.32
Telereal Securitisation 6.1645% Guaranteed Asset Backed Bonds 10/12/2033	£258,160	317,256	0.50
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£87,580	101,503	0.16
Tesco Property Finance 4 5.8006% Guaranteed Mortgage Backed Bonds 13/10/2040	£97,978	114,419	0.18
Tesco Property Finance 5 5.6611% Guaranteed Mortgage Backed Bonds 13/10/2041	£303,359	349,246	0.55
Thames Water Utilities 3.375% Bonds 21/7/2021	£7,000	12,547	0.02
Thrones 2015-1 1.82937% Floating Rate Notes 18/3/2050	£113,440	113,909	0.18

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sterling Denominated Corporate Bonds (continued)			
Time Warner Cable 5.25% Bonds 15/7/2042	£147,000	159,802	0.25
Toronto-Dominion Bank 1% Bonds 13/12/2021	£1,705,000	1,687,098	2.67
Towd Point Mortgage 1 2.35588% Floating Rate Mortgage Backed Bonds 20/2/2054	£497,000	500,232	0.79
Unique Pub Finance 5.659% Bonds 30/6/2027	£61,071	67,161	0.11
Wellcome Trust 2.517% Bonds 7/2/2118	£354,000	335,203	0.53
Wells Fargo 2% Bonds 28/7/2025	£206,000	198,112	0.31
Western Power Distribution South West 2.375% Bonds 16/5/2029	£877,000	844,718	1.34
WM Treasury 2 3.25% Bonds 20/10/2048	£173,000	173,616	0.27
Yorkshire Building Society 3.375% Bonds 13/9/2028	£256,000	240,888	0.38
Yorkshire Water Services Bradford Finance 2.718% Index Linked Bonds 30/12/2039	£350,000	766,645	1.21
Non-Sterling Denominated Corporate Bonds 7.98% (17.27%)			
Assicurazioni Generali 5.5% Bonds 27/10/2047	EUR300,000	280,455	0.44
AT&T 3.15% Bonds 4/9/2036	EUR118,000	103,845	0.16
Barclays 7.625% Bonds 21/11/2022	USD470,000	383,227	0.61
Channel Link Enterprises Finance 2.706% Bonds 30/6/2050	EUR240,000	223,400	0.35
Citigroup 8.125% Bonds 15/7/2039	USD500,000	532,712	0.84
Delta Spark 0.575% Asset Backed Floating Rate Notes 22/7/2023	EUR402,184	352,460	0.56
Dilosk 2.1830% Floating Rate Mortgage Backed Notes 28/2/2051	EUR300,000	263,302	0.42
e Bruxelles Lambert 1.875% Bonds 19/6/2025	EUR700,000	622,184	0.98
European Residential 0.63% Floating Rate Notes 24/3/2061	EUR165,939	146,805	0.23
Grand Canal Securities 0.653% Floating Rate Asset Backed Bonds 24/12/2058	EUR639,349	565,705	0.90
Iberdrola International BV 1.875% Perpetual Bonds	EUR900,000	759,844	1.20
Interstar Millennium Series 2006-4H Trust 2.34% Floating Rate Mortgage Backed Bonds 7/11/2039	AUD244,004	129,835	0.21
SCOR SE 5.25% Perpetual Bonds	EUR600,000	404,469	0.64
Silverback Finance 3.7529% Bonds 25/5/2039	EUR300,000	276,274	0.44
Derivatives -2.31% (-1.99%)			
Interest Rate Swaps -1.72% (-2.01%)			
Receive UK RPI GBP 6 Months Pay 1.396% 15/12/2047	1,250,000	68,234.00	0.11
Receive UK RPI GBP 6 Months Pay 1.5570% 19/10/2047	1,200,000	17,524.00	0.03
Receive UK RPI GBP 6 Months Pay 1.6370% 5/10/2047	1,220,000	(6,749.00)	(0.01)
Receive UK RPI GBP 6 Months Pay 2.649% 25/2/2020	2,500,000	24,869.00	0.04
Receive UK RPI GBP 6 Months Pay 2.695% 26/3/2020	2,500,000	13,068.00	0.02
Receive UK RPI GBP 6 Months Pay 3.095% 27/6/2049	3,900,000	(149,058.00)	(0.24)
Receive UK RPI GBP 6 Months Pay 3.31% 7/2/2019	16,600,000	(947,202.00)	(1.50)
Receive US RPI USD 12 Months Pay 2.25% 23/10/2024	1,950,000	(38,660.00)	(0.06)
Receive UK RPI GBP 12 Months Pay 2.655 % 28/1/2021	2,500,000	62,777.00	0.10
Receive UK RPI GBP 12 Months Pay 2.795 % 10/12/2020	3,520,000	59,878.00	0.09
Receive UK RPI GBP 12 Months Pay 3.11% 8/10/2024	4,425,000	(90,759.00)	(0.14)
Receive UK RPI GBP 12 Months Pay 3.3375% 15/3/2028	1,500,000	(2,459.00)	0.00
Receive UK RPI GBP 12 Months Pay 3.365% 28/2/2028	3,000,000	(29,207.00)	(0.05)
Receive UK RPI GBP 12 Months Pay 3.3825% 20/12/2027	2,500,000	(15,231.00)	(0.02)
Receive UK RPI GBP 12 Months Pay 3.405% 18/5/2022	4,000,000	(31,313.00)	(0.05)
Receive UK RPI GBP 12 Months Pay 3.5125% 6/3/2022	2,500,000	(22,642.00)	(0.04)
Credit Default Swaps -0.08% (-0.07%)			
E.ON 1.00% 20/12/2021 Credit Default Swap	300,000	(6,090)	(0.01)
E.ON 1.00% 20/12/2021 Credit Default Swap	600,000	(12,179)	(0.02)
IBM 1.00% 20/12/2020 Credit Default Swap	500,000	(7,902)	(0.01)
IBM 1.00% 20/12/2020 Credit Default Swap	150,000	(2,370)	0.00
Intesa 1.00% 20/12/2022 Credit Default Swap	200,000	3,745	0.00
Standard Chartered Bank 1.00% 20/6/2022 Credit Default Swap	1,100,000	(23,407)	(0.04)
Futures -0.37% (0.35%)			
Euro-Bobl Future September 2018	(15)	(8,860)	(0.01)
Euro-Bund Future September 2018	(23)	(34,615)	(0.06)
Euro-Buxl 30 Year Bond September 2018	(2)	(5,236)	(0.01)
Euro-Schatz Future September 2018	(3)	(239)	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Futures (continued)			
Long Gilt Future September 2018	(118)	(146,796)	(0.23)
US 5 Year Note (CBT) September 2018	41	(1,887)	0.00
US 10 Year Note (CBT) September 2018	59	45,387	0.07
US 10 Year Ultra Future September 2018	64	6,770	0.01
US Long Bond (CBT) September 2018	(2)	(3,846)	(0.01)
US Ultra Bond (CBT) September 2018	(36)	(83,409)	(0.13)
AUD Forward Foreign Currency Contracts 0.01% (-0.02%)			
Forward Foreign Currency Contracts 19/7/18	EUR(685,000)	(383,082)	(0.60)
Forward Foreign Currency Contracts 19/7/18	£386,675	386,675	0.61
EUR Forward Foreign Currency Contracts -0.04% (-0.32%)			
Forward Foreign Currency Contracts 3/7/18	EUR(349,000)	(308,645)	(0.49)
Forward Foreign Currency Contracts 3/7/18	£305,606	305,607	0.48
Forward Foreign Currency Contracts 3/7/18	EUR(109,000)	(96,396)	(0.15)
Forward Foreign Currency Contracts 3/7/18	£95,674	95,674	0.15
Forward Foreign Currency Contracts 17/7/18	EUR(776,000)	(686,530)	(1.08)
Forward Foreign Currency Contracts 17/7/18	£685,693	685,693	1.08
Forward Foreign Currency Contracts 17/7/18	EUR(451,000)	(399,001)	(0.63)
Forward Foreign Currency Contracts 17/7/18	£394,688	394,688	0.62
Forward Foreign Currency Contracts 7/8/18	EUR 210,000	185,900	0.29
Forward Foreign Currency Contracts 7/8/18	£(185,276)	(185,277)	(0.29)
Forward Foreign Currency Contracts 7/8/18	EUR(934,000)	(826,810)	(1.31)
Forward Foreign Currency Contracts 7/8/18	£820,309	820,309	1.30
Forward Foreign Currency Contracts 7/8/18	EUR(192,000)	(169,965)	(0.27)
Forward Foreign Currency Contracts 7/8/18	£168,466	168,465	0.27
Forward Foreign Currency Contracts 24/8/18	EUR(693,000)	(613,824)	(0.97)
Forward Foreign Currency Contracts 24/8/18	£605,779	605,779	0.96
Forward Foreign Currency Contracts 6/9/18	EUR(455,000)	(403,193)	(0.64)
Forward Foreign Currency Contracts 6/9/18	£403,712	403,712	0.64
USD Forward Foreign Currency Contracts -0.11% (0.08%)			
Forward Foreign Currency Contracts 26/7/18	USD(2,567,000)	(1,942,248)	(3.07)
Forward Foreign Currency Contracts 26/7/18	£1,881,895	1,881,895	2.98
Forward Foreign Currency Contracts 26/7/18	USD388,000	293,569	0.46
Forward Foreign Currency Contracts 26/7/18	£(295,994)	(295,993)	(0.47)
Forward Foreign Currency Contracts 9/8/18	USD(647,000)	(489,219)	(0.77)
Forward Foreign Currency Contracts 9/8/18	£485,978	485,978	0.77
Forward Foreign Currency Contracts 9/8/18	USD(585,000)	(442,339)	(0.70)
Forward Foreign Currency Contracts 9/8/18	£441,690	441,690	0.70
Forward Foreign Currency Contracts 9/8/18	USD201,000	151,983	0.24
Forward Foreign Currency Contracts 9/8/18	£(152,597)	(152,597)	(0.24)
Forward Foreign Currency Contracts 23/8/18	USD(529,000)	(399,741)	(0.63)
Forward Foreign Currency Contracts 23/8/18	£394,893	394,893	0.62
Forward Foreign Currency Contracts 7/9/18	USD(548,000)	(413,820)	(0.65)
Forward Foreign Currency Contracts 7/9/18	£414,348	414,348	0.65
Portfolio of investments*		58,116,567	91.92
Net current assets		5,111,017	8.08
Total Net Assets		63,227,584	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

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Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital (losses)/gains	3		(1,079,364)	3,296,970
Revenue	4	1,511,187		1,344,190
Expenses	5	(436,204)		(373,262)
Interest payable and similar charges	7	(45,784)		(939)
Net revenue before taxation		1,029,199		969,989
Taxation	6	—		—
Net revenue after taxation			1,029,199	969,989
Total return before distributions			(50,165)	4,266,959
Distributions	8		(1,029,661)	(970,310)
Change in net assets attributable to Shareholders from investment activities			(1,079,826)	3,296,649

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to shareholders		48,120,404	38,294,642
Amounts received on issue of shares	21,235,024		8,865,715
Amounts paid on cancellation of shares	(5,992,816)		(3,062,001)
		15,242,208	5,803,714
Dilution adjustment		37,260	3,025
Change in net assets attributable to Shareholders from investment activities (see above)		(1,079,826)	3,296,649
Retained distributions on accumulation shares		904,298	715,918
Unclaimed distributions		3,240	6,456
Closing net assets attributable to Shareholders		63,227,584	48,120,404

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets*			59,883,768	43,077,762
Current assets				
Debtors	10	1,588,000		460,532
Cash and bank balances	11	6,428,113		8,798,258
Total other assets			8,016,113	9,258,790
Total assets			67,899,881	52,336,552
LIABILITIES				
Investment liabilities				
			(1,767,201)	(1,465,723)
Creditors				
Bank overdraft	11	(1,736,031)		(1,595,477)
Distribution payable	12	(116,289)		(86,783)
Other creditors	12	(1,052,776)		(1,068,165)
Total other liabilities			(2,905,096)	(2,750,425)
Total liabilities			(4,672,297)	(4,216,148)
Net assets attributable to Shareholders			63,227,584	48,120,404

*Gross of investment liabilities.

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Distribution Statements

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.1082	—	1.1082	1.1344
Group 2	0.6124	0.4958	1.1082	1.1344
B Shares (Income)				
Group 1	0.9971	—	0.9971	1.0563
Group 2	0.0673	0.9298	0.9971	1.0563
F Shares (Accumulation)				
Group 1	1.2341	—	1.2341	1.2682
Group 2	0.7494	0.4847	1.2341	1.2682
F Shares (Income)				
Group 1	1.1638	—	1.1638	1.2215
Group 2	0.8768	0.2870	1.1638	1.2215
Institutional Shares (Accumulation)				
Group 1	1.2397	—	1.2397	1.2811
Group 2	1.0078	0.2319	1.2397	1.2811
Institutional Shares (Income)				
Group 1	1.1064	—	1.1064	1.1642
Group 2	1.1064	0.0000	1.1064	1.1642
Institutional W Shares (Accumulation)				
Group 1	1.2416	—	1.2416	1.2828
Group 2	0.6145	0.6271	1.2416	1.2828
Institutional W Shares (Income)				
Group 1	1.1051	—	1.1051	1.1645
Group 2	0.6756	0.4295	1.1051	1.1645
Sterling Accumulation Shares				
Group 1	0.8136	—	0.8136	0.8700
Group 2	0.3425	0.4711	0.8136	0.8700
Sterling Income Shares				
Group 1	0.7443	—	0.7443	0.8064
Group 2	0.5090	0.2353	0.7443	0.8064
X Shares (Accumulation)				
Group 1	1.5196	—	1.5196	1.5444
Group 2	1.5196	0.0000	1.5196	1.5444

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Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.9632	—	0.9632	1.2158
Group 2	0.0909	0.8723	0.9632	1.2158
B Shares (Income)				
Group 1	0.8743	—	0.8743	1.1316
Group 2	0.0119	0.8624	0.8743	1.1316
F Shares (Accumulation)				
Group 1	1.0995	—	1.0995	1.2884
Group 2	0.6227	0.4768	1.0995	1.2884
F Shares (Income)				
Group 1	1.0470	—	1.0470	1.2561
Group 2	0.2396	0.8074	1.0470	1.2561
Institutional Shares (Accumulation)				
Group 1	1.0952	—	1.0952	1.3228
Group 2	1.0952	0.0000	1.0952	1.3228
Institutional Shares (Income)				
Group 1	0.9827	—	0.9827	1.2166
Group 2	0.9827	0.0000	0.9827	1.2166
Institutional W Shares (Accumulation)				
Group 1	1.0958	—	1.0958	1.3246
Group 2	0.5673	0.5285	1.0958	1.3246
Institutional W Shares (Income)				
Group 1	0.9843	—	0.9843	1.2162
Group 2	0.2350	0.7493	0.9843	1.2162
Sterling Accumulation Shares				
Group 1	0.6685	—	0.6685	0.9969
Group 2	0.3742	0.2943	0.6685	0.9969
Sterling Income Shares				
Group 1	0.6151	—	0.6151	0.9323
Group 2	0.1720	0.4431	0.6151	0.9323
X Shares (Accumulation)				
Group 1	1.3771	—	1.3771	1.5200
Group 2	0.5615	0.8156	1.3771	1.5200
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			0.00	100.00
Interim distributions for 31 December 2017			0.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(793,126)	2,611,987
(Losses)/gains on derivative contracts	(255,453)	1,475,000
Gains/(losses) on forward currency contracts	40,037	(708,698)
Currency exchange losses	(26,860)	(30,480)
Activity charges	(43,962)	(50,839)
Net capital (losses)/gains	(1,079,364)	3,296,970

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	52,958	8,951
Interest on debt securities	1,607,914	1,481,634
Returns on derivatives	(150,814)	(148,677)
Stock lending	1,129	2,282
Total revenue	1,511,187	1,344,190

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	376,519	319,204
Administration fees	32,806	28,520
Safe custody charges	2,387	4,731
	411,712	352,455
Other expenses:		
Audit fee†	8,988	8,651
Depositary's fees	15,150	12,471
Financial Conduct Authority fee	120	(324)
Professional fees	234	9
	24,492	20,807
Total expenses	436,204	373,262

†The Audit fee net of VAT for 2018 is £7,600 (30/06/17: £7,250).

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Total tax charge (see Note 6b)	—	—
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	1,029,199	969,989
Corporation tax @ 20%	205,840	193,998
Effects of:		
Tax deductible interest distributions	(205,840)	(193,998)
Total tax charge (see Note 6a)	—	—
c) Deferred tax		
No deferred tax asset has been recognised in the accounts. The Sub-fund has no excess management expenses (30/06/17: £nil).		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	45,784	939
Total interest	45,784	939

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Interest distribution 31 December	479,118	437,947
Final Interest distribution 30 June	610,806	463,433
Income tax withheld	—	107,607
	1,089,924	1,008,987
Amounts added on issue of shares	(93,112)	(54,286)
Amounts deducted on cancellation of shares	32,849	15,609
Net distributions for the year	1,029,661	970,310

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	1,029,199	969,989
Equalisation on conversions	462	321
	1,029,661	970,310

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	541,243	432,432
Amount receivable for issue of shares	62,678	28,100
Foreign currency contracts awaiting settlement	555,244	—
Sales awaiting settlement	428,835	—
Total debtors	1,588,000	460,532

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	62,469	1,275,239
Cash held in Insight Investment Liquidity Fund	2,716,634	4,712,588
Cash held on margin account	3,649,010	2,810,431
	6,428,113	8,798,258
Overdrawn cash and bank balances		
Overdraft position at brokers	1,736,031	1,595,477
	1,736,031	1,595,477

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	116,289	86,783
	116,289	86,783
b) Other creditors		
Accrued expenses	56,475	63,810
Amount payable for cancellation of shares	39,150	47,123
Foreign currency contracts awaiting settlement	555,185	—
Purchases awaiting settlement	401,966	957,232
Total other creditors	1,052,776	1,068,165

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £24,090 (30/06/17: £74,374 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market risk

The Sub-fund uses Value at Risk (VaR) to calculate the likelihood of the Sub-fund (including derivatives) falling in value by more than a particular level.

Under normal market conditions, VaR captures the potential fall in the value of the portfolio over a given holding period and to a given level of statistical confidence.

VaR is discussed in more detail, with the relevant disclosures for the financial year, in the notes applicable to the financial statements of all Sub-funds on pages 10 to 12.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Swaps	Total £
BNY Mellon	(9,531)	—	(9,531)
Barclays	—	46,087	46,087
BNP Paribas	—	(25,752)	(25,752)
Citi	—	30,708	30,708
Credit Suisse	—	(1,187,019)	(1,187,019)
Goldman Sachs	422	—	422
HSBC	(2,114)	57,659	55,545
Merill Lynch	—	(41,585)	(41,585)
Morgan Stanley	(6,279)	(15,231)	(21,510)
Royal Bank of Canada London	(722)	—	(722)
Royal Bank of Scotland	528	—	528
Solomon Brothers	(71,702)	—	(71,702)
UBS	(2,424)	—	(2,424)
Total	(91,822)	(1,135,133)	(1,226,955)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £1,197,000 in the form of cash (30/06/17: £917,000).

Derivative risk

The Sub-fund enters into derivative transactions in the form of forward foreign currency contracts, credit default swaps, interest rate swaps and exchange traded futures. Forward currency contracts may be used to manage currency risk arising from holdings of overseas securities. Interest rate swaps and exchange traded futures are used by the Sub-fund to manage market price risk of the Sub-fund.

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018	30/06/2018
	Assets	Liabilities
	£	£
Level 1: Quoted	52,157	(284,888)
Level 2: Observable	59,479,151	(1,482,313)
Level 3: Unobservable	352,460	—
	59,883,768	(1,767,201)
	30/06/2017	30/06/2017
	Assets	Liabilities
	£	£
Level 1: Quoted	216,146	(42,513)
Level 2: Observable	41,868,471	(1,423,210)
Level 3: Unobservable	993,145	—
	43,077,762	(1,465,723)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value	Total Net	Total Net
	(£'000s)	Assets (%)	Assets (%)
	30/06/2018	30/06/2018	30/06/2017
Investment grade securities	38,630	61.10	62.43
Below investment grade securities	1,903	3.01	5.47
Unrated securities	19,044	30.12	20.56
Other liabilities	(1,460)	(2.31)	(1.99)
Portfolio of investments	58,117	91.92	86.47
Net current assets	5,111	8.08	13.53
Total Net Assets	63,228	100.00	100.00

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Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	50,882	—	—	—	—
Total purchases	50,882	—		—	
Total purchases including transaction costs	50,882				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	40,328	—	—	—	—
Total sales	40,328	—		—	
Total sales net of transaction costs	40,328				

Derivative transaction costs

1

—

Total transaction costs

1

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	31,058	—	—	—	—
Total purchases	31,058	—		—	
Total purchases including transaction costs	31,058				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	29,275	—	—	—	—
Total sales	29,275	—		—	
Total sales net of transaction costs	29,275				

Derivative transaction costs

2

—

Total transaction costs

2

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the period the Sub-fund utilised derivative instruments including credit default swaps, interest rate swaps, and futures, covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.66% (30/06/17: 0.69%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £669,635 of investments were subject to stock lending agreements and on behalf of the Sub-fund £707,033 was held in collateral. The collateral is held 100% in debt securities and 0.00% in equity securities.

As at 30 June 2017, £234,912 of investments were subject to stock lending agreements and on behalf of the Sub-fund £244,911 was held in collateral. The collateral was held in debt securities.

The gross earnings and the fees for the year are £1,411 (30/06/17: £2,853) and £282 (30/06/17: £571) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
BNP Paribas Arbitrage	669,635	707,033

18 Shareholder's funds

The Sub-fund currently has eleven share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.65%	0.08%
B Shares (Income)	0.65%	0.08%
F Shares (Accumulation)	0.35%	0.03%
F Shares (Income)	0.35%	0.03%
Institutional Shares (Accumulation)	0.50%	0.03%
Institutional Shares (Income)	0.50%	0.03%
Institutional W Shares (Accumulation)	0.50%	0.03%
Institutional W Shares (Income)	0.50%	0.03%
Sterling Accumulation Shares	1.10%	0.10%
Sterling Income Shares	1.10%	0.10%
X Shares (Accumulation)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Insight Inflation-Linked Corporate Bond Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	186,094	120,475	(120,168)	249,473	435,874
B Shares (Income)	52,451	27	(17,465)	44,801	79,814
F Shares (Accumulation)	5,289,308	4,938,595	(1,666,976)	12,628	8,573,555
F Shares (Income)	143,358	2,067,607	(128,599)	7,047	2,089,413
Institutional Shares (Accumulation)	30,993	15,004	—	—	45,997
Institutional Shares (Income)	11,816	—	—	—	11,816
Institutional W Shares (Accumulation)	12,693,224	7,210,939	(1,435,083)	(11,663)	18,457,417
Institutional W Shares (Income)	2,259,702	1,879,903	(300,083)	12,858	3,852,380
Sterling Accumulation Shares	11,095,186	906,509	(912,167)	(253,799)	10,835,729
Sterling Income Shares	7,195,485	49,432	(667,648)	(64,726)	6,512,543
X Shares (Accumulation)	3,089,566	1,251,669	—	—	4,341,235

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton 50/50 Global Equity Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£130.02m
Comparative Index:	50% FTSE All Share, 50% (16.67% FTSE AW North America, 16.67% FTSE AW Europe ex UK, 16.67% FTSE AW Asia Pacific)
Sector:	The Investment Association Specialist
Key Dates: Fund Launch	15 February 1999
Converted to ICVC	02 August 2004
Yield as at 30 June 2018:	
Exempt Shares 1 (Accumulation)	1.97%
Exempt Shares 2 (Accumulation)	1.87%

Investment Objective

To invest in a broad spread of UK and international securities to achieve income and capital growth over the longer term.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Exempt Shares 1 (Accumulation)	5.11%	16.04%	6.14%
Exempt Shares 2 (Accumulation)	5.00%	15.95%	6.04%
Comparative Index*	8.45%	21.75%	6.74%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*50% FTSE All Share, 50% (16.67% FTSE AW North America, 16.67% FTSE AW Europe ex UK, 16.67% FTSE AW Asia Pacific). Source: Newton.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sub-fund's Sterling exempt 1 Acc share class returned 5.11% against a return of 8.45% for its composite comparative index.

The Sub-fund produced a positive return but was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the raising of interest rates by some major central banks creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin markets.

Both stock selection and sector allocation were negative factors behind returns in the Sub-fund.

Stock selection was notably weak in healthcare while the Sub-fund's relative *defensive* stance, favouring stable growth companies over more economically sensitive areas of the market, such as *basic materials*, weighed on relative returns. Stock selection was positive in technology and industrials.

The largest negative contribution came from Teva Pharmaceutical, which declined as pricing in the US generic pharmaceuticals market deteriorated owing to recent consolidation among the customer base. The holding in GlaxoSmithKline was also weak as investors became incrementally more concerned about the outlook for the group's earnings and dividend potential. The holding in Centrica was another detractor from returns as management surprised investors with a poor trading update relating to both its UK and overseas operations.

The Sub-fund's largest positive contribution to relative performance came from Microsoft. The stock appreciated along with the sector but also as the market recognised its strong competitive position. Dutch information services company Wolters Kluwer was a strong contributor to returns, with its share price rise reflecting an increased confidence in the company's ability to gradually accelerate revenue growth and improve margins. Shares in event-management business Informa traded higher over the quarter following the company's successful offer for UBM, which became effective in mid-June. Within oil and gas, Royal Dutch Shell fared well supported by a surging oil price.

In terms of activity, a new investment was made in Albemarle. This company is a leading supplier of lithium, a *compound* that is central to the production of electric vehicle batteries, an area of great growth potential. A position was also taken in South Korean technology giant Samsung Electronics. The outlook for earnings growth and a much-improved policy on shareholder returns are the key reasons behind the stock's inclusion in the portfolio. A holding was also added in Naspers, a South African media company. Its core cash-generative African Pay-TV businesses are improving while the company's 31% stake in Tencent is key to the investment thesis.

Major sales included US retailer Dollar General, online travel service provider TripAdvisor, Teva Pharmaceutical and mobile telecommunications company SoftBank.

Stimulatory *monetary policy* has buoyed financial asset prices over the course of the last decade and better growth and inflation prospects have allowed a few central banks to raise interest rates. Uncertainty around the future of international trade agreements poses a threat to economic growth. The manager will continue to invest in those companies where growth expectations will be achieved and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Albemarle
Intact Financial
Alphabet class 'A' shares
Ebara
Apple
Samsung Electronics preference shares
Applied Materials
BP
Cisco Systems
Insurance Australia

Sales

Wolters Kluwer
Royal Dutch Shell class 'B' shares
GlaxoSmithKline
Walgreens Boots Alliance
Citigroup
British American Tobacco
Diageo
Softbank
Vodafone
Dollar General

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Statistics

Comparative tables

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	323.97	284.74	262.59
Return before operating charges*	18.67	40.96	23.62
Operating charges	(1.88)	(1.73)	(1.47)
Return after operating charges	16.79	39.23	22.15
Distributions	(6.70)	(6.04)	(5.72)
Retained distributions on accumulation shares	6.70	6.04	5.72
Closing net asset value per share	340.76	323.97	284.74
*After direct transaction costs of	(0.30)	(0.38)	(0.29)
Performance			
Return after charges	5.18%	13.78%	8.44%
Other information			
Closing net asset value (£)	128,640,061	212,476,168	277,207,710
Closing number of shares	37,751,108	65,584,811	97,354,505
Operating charges**	0.57%	0.56%	0.56%
Direct transaction costs*	0.09%	0.12%	0.11%
Prices			
Highest share price	346.28	336.26	280.54
Lowest share price	308.52	286.17	237.39

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	239.16	210.38	194.21
Return before operating charges*	13.77	30.28	17.45
Operating charges	(1.63)	(1.50)	(1.28)
Return after operating charges	12.14	28.78	16.17
Distributions	(4.70)	(4.23)	(4.04)
Retained distributions on accumulation shares	4.70	4.23	4.04
Closing net asset value per share	251.30	239.16	210.38
*After direct transaction costs of	(0.22)	(0.28)	(0.21)
Performance			
Return after charges	5.08%	13.68%	8.33%
Other information			
Closing net asset value (£)	3,381,017	3,374,211	4,259,892
Closing number of shares	1,345,405	1,410,864	2,024,875
Operating charges**	0.67%	0.66%	0.66%
Direct transaction costs*	0.09%	0.12%	0.11%
Prices			
Highest share price	255.38	248.24	207.27
Lowest share price	227.61	211.43	175.46

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund
Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 32.38% (42.70%)			
Associated British Foods	84,259	2,307,011	1.75
BAE Systems	423,817	2,740,401	2.08
BP	258,796	1,496,617	1.13
British American Tobacco	61,704	2,362,955	1.79
Bunzl	60,548	1,388,971	1.05
Centrica	1,311,408	2,067,435	1.57
Cobham	2,845,525	3,657,922	2.77
Diageo	133,578	3,635,993	2.75
GlaxoSmithKline	144,409	2,209,169	1.67
Informa	404,608	3,377,668	2.56
National Express	629,277	2,520,884	1.91
NatWest Markets	942,142	2,411,884	1.83
Prudential	227,377	3,943,854	2.99
RELX	162,100	2,630,073	1.99
Smiths	81,675	1,386,841	1.05
Unilever	80,405	3,370,578	2.55
Vodafone	677,888	1,245,958	0.94
United States of America 16.71% (17.81%)			
Abbott Laboratories	29,380	1,357,455	1.03
Accenture	28,793	3,568,347	2.70
Albemarle	20,154	1,439,975	1.09
Alphabet class 'A' shares	2,436	2,083,474	1.58
Apple	15,437	2,138,672	1.62
Applied Materials	46,650	1,631,734	1.24
Cisco Systems	40,007	1,303,921	0.99
Citigroup	51,515	2,611,940	1.98
Merck & Co	44,635	2,052,145	1.55
Microsoft	51,761	3,866,050	2.93
Canada 2.19% (0.66%)			
Intact Financial	27,503	1,473,731	1.12
Suncor Energy	45,849	1,412,140	1.07
Australia 2.20% (0.48%)			
BHP Billiton	81,062	1,382,593	1.05
Insurance Australia	319,393	1,522,877	1.15
Hong Kong 2.72% (1.82%)			
AIA	541,268	3,584,781	2.72
Japan 7.04% (5.30%)			
Don Quijote	33,400	1,212,781	0.92
Ebara	75,400	1,771,085	1.34
Macromill	28,300	527,344	0.40
Sony	34,600	1,339,637	1.01
Sugi	24,000	1,051,987	0.80
Suntory Beverage & Food	37,200	1,201,949	0.91
Suzuki Motor	23,400	976,723	0.74
Yokogawa Electric	90,000	1,213,642	0.92
South Korea 2.91% (0.93%)			
Samsung Electronics preference shares	68,950	1,761,919	1.33
Samsung SDI	14,356	2,083,028	1.58
South Africa 1.75% (0.00%)			
Anglo American	53,904	913,242	0.69
Naspers class 'N' shares	7,313	1,402,732	1.06
Denmark 1.52% (0.82%)			
Orsted	43,823	2,009,840	1.52

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Germany 4.64% (6.10%)			
Deutsche Post	40,502	1,001,133	0.76
Infineon Technologies	70,932	1,369,397	1.03
SAP	35,914	3,142,137	2.38
Telefonica Deutschland	207,043	617,787	0.47
Ireland 7.09% (4.22%)			
AIB	440,589	1,815,737	1.37
CRH	124,256	3,323,848	2.52
Medtronic	46,142	2,992,022	2.27
Smurfit Kappa	39,913	1,223,733	0.93
Jersey 2.15% (0.00%)			
Ferguson	46,235	2,842,990	2.15
Netherlands 8.58% (8.28%)			
Royal Dutch Shell class 'B' shares	293,382	7,960,921	6.03
Wolters Kluwer	80,942	3,364,381	2.55
Norway 1.46% (0.50%)			
DNB	129,871	1,922,008	1.46
Switzerland 5.05% (3.86%)			
ABB (Regd.)	59,451	984,501	0.74
Novartis	44,536	2,557,338	1.94
Roche Holding	7,437	1,250,845	0.95
Zurich Insurance	8,352	1,872,989	1.42
Portfolio of investments		129,891,725	98.39
Net current assets		2,129,353	1.61
Total Net Assets		132,021,078	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Collective investment scheme, Brazil, India and Israel portfolio category, which at 30 June 2017, represented 1.02%, 0.29%, 0.51% and 2.35% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		5,012,895		30,109,826
Revenue	4	4,043,986		6,565,995	
Expenses	5	(856,538)		(1,448,625)	
Interest payable and similar charges	7	(131)		(203)	
Net revenue before taxation		3,187,317		5,117,167	
Taxation	6	(206,322)		(292,704)	
Net revenue after taxation			2,980,995		4,824,463
Total return before distributions			7,993,890		34,934,289
Distributions	8		(2,980,995)		(4,824,438)
Change in net assets attributable to Shareholders from investment activities			5,012,895		30,109,851

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
			215,850,379		281,467,602
Amounts received on issue of shares		3,882,538		6,106,645	
Amounts paid on cancellation of shares		(95,561,800)		(106,485,458)	
			(91,679,262)		(100,378,813)
Dilution adjustment			64,795		97,155
Change in net assets attributable to Shareholders from investment activities (see above)			5,012,895		30,109,851
Retained distributions on accumulation shares			2,772,271		4,554,584
Closing net assets attributable to Shareholders			132,021,078		215,850,379

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			129,891,725		210,784,704
Current assets					
Debtors	10	579,338		1,243,290	
Cash and bank balances	11	1,623,751		4,386,354	
Total other assets			2,203,089		5,629,644
Total assets			132,094,814		216,414,348
LIABILITIES					
Creditors					
Bank overdrafts	11	(5)		—	
Other creditors	12	(73,731)		(563,969)	
Total other liabilities			(73,736)		(563,969)
Total liabilities			(73,736)		(563,969)
Net assets attributable to Shareholders			132,021,078		215,850,379

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Distribution Statement

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Exempt Shares 1 (Accumulation)				
Group 1	4.3425	—	4.3425	3.8663
Group 2	2.3724	1.9701	4.3425	3.8663
Exempt Shares 2 (Accumulation)				
Group 1	3.0830	—	3.0830	2.7385
Group 2	1.5368	1.5462	3.0830	2.7385

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Exempt Shares 1 (Accumulation)				
Group 1	2.3610	—	2.3610	2.1737
Group 2	1.1450	1.2160	2.3610	2.1737
Exempt Shares 2 (Accumulation)				
Group 1	1.6199	—	1.6199	1.4873
Group 2	0.6600	0.9599	1.6199	1.4873

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	100.00	0.00
Interim distributions for 31 December 2017	100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-funds financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	5,072,882	30,201,889
Gains/(losses) on currency contracts	—	(9,181)
Currency exchange losses	(44,960)	(58,172)
Activity charges	(15,027)	(24,710)
Net capital gains	5,012,895	30,109,826

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	7,603	28,916
Collective investment scheme distributions	21,446	13,636
Overseas dividends	1,729,680	2,633,296
Stock lending	19,679	17,854
UK dividends	2,265,578	3,872,293
Total revenue	4,043,986	6,565,995

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	767,230	1,306,758
Administration fees	45,836	78,212
Safe custody charges	9,422	18,215
	822,488	1,403,185
Other expenses:		
Audit fee†	6,700	6,384
Depositary's fees	23,783	30,099
Financial Conduct Authority fee	121	(324)
Professional fees	3,446	9,281
	34,050	45,440
Total expenses	856,538	1,448,625

† The Audit fee net of VAT for 2018 is £5,600 (30/06/17: £5,350).

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	206,322	292,704
Total tax charge (see Note 6b)	206,322	292,704
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	3,187,317	5,117,167
Corporation tax @ 20%	637,463	1,023,433
Effects of:		
Dividends not subject to corporation tax	(801,278)	(1,259,207)
Excess management expenses	166,987	242,470
Overseas tax withheld	206,322	292,704
Overseas tax expensed	(309)	(6,696)
Prior year adjustment	(2,863)	—
Total tax charge (see Note 6a)	206,322	292,704
c) Deferred tax		
No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £16,760,404 (30/06/17: £15,925,468), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £3,352,081 (30/06/17: £3,185,094).		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	131	203
Total interest	131	203

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 31 December	1,091,443	1,980,213
Final Dividend distribution 30 June	1,680,828	2,574,371
	2,772,271	4,554,584
Amounts added on issue of shares	(18,085)	(23,223)
Amounts deducted on cancellation of shares	226,809	293,077
Net distributions for the year	2,980,995	4,824,438

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	2,980,995	4,824,463
Equalisation on conversions	—	(25)
	2,980,995	4,824,438

10 Debtors

	30/06/2018 £	30/06/2017 £
Accrued revenue	208,213	425,845
Amount receivable for issue of shares	45,548	100,512
Amounts receivable on open currency contracts	8,655	15,281
Overseas tax recoverable	316,922	329,272
Sales awaiting settlement	—	372,380
Total debtors	579,338	1,243,290

11 Cash & bank balances

	30/06/2018 £	30/06/2017 £
Cash held at bank	171,448	15,412
Cash held in BNY Mellon Sterling Liquidity Fund	—	4,370,942
Cash held in Insight Sterling Liquidity Fund	1,452,303	—
	1,623,751	4,386,354
Overdrawn cash and bank balances		
Bank overdrafts	5	—
	5	—

12 Creditors

	30/06/2018 £	30/06/2017 £
Other creditors		
Accrued expenses	64,384	122,143
Amount payable for cancellation of shares	—	215,091
Amounts payable on open currency contracts	8,594	15,262
Corporation tax payable	753	753
Purchases awaiting settlement	—	210,720
Total other creditors	73,731	563,969

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £18,679 (30/06/17: £230,546 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	129,891,725	210,784,704

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	6,494,586	(6,494,586)	10,539,235	(10,539,235)
Net capital impact	6,494,586	(6,494,586)	10,539,235	(10,539,235)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	129,891,725	—
	129,891,725	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	210,784,704	—
	210,784,704	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: Nil).

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Australia	1,522,877	—	1,522,877	1,026,970
Brazil	—	—	—	709,521
Canada	2,885,871	9,423	2,895,294	—
Denmark	2,009,840	9,018	2,018,858	1,771,692
Eurozone	11,310,572	111,135	11,421,707	23,381,338
Hong Kong	3,584,781	—	3,584,781	3,920,601
India	—	—	—	1,106,126
Japan	9,295,148	35,145	9,330,293	11,452,352
Norway	1,922,008	54,991	1,976,999	1,126,534
South Africa	1,402,732	—	1,402,732	—
South Korea	3,844,947	12,939	3,857,886	2,003,638
Switzerland	6,665,673	203,102	6,868,775	8,546,661
United States of America	25,045,735	18,140	25,063,875	48,136,221
Total	69,490,184	453,893	69,944,077	103,181,654

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
United States of America	25,063,875	1,319,151	(1,193,518)

30 June 2017	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
Eurozone	23,381,338	1,230,597	(1,113,397)
United States of America	48,136,221	2,533,485	(2,292,201)

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Equity instruments	44,424	23	0.05	69	0.16
Collective investment schemes	210	—	—	—	—
Total purchases	44,634	23		69	
Total purchases including transaction costs	44,726				
	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Equity instruments	127,947	43	0.03	6	0.00
Collective investment schemes	2,511	—	—	—	—
Total sales	130,458	43		6	
Total sales net of transaction costs	130,409				
Total transaction costs		66		75	
Total transaction costs as a % of average net assets		0.04%		0.05%	

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	65,340	44	0.07	183	0.28
Collective investment schemes	375	—	—	—	—
Total purchases	65,715	44		183	
Total purchases including transaction costs	65,942				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	152,398	72	0.05	21	0.01
Collective investment schemes	457	—	—	—	—
Total sales	152,855	72		21	
Total sales net of transaction costs	152,762				

Total transaction costs	116	204
Total transaction costs as a % of average net assets	0.04%	0.08%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.19% (30/06/17: 0.06%).

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

BNY Mellon Investment Funds Annual Report & Accounts - Newton 50/50 Global Equity Fund

Notes to the Financial Statements

(continued)

17 Stock lending (continued)

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £3,166,281 of investments were subject to stock lending agreements and on behalf of the Sub-fund £3,590,143 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, £3,001,577 of investments were subject to stock lending agreements and on behalf of the Sub-fund £3,257,561 was held in collateral. The collateral is held in 71.60% in equity and 28.40% in debt securities.

The gross earnings and fees for the year are £24,599 (30/06/17: £22,317) and £4,920 (30/06/17: £4,463) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Capital Securities Ltd.	61,822	77,813
BNP Paribas Arbitrage	253,941	279,404
Citigroup Global Markets Limited	70,105	78,657
Credit Suisse Securities (Europe) Limited	355,298	411,576
Deutsche Bank, AG	1,866,233	2,124,026
Societe Generale	558,882	618,667

18 Shareholder's funds

The Sub-fund currently has two share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 1 (Accumulation)	0.50%	0.03%
Exempt Shares 2 (Accumulation)	0.60%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 1 (Accumulation)	65,584,811	1,141,816	(28,975,519)	—	37,751,108
Exempt Shares 2 (Accumulation)	1,410,864	59,358	(124,817)	—	1,345,405

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

As at 30 June 2017, the Sub-fund held 304,180 shares in the Newton Global Emerging Markets Fund.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton Asian Income Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£1,275.77m
Comparative Index:	FTSE AW Asia Pacific ex Japan TR GBP
Sector:	The Investment Association Asia Pacific Excluding Japan

Yield as at 30 June 2018:

Euro Accumulation Shares	0.19%
Euro Income Shares	0.16%
Euro Institutional Shares (Accumulation)	0.25%
Euro Institutional Shares (Income)	0.20%
USD Accumulation Shares	0.28%
USD Income Shares	0.25%
USD Institutional Shares (Accumulation)	0.32%
USD Institutional Shares (Income)	0.22%
B Shares (Accumulation)	0.23%
B Shares (Income)	0.19%
Institutional Shares (Accumulation)	0.19%
Institutional Shares (Income)	0.20%
Institutional W Shares (Accumulation)	0.24%
Institutional W Shares (Income)	0.19%
Sterling Income Shares	0.18%
X Shares (Income)	0.20%

Key Dates: Fund Launch 30 November 2005

Investment Objective

To achieve income together with long-term capital growth predominantly through investments in securities in the Asia Pacific ex. Japan (including Australia and New Zealand) region.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Euro Accumulation Shares	-0.49%	16.24%	19.57%
Euro Income Shares	-0.61%	16.23%	19.63%
Euro Institutional Shares (Accumulation)	-0.14%	16.87%	20.24%
Euro Institutional Shares (Income)	-0.16%	16.89%	20.30%
USD Accumulation Shares	-0.87%	15.87%	19.50%
USD Income Shares	-0.90%	15.87%	19.59%
USD Institutional Shares (Accumulation)	-0.41%	16.50%	20.21%
USD Institutional Shares (Income)	-0.36%	16.54%	20.27%
B Shares (Accumulation)	0.05%	17.75%	19.04%
B Shares (Income)	0.04%	17.76%	19.05%
Institutional Shares (Accumulation)	0.01%	17.66%	19.05%
Institutional Shares (Income)	-0.05%	17.65%	19.10%
Institutional W Shares (Accumulation)	0.16%	17.93%	19.35%
Institutional W Shares (Income)	0.16%	17.93%	19.37%
P Shares (Income)*	n/a	n/a	19.09%
Sterling Income Shares	-0.51%	16.99%	18.43%
X Shares (Income)	0.76%	18.59%	20.09%
FTSE AW Asia Pacific ex Japan TR GBP	6.99%	27.70%	6.78%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 203 to 210.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned -0.51% against a return of 6.99% from the FTSE AW Asia Pacific ex Japan TR Index.

The Sub-fund produced a negative return and was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards raising interest rates creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin markets although more recent US dollar strength caused a sell-off in some Asian markets.

The Sub-fund's underweight exposure to the oil and gas and *basic materials* sectors was a detractor from returns during the review period while the overweight exposure to telecommunications also dragged on returns. Stock selection was positive in financials, consumer services and industrials but this was mitigated by weak stock selection in technology.

Within telecommunications, holdings in Telstra and Spark New Zealand were the main detractors from performance. Telstra had announced in the first quarter of the period that it would cut its dividend leading to a sharp fall in the share price.

Another drag on returns relative to the index was the lack of the Sub-fund's exposure to large technology companies such as the strongly performing Chinese internet-related services and products company Tencent, which does not generate sufficient *yield* to be held by the Sub-fund. On the other hand, not holding financial stocks Commonwealth Bank of Australia and Taiwanese electronics company Hon Hai Precision were positive factors.

Among the top contributors to Sub-fund returns was Insurance Australia Group. Strong management execution has helped to reduce earnings *volatility* and this, combined with an ability to sell non-core assets, increases the prospects of returns to shareholders.

Link REIT (real estate investment trust) was another top contributor over the period. As an owner of Hong Kong mass-commercial/prime-location property, it is benefiting from the strength of the domestic economy as well as a continuing programme to enhance its assets, which has helped to drive upward momentum in rents.

In terms of activity, Singapore Technologies Engineering was added during the review period. The company offers attractive exposure to Asian infrastructure and defence, as well as aero-engine maintenance. A new position in China Harmony, which is engaged in the sale of luxury motor vehicles, was established on the back of the positive cycle in China.

A position in gaming and entertainment group Star Entertainment in Australia was also purchased. The manager sees the company as a prime beneficiary of long-term positive immigration to Australia from Asia and the growth in the number of Asian tourists.

Major sales over the 12-months included Apple suppliers Pegatron and Catcher Technology, Thailand property fund Tesco Lotus Retail Growth Freehold and Leasehold, Australian exploration and producer Woodside Petroleum and Australian packaging firm Orora.

As the developed world continues along a path of interest rate normalisation and the Chinese authorities continue to rein in excessive debt, the Sub-fund remains, in the manager's opinion, an attractive proposition.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Samsung Electronics preference shares	Sands China
ITC	Spark New Zealand
Singapore Technologies Engineering	Orora
BHP Billiton	Taiwan Mobile
Qantas Airways	Taiwan Semiconductor Manufacturing
Star Entertainment	Telstra
CLP	Indiabulls Housing Finance
Quanta Computer	Transurban
China Harmony New Energy Auto	Insurance Australia
Sky City	Link Real Estate Investment Trust

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

for the year ended 30 June 2018

Comparative tables

	30/06/2018 ^(c)	30/06/2017 ^(b)	30/06/2016 ^(a)
	(cents)	(cents)	(cents)
Euro Accumulation Shares			
Change in net assets per share			
Opening net asset value per share	146.93	133.87	132.09
Return before operating charges*	0.50	15.41	3.85
Operating charges	(2.40)	(2.35)	(2.07)
Return after operating charges	(1.90)	13.06	1.78
Distributions	(6.48)	(6.07)	(5.77)
Retained distributions on accumulation shares	6.48	6.07	5.77
Closing net asset value per share	145.03	146.93	133.87
*After direct transaction costs of	(0.24)	(0.17)	(0.15)
Performance			
Return after charges	(1.29%)	9.76%	1.35%
Other information			
Closing net asset value (£)	2,656,309	7,861,847	8,872,532
Closing number of shares	2,071,090	6,093,644	7,975,287
Operating charges**	1.66%	1.65%	1.65%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	132.98	152.44	136.22
Lowest share price	120.72	132.26	113.79

	30/06/2018 ^(c)	30/06/2017 ^(b)	30/06/2016 ^(a)
	(cents)	(cents)	(cents)
Euro Income Shares			
Change in net assets per share			
Opening net asset value per share	114.85	109.16	112.76
Return before operating charges*	0.21	12.44	2.98
Operating charges	(1.84)	(1.88)	(1.74)
Return after operating charges	(1.63)	10.56	1.24
Distributions	(4.98)	(4.87)	(4.84)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	108.24	114.85	109.16
*After direct transaction costs of	(0.18)	(0.13)	(0.12)
Performance			
Return after charges	(1.42%)	9.67%	1.10%
Other information			
Closing net asset value (£)	3,383,034	10,739,475	14,387,964
Closing number of shares	3,534,480	10,649,128	15,860,498
Operating charges**	1.66%	1.65%	1.65%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	103.96	120.31	116.24
Lowest share price	91.21	106.35	95.02

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

Exchange Rates

a) Euro/Sterling exchange rate at close of business 30 June 2016

1.2033

c) Euro/Sterling exchange rate at close of business 30 June 2018

1.1308

b) Euro/Sterling exchange rate at close of business 30 June 2017

1.1389

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

(continued)

Comparative tables (continued)

Euro Institutional Shares (Accumulation)	30/06/2018^(c) (cents)	30/06/2017^(b) (cents)	30/06/2016^(a) (cents)
Change in net assets per share			
Opening net asset value per share	160.11	145.08	142.35
Return before operating charges*	0.22	16.70	4.20
Operating charges	(1.72)	(1.67)	(1.47)
Return after operating charges	(1.50)	15.03	2.73
Distributions	(7.29)	(6.68)	(6.31)
Retained distributions on accumulation shares	7.29	6.68	6.31
Closing net asset value per share	158.61	160.11	145.08
*After direct transaction costs of	(0.26)	(0.18)	(0.16)
Performance			
Return after charges	(0.94%)	10.36%	1.92%
Other information			
Closing net asset value (£)	16,915,213	27,692,029	27,147,316
Closing number of shares	12,058,883	19,697,492	22,516,640
Operating charges**	1.09%	1.08%	1.08%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	145.00	165.92	146.86
Lowest share price	132.18	143.62	123.06

Euro Institutional Shares (Income)	30/06/2018^(c) (cents)	30/06/2017^(b) (cents)	30/06/2016^(a) (cents)
Change in net assets per share			
Opening net asset value per share	117.89	111.49	114.57
Return before operating charges*	0.09	12.71	3.06
Operating charges	(1.25)	(1.26)	(1.16)
Return after operating charges	(1.16)	11.45	1.90
Distributions	(5.24)	(5.05)	(4.98)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	111.49	117.89	111.49
*After direct transaction costs of	(0.19)	(0.14)	(0.13)
Performance			
Return after charges	(0.98%)	10.27%	1.66%
Other information			
Closing net asset value (£)	7,116,987	22,184,995	17,915,692
Closing number of shares	7,217,814	21,430,429	19,337,931
Operating charges**	1.09%	1.08%	1.08%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	106.79	123.37	118.15
Lowest share price	94.03	108.83	96.85

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

Exchange Rates

a) Euro/Sterling exchange rate at close of business 30 June 2016	1.2033	c) Euro/Sterling exchange rate at close of business 30 June 2018	1.1308
b) Euro/Sterling exchange rate at close of business 30 June 2017	1.1389		

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

(continued)

Comparative tables (continued)

	30/06/2018 ^(c)	30/06/2017 ^(b)	30/06/2016 ^(a)
USD Accumulation Shares	(cents)	(cents)	(cents)
Change in net assets per share			
Opening net asset value per share	126.30	112.05	110.92
Return before operating charges*	3.36	16.18	2.86
Operating charges	(2.16)	(1.93)	(1.73)
Return after operating charges	1.20	14.25	1.13
Distributions	(5.83)	(5.04)	(4.87)
Retained distributions on accumulation shares	5.83	5.04	4.87
Closing net asset value per share	127.50	126.30	112.05
*After direct transaction costs of	(0.25)	(0.14)	(0.12)
Performance			
Return after charges	0.95%	12.72%	1.02%
Other information			
Closing net asset value (£)	8,105,581	16,458,486	10,346,561
Closing number of shares	8,393,472	16,927,209	12,343,292
Operating charges**	1.66%	1.65%	1.65%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	100.22	127.96	112.90
Lowest share price	90.96	106.92	93.56

	30/06/2018 ^(c)	30/06/2017 ^(b)	30/06/2016 ^(a)
USD Income Shares	(cents)	(cents)	(cents)
Change in net assets per share			
Opening net asset value per share	99.14	91.77	95.09
Return before operating charges*	2.65	12.99	2.23
Operating charges	(1.67)	(1.56)	(1.46)
Return after operating charges	0.98	11.43	0.77
Distributions	(4.53)	(4.06)	(4.09)
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	95.59	99.14	91.77
*After direct transaction costs of	(0.20)	(0.11)	(0.10)
Performance			
Return after charges	0.99%	12.46%	0.81%
Other information			
Closing net asset value (£)	1,128,832	1,846,377	2,037,257
Closing number of shares	1,559,138	2,419,101	2,967,559
Operating charges**	1.66%	1.65%	1.65%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	78.68	101.40	96.28
Lowest share price	69.04	86.36	78.47

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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Exchange Rates

a) USD/Sterling exchange rate at close of business 30 June 2016	1.3368	c) USD/Sterling exchange rate at close of business 30 June 2018	1.1308
b) USD/Sterling exchange rate at close of business 30 June 2017	1.2990		

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

(continued)

Comparative tables (continued)

USD Institutional Shares (Accumulation)	30/06/2018 ^(c) (cents)	30/06/2017 ^(b) (cents)	30/06/2016 ^(a) (cents)
Change in net assets per share			
Opening net asset value per share	130.01	114.74	112.92
Return before operating charges*	3.32	16.57	2.98
Operating charges	(1.46)	(1.30)	(1.16)
Return after operating charges	1.86	15.27	1.82
Distributions	(6.18)	(5.24)	(5.01)
Retained distributions on accumulation units	6.18	5.24	5.01
Closing net asset value per share	131.87	130.01	114.74
*After direct transaction costs of	(0.26)	(0.14)	(0.12)
Performance			
Return after charges	1.43%	13.31%	1.61%
Other information			
Closing net asset value (£)	3,976,397	7,426,526	6,336,329
Closing number of shares	3,981,172	7,419,673	7,382,616
Operating charges**	1.09%	1.08%	1.08%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	103.24	131.71	115.57
Lowest share price	94.11	109.71	95.56

USD Institutional Shares (Income)	30/06/2018 ^(c) (cents)	30/06/2017 ^(b) (cents)	30/06/2016 ^(a) (cents)
Change in net assets per share			
Opening net asset value per share	101.76	93.71	96.58
Return before operating charges*	2.68	13.30	2.31
Operating charges	(1.12)	(1.04)	(0.97)
Return after operating charges	1.56	12.26	1.34
Distributions	(4.75)	(4.21)	(4.21)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	98.57	101.76	93.71
*After direct transaction costs of	(0.20)	(0.11)	(0.11)
Performance			
Return after charges	1.53%	13.08%	1.39%
Other information			
Closing net asset value (£)	591,886	4,369,815	5,342,939
Closing number of shares	792,746	5,578,019	7,621,471
Operating charges**	1.09%	1.08%	1.08%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices (cents)			
Highest share price	80.81	104.09	97.81
Lowest share price	71.09	88.35	79.94

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Exchange Rates

a) USD/Sterling exchange rate at close of business 30 June 2016
b) USD/Sterling exchange rate at close of business 30 June 2017

1.3368
1.2990

c) USD/Sterling exchange rate at close of business 30 June 2018

1.3203

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

(continued)

Comparative tables (continued)

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	151.45	129.74	108.53
Return before operating charges*	1.28	23.11	22.43
Operating charges	(1.50)	(1.40)	(1.22)
Return after operating charges	(0.22)	21.71	21.21
Distributions	(6.87)	(6.15)	(5.21)
Retained distributions on accumulation shares	6.87	6.15	5.21
Closing net asset value per share	151.23	151.45	129.74
*After direct transaction costs of	(0.22)	(0.17)	(0.13)
Performance			
Return after charges	(0.15%)	16.73%	19.54%
Other information			
Closing net asset value (£)	1,487,088	2,410,143	2,634,972
Closing number of shares	983,312	1,591,401	2,030,962
Operating charges**	0.99%	0.98%	1.11%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	156.23	156.75	128.98
Lowest share price	142.50	131.62	96.94

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	122.41	109.39	95.83
Return before operating charges*	0.95	19.29	19.12
Operating charges	(1.19)	(1.16)	(1.04)
Return after operating charges	(0.24)	18.13	18.08
Distributions	(5.46)	(5.11)	(4.52)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	116.71	122.41	109.39
*After direct transaction costs of	(0.17)	(0.14)	(0.11)
Performance			
Return after charges	(0.20%)	16.57%	18.86%
Other information			
Closing net asset value (£)	5,175,866	5,010,944	3,827,144
Closing number of shares	4,434,662	4,093,658	3,498,533
Operating charges**	0.99%	0.98%	1.10%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	126.28	127.92	110.00
Lowest share price	111.31	110.99	85.54

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	384.12	329.35	275.50
Return before operating charges*	3.45	58.70	56.85
Operating charges	(4.17)	(3.93)	(3.00)
Return after operating charges	(0.72)	54.77	53.85
Distributions	(17.17)	(15.67)	(13.38)
Retained distributions on accumulation shares	17.17	15.67	13.38
Closing net asset value per share	383.40	384.12	329.35
*After direct transaction costs of	(0.56)	(0.43)	(0.32)
Performance			
Return after charges	(0.19%)	16.63%	19.55%
Other information			
Closing net asset value (£)	12,330,799	110,114,087	557,469,129
Closing number of shares	3,216,193	28,666,716	169,263,881
Operating charges**	1.09%	1.08%	1.08%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	396.19	397.57	327.40
Lowest share price	360.64	334.13	246.05

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	218.85	195.81	171.55
Return before operating charges*	1.72	34.52	34.28
Operating charges	(2.33)	(2.29)	(1.84)
Return after operating charges	(0.61)	32.23	32.44
Distributions	(9.83)	(9.19)	(8.18)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	208.41	218.85	195.81
*After direct transaction costs of	(0.31)	(0.25)	(0.20)
Performance			
Return after charges	(0.28%)	16.46%	18.91%
Other information			
Closing net asset value (£)	35,517,111	51,309,563	122,341,189
Closing number of shares	17,041,885	23,445,119	62,481,002
Operating charges**	1.09%	1.08%	1.08%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	225.75	228.70	196.92
Lowest share price	198.77	198.67	153.15

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	157.33	134.58	112.30
Return before operating charges*	1.28	23.98	23.22
Operating charges	(1.32)	(1.23)	(0.94)
Return after operating charges	(0.04)	22.75	22.28
Distributions	(7.20)	(6.45)	(5.45)
Retained distributions on accumulation shares	7.20	6.45	5.45
Closing net asset value per share	157.29	157.33	134.58
*After direct transaction costs of	(0.23)	(0.18)	(0.13)
Performance			
Return after charges	(0.03%)	16.90%	19.84%
Other information			
Closing net asset value (£)	218,923,670	285,157,970	276,944,516
Closing number of shares	139,184,268	181,247,511	205,783,630
Operating charges**	0.84%	0.83%	0.83%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	162.32	162.83	133.79
Lowest share price	148.22	136.53	100.34

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	126.41	112.85	98.63
Return before operating charges*	0.95	19.90	19.74
Operating charges	(1.04)	(1.02)	(0.81)
Return after operating charges	(0.09)	18.88	18.93
Distributions	(5.69)	(5.32)	(4.71)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	120.63	126.41	112.85
*After direct transaction costs of	(0.18)	(0.14)	(0.11)
Performance			
Return after charges	(0.07%)	16.73%	19.19%
Other information			
Closing net asset value (£)	765,240,345	1,017,583,155	856,739,221
Closing number of shares	634,360,938	804,972,453	759,180,338
Operating charges**	0.84%	0.83%	0.83%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	130.44	132.12	113.49
Lowest share price	115.05	114.50	88.09

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statistics

(continued)

Comparative tables (continued)

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Sterling Income Shares			
Change in net assets per share			
Opening net asset value per share	206.46	185.69	163.54
Return before operating charges*	1.81	32.70	32.51
Operating charges	(3.34)	(3.32)	(2.67)
Return after operating charges	(1.53)	29.38	29.84
Distributions	(9.12)	(8.61)	(7.69)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	195.81	206.46	185.69
*After direct transaction costs of	(0.29)	(0.24)	(0.19)
Performance			
Return after charges	(0.74%)	15.82%	18.25%
Other information			
Closing net asset value (£)	142,070,746	189,366,338	215,974,890
Closing number of shares	72,553,800	91,721,278	116,309,714
Operating charges**	1.66%	1.65%	1.65%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	212.84	215.76	186.73
Lowest share price	186.75	188.40	145.88

	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
X Shares (Income)			
Change in net assets per share			
Opening net asset value per share	232.35	206.27	179.27
Return before operating charges*	1.43	36.01	35.77
Operating charges	(0.21)	(0.18)	(0.14)
Return after operating charges	1.22	35.83	35.63
Distributions	(10.52)	(9.75)	(8.63)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	223.05	232.35	206.27
*After direct transaction costs of	(0.33)	(0.26)	(0.21)
Performance			
Return after charges	0.53%	17.37%	19.87%
Other information			
Closing net asset value (£)	51,146,971	62,449,249	62,248,308
Closing number of shares	22,931,102	26,876,681	30,177,450
Operating charges**	0.09%	0.08%	0.08%
Direct transaction costs*	0.15%	0.12%	0.12%
Prices			
Highest share price	239.94	242.82	207.44
Lowest share price	212.56	209.29	160.26

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Australia 31.77% (33.24%)			
AGL Energy	1,082,905	13,623,428	1.07
Amcor	6,290,268	50,691,062	3.97
BHP Billiton	1,666,844	28,429,691	2.23
Dexus Property	8,120,452	44,126,470	3.46
Insurance Australia	15,701,476	74,865,172	5.87
Qantas Airways	7,739,019	26,678,805	2.09
Scentre	8,966,096	22,027,624	1.73
Star Entertainment	6,210,831	17,135,484	1.34
Suncorp	1,752,744	14,311,117	1.12
Sydney Airport	9,832,832	39,399,562	3.09
Telstra	14,639,656	21,383,123	1.68
Transurban	7,854,334	52,570,281	4.12
New Zealand 7.31% (8.82%)			
Meridian Energy	18,082,022	28,931,235	2.27
Mighty River Power	13,477,800	23,188,728	1.82
Sky City	5,436,679	11,263,684	0.88
Spark New Zealand	15,594,412	29,829,311	2.34
China 3.41% (2.79%)			
China Harmony New Energy Auto	26,528,500	8,631,152	0.68
China Mobile	5,186,000	34,872,238	2.73
Hong Kong 12.32% (13.28%)			
CLP	4,970,000	40,545,185	3.18
Link Real Estate Investment Trust	10,980,500	75,956,422	5.96
Man Wah	16,363,200	9,731,396	0.76
RREF China Commercial Trust**	5,000,000	—	0.00
Sands China	7,637,600	30,895,635	2.42
India 4.15% (3.12%)			
Indiabulls Housing Finance	506,912	6,382,846	0.50
IRB InvIT Fund	7,845,000	6,853,115	0.54
ITC	13,561,504	39,721,884	3.11
Indonesia 1.10% (0.84%)			
Telekomunikasi Indonesia Class 'B' Shares	71,266,313	14,088,135	1.10
South Korea 10.27% (3.36%)			
Macquarie Korea Infrastructure Fund	8,500,445	51,704,512	4.05
Samsung Electronics preference shares	3,104,293	79,325,770	6.22
Malaysia 0.17% (2.00%)			
Pavilion Real Estate	6,684,000	2,230,862	0.17
Singapore 13.04% (10.91%)			
ComfortDelGro	9,135,100	11,925,387	0.93
Mapletree Greater	30,859,500	19,371,294	1.52
Parkway Life Real Estate Investment Trust	22,468,900	33,950,175	2.66
SATS	9,878,700	27,383,670	2.15
Singapore Technologies Engineering	15,015,500	27,442,710	2.15
Singapore Telecommunications	11,173,200	19,116,993	1.50
United Overseas Bank	500,000	7,432,714	0.58
Venture	2,000,000	19,798,350	1.55
Taiwan 11.29% (13.73%)			
Delta Electronics	5,616,000	15,207,640	1.19
Quanta Computer	20,317,000	26,953,121	2.11
Taiwan Mobile	7,390,000	20,286,865	1.59
Taiwan Semiconductor Manufacturing	15,199,000	81,559,957	6.40
Thailand 3.14% (4.19%)			
Bangkok Bank	8,832,400	40,083,114	3.14

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Derivatives 0.79% (-0.77%)			
AUD Forward Foreign Currency Contracts -0.02% (0.01%)			
Forward Foreign Currency Contracts 13/07/18	AUD23,695,000	13,254,713	1.04
Forward Foreign Currency Contracts 13/07/18	HKD(140,329,111)	(13,543,789)	(1.06)
HKD Forward Foreign Currency Contracts 0.86% (-0.78%)			
Forward Foreign Currency Contracts 13/07/18	HKD1,248,964,343	120,543,123	9.45
Forward Foreign Currency Contracts 13/07/18	AUD(207,733,140)	(116,203,552)	(9.11)
Forward Foreign Currency Contracts 13/07/18	HKD1,004,952,499	96,992,451	7.60
Forward Foreign Currency Contracts 13/07/18	NZD(176,227,072)	(90,331,282)	(7.08)
NZD Forward Foreign Currency Contracts -0.05% (0.00%)			
Forward Foreign Currency Contracts 13/07/18	NZD20,201,000	10,354,721	0.81
Forward Foreign Currency Contracts 13/07/18	HKD(112,710,469)	(10,878,190)	(0.85)
Forward Foreign Currency Contracts 13/07/18	NZD12,930,000	6,627,719	0.52
Forward Foreign Currency Contracts 13/07/18	HKD(69,989,922)	(6,755,040)	(0.53)
Portfolio of investments*		1,259,966,793	98.76
Net current assets		15,800,042	1.24
Total Net Assets		1,275,766,835	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Philippines equities portfolio category, which, at 30 June 2017, represented 1.92% of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

**Delisted/Suspended/Unlisted.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital (losses)/gains	3		(62,748,227)		252,406,018
Revenue	4	78,565,797		103,708,478	
Expenses	5	(14,200,381)		(20,224,326)	
Interest payable and similar charges	7	(11,579)		(2,303)	
Net revenue before taxation		64,353,837		83,481,849	
Taxation	6	(4,234,421)		(7,249,954)	
Net revenue after taxation			60,119,416		76,231,895
Total return before distributions			(2,628,811)		328,637,913
Distributions	8		(70,392,139)		(90,885,712)
Change in net assets attributable to Shareholders from investment activities			(73,020,950)		237,752,201

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		128,501,860		205,095,909	
Amounts paid on cancellation of shares		(617,056,186)		(842,787,849)	
			(488,554,326)		(637,691,940)
Dilution adjustment			202,969		1,456,095
Change in net assets attributable to Shareholders from investment activities (see above)			(73,020,950)		237,752,201
Retained distributions on accumulation shares			15,118,139		29,835,839
Unclaimed distributions			40,004		6,626
Closing net assets attributable to Shareholders			1,275,766,835		1,821,980,999

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			1,260,906,659		1,789,327,716
Current assets					
Debtors	10	32,746,297		38,449,412	
Cash and bank balances	11	26,442,884		34,652,911	
Total other assets			59,189,181		73,102,323
Total assets			1,320,095,840		1,862,430,039
LIABILITIES					
Investment liabilities					
			(939,866)		(14,243,259)
Creditors					
Bank overdrafts	11	(9,963,224)		(1,787,279)	
Distribution payable	12	(12,232,101)		(13,343,659)	
Other creditors	12	(21,193,814)		(11,074,843)	
Total other liabilities			(43,389,139)		(26,205,781)
Total liabilities			(44,329,005)		(40,449,040)
Net assets attributable to Shareholders			1,275,766,835		1,821,980,999

*Gross of investment liabilities

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.7955	—	1.7955	1.4559
Group 2	1.4663	0.3292	1.7955	1.4559
B Shares (Income)				
Group 1	1.4047	—	1.4047	1.1898
Group 2	1.1957	0.2090	1.4047	1.1898
Institutional Shares (Accumulation)				
Group 1	4.4053	—	4.4053	3.6645
Group 2	3.6159	0.7894	4.4053	3.6645
Institutional Shares (Income)				
Group 1	2.5203	—	2.5203	2.1117
Group 2	1.5454	0.9749	2.5203	2.1117
Institutional W Shares (Accumulation)				
Group 1	1.8886	—	1.8886	1.5303
Group 2	1.5579	0.3307	1.8886	1.5303
Institutional W Shares (Income)				
Group 1	1.4660	—	1.4660	1.2417
Group 2	1.1620	0.3040	1.4660	1.2417
P Shares (Income)*				
Group 1	n/a	n/a	n/a	n/a
Group 2	n/a	n/a	n/a	n/a
Sterling Income Shares				
Group 1	2.3045	—	2.3045	1.9727
Group 2	1.5869	0.7176	2.3045	1.9727
X Shares (Income)				
Group 1	2.7185	—	2.7185	2.2832
Group 2	2.5917	0.1268	2.7185	2.2832

Final Dividend distribution in cents per share

Euro Accumulation Shares				
Group 1	1.6360	—	1.6360	1.3952
Group 2	1.3366	0.2994	1.6360	1.3952
Euro Income Shares				
Group 1	1.2561	—	1.2561	1.1076
Group 2	0.9413	0.3148	1.2561	1.1076
Euro Institutional Shares (Accumulation)				
Group 1	1.8945	—	1.8945	1.5547
Group 2	1.6337	0.2608	1.8945	1.5547
Euro Institutional Shares (Income)				
Group 1	1.3446	—	1.3446	1.1573
Group 2	1.3446	0.0000	1.3446	1.1573
USD Accumulation Shares				
Group 1	1.4604	—	1.4604	1.1986
Group 2	1.4580	0.0024	1.4604	1.1986

* Share class closed on 13 June 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Distribution Statements

(continued)

Final Dividend distribution in cents per share (continued)

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
USD Income Shares				
Group 1	1.1225	—	1.1225	0.9500
Group 2	1.1225	0.0000	1.1225	0.9500
USD Institutional Shares (Accumulation)				
Group 1	1.5703	—	1.5703	1.2606
Group 2	1.5703	0.0000	1.5703	1.2606
USD Institutional Shares (Income)				
Group 1	1.1572	—	1.1572	0.9926
Group 2	0.6512	0.5060	1.1572	0.9926

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	1.3959	—	1.3959	1.5579
Group 2	0.8517	0.5442	1.3959	1.5579
B Shares (Income)				
Group 1	1.1008	—	1.1008	1.2860
Group 2	0.9794	0.1214	1.1008	1.2860
Institutional Shares (Accumulation)				
Group 1	2.5939	—	2.5939	3.9677
Group 2	1.1025	1.4914	2.5939	3.9677
Institutional Shares (Income)				
Group 1	1.9777	—	1.9777	2.3130
Group 2	1.0747	0.9030	1.9777	2.3130
Institutional W Shares (Accumulation)				
Group 1	1.4640	—	1.4640	1.6324
Group 2	0.8579	0.6061	1.4640	1.6324
Institutional W Shares (Net Income)				
Group 1	1.1469	—	1.1469	1.3395
Group 2	0.5685	0.5784	1.1469	1.3395
P Shares (Income)*				
Group 1	n/a	n/a	n/a	1.3062
Group 2	n/a	n/a	n/a	1.3062
Sterling Income Shares				
Group 1	1.7231	—	1.7231	2.1716
Group 2	0.7914	0.9317	1.7231	2.1716
X Shares (Income)				
Group 1	2.1087	—	2.1087	2.4578
Group 2	2.0592	0.0495	2.1087	2.4578

* Share class closed on 13 June 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in cents per share (continued)

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
Euro Accumulation Shares				
Group 1	1.2198	—	1.2198	1.5544
Group 2	0.8300	0.3898	1.2198	1.5544
Euro Income Shares				
Group 1	0.8664	—	0.8664	1.2387
Group 2	0.5399	0.3265	0.8664	1.2387
Euro Institutional Shares (Accumulation)				
Group 1	1.4789	—	1.4789	1.7085
Group 2	1.0813	0.3976	1.4789	1.7085
Euro Institutional Shares (Income)				
Group 1	1.0430	—	1.0430	1.2840
Group 2	1.0390	0.0040	1.0430	1.2840
USD Accumulation Shares				
Group 1	1.1138	—	1.1138	1.2568
Group 2	0.5387	0.5751	1.1138	1.2568
USD Income Shares				
Group 1	0.8741	—	0.8741	1.0021
Group 2	0.1492	0.7249	0.8741	1.0021
USD Institutional Shares (Accumulation)				
Group 1	1.2957	—	1.2957	1.3017
Group 2	1.2957	0.0000	1.2957	1.3017
USD Institutional Shares (Income)				
Group 1	0.7942	—	0.7942	1.0401
Group 2	0.7883	0.0059	0.7942	1.0401

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.2256	—	1.2256	1.1527
Group 2	0.6919	0.5337	1.2256	1.1527
B Shares (Income)				
Group 1	0.9712	—	0.9712	0.9579
Group 2	0.4882	0.4830	0.9712	0.9579
Institutional Shares (Accumulation)				
Group 1	3.9215	—	3.9215	2.9655
Group 2	2.9239	0.9976	3.9215	2.9655
Institutional Shares (Income)				
Group 1	1.7696	—	1.7696	1.7419
Group 2	1.2192	0.5504	1.7696	1.7419

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share (continued)

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Institutional W Shares (Accumulation)				
Group 1	1.2887	—	1.2887	1.2100
Group 2	0.9946	0.2941	1.2887	1.2100
Institutional W Shares (Income)				
Group 1	1.0188	—	1.0188	1.0006
Group 2	0.7295	0.2893	1.0188	1.0006
P Shares (Income)*				
Group 1	n/a	n/a	n/a	0.9769
Group 2	n/a	n/a	n/a	0.9769
Sterling Income Shares				
Group 1	1.7538	—	1.7538	1.6256
Group 2	1.1429	0.6109	1.7538	1.6256
X Shares (Income)				
Group 1	1.8975	—	1.8975	1.8316
Group 2	1.7907	0.1068	1.8975	1.8316

Interim Dividend distribution in cents per share

Euro Accumulation Shares				
Group 1	1.2639	—	1.2639	1.1544
Group 2	0.9957	0.2682	1.2639	1.1544
Euro Income Shares				
Group 1	1.0104	—	1.0104	0.9250
Group 2	0.7156	0.2948	1.0104	0.9250
Euro Institutional Shares (Accumulation)				
Group 1	1.3153	—	1.3153	1.2697
Group 2	0.9268	0.3885	1.3153	1.2697
Euro Institutional Shares (Income)				
Group 1	0.9350	—	0.9350	0.9619
Group 2	0.7248	0.2102	0.9350	0.9619
USD Accumulation Shares				
Group 1	1.1430	—	1.1430	0.9215
Group 2	0.8778	0.2652	1.1430	0.9215
USD Income Shares				
Group 1	0.8764	—	0.8764	0.7409
Group 2	0.4458	0.4306	0.8764	0.7409
USD Institutional Shares (Accumulation)				
Group 1	1.1237	—	1.1237	0.9546
Group 2	0.9028	0.2209	1.1237	0.9546
USD Institutional Shares (Income)				
Group 1	1.0832	—	1.0832	0.7705
Group 2	1.0832	0.0000	1.0832	0.7705

* Share class closed on 13 June 2017

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Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	2.4500	—	2.4500	1.9848
Group 2	1.1411	1.3089	2.4500	1.9848
B Shares (Income)				
Group 1	1.9816	—	1.9816	1.6733
Group 2	1.2992	0.6824	1.9816	1.6733
Institutional Shares (Accumulation)				
Group 1	6.2532	—	6.2532	5.0756
Group 2	3.8181	2.4351	6.2532	5.0756
Institutional Shares (Income)				
Group 1	3.5643	—	3.5643	3.0207
Group 2	2.3746	1.1897	3.5643	3.0207
Institutional W Shares (Accumulation)				
Group 1	2.5603	—	2.5603	2.0730
Group 2	1.4602	1.1001	2.5603	2.0730
Institutional W Shares (Income)				
Group 1	2.0583	—	2.0583	1.7387
Group 2	1.1434	0.9149	2.0583	1.7387
P Shares (Income)*				
Group 1	n/a	n/a	n/a	1.6979
Group 2	n/a	n/a	n/a	1.6979
Sterling Income Shares				
Group 1	3.3343	—	3.3343	2.8390
Group 2	1.4881	1.8462	3.3343	2.8390
X Shares (Income)				
Group 1	3.7919	—	3.7919	3.1798
Group 2	2.3857	1.4062	3.7919	3.1798

Interim Dividend distribution in cents per share

Euro Accumulation Shares

Group 1	2.3641	—	2.3641	1.9635
Group 2	1.2122	1.1519	2.3641	1.9635

Euro Income Shares

Group 1	1.8442	—	1.8442	1.5992
Group 2	1.2944	0.5498	1.8442	1.5992

Euro Institutional Shares (Accumulation)

Group 1	2.5973	—	2.5973	2.1476
Group 2	2.0082	0.5891	2.5973	2.1476

Euro Institutional Shares (Income)

Group 1	1.9139	—	1.9139	1.6496
Group 2	1.0198	0.8941	1.9139	1.6496

USD Accumulation Shares

Group 1	2.1080	—	2.1080	1.6640
Group 2	1.0871	1.0209	2.1080	1.6640

* Share class closed on 13 June 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in cents per share (continued)

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
USD Income Shares				
Group 1	1.6542	—	1.6542	1.3625
Group 2	0.5927	1.0615	1.6542	1.3625
USD Institutional Shares (Accumulation)				
Group 1	2.1864	—	2.1864	1.7186
Group 2	0.0793	2.1071	2.1864	1.7186
USD Institutional Shares (Income)				
Group 1	1.7118	—	1.7118	1.4053
Group 2	1.7118	0.0000	1.7118	1.4053
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00
Interim distributions for 31 March 2018			100.00	0.00
Interim distributions for 31 December 2017			48.12	51.88
Interim distributions for 30 September 2017			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
(Losses)/gains on non-derivative securities	(69,125,315)	269,585,874
Gains/(losses) on forward currency contracts	6,890,319	(17,706,341)
Currency exchange (losses)/gains	(425,400)	591,437
Activity charges	(87,831)	(64,952)
Net capital (losses)/gains	(62,748,227)	252,406,018

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	70,422	76,989
Overseas dividends	77,878,014	103,558,052
Stock lending	64,877	73,437
UK dividends	552,484	—
Total revenue	78,565,797	103,708,478

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	12,745,640	18,474,036
Administration fees	601,337	807,012
Safe custody charges	641,337	748,023
	13,988,314	20,029,071
Other expenses		
Audit fee†	8,204	7,877
Depositary's fees	69,815	82,943
Financial Conduct Authority fee	121	(324)
Professional fees	133,927	104,759
	212,067	195,255
Total expenses	14,200,381	20,224,326

†The Audit fee net of VAT for 2018 is £6,900 (30/06/17: £6,600).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Corporation tax	—	909,202
Double tax relief	—	(909,207)
Overseas tax	4,818,278	7,262,895
Total tax charge (see Note 6b)	4,818,278	7,262,890
Deferred tax movement for the year (see Note 6c)	(583,857)	(12,936)
Total tax charge (see Note 6b)	4,234,421	7,249,954
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	64,353,837	83,481,849
Corporation tax @ 20%	12,870,767	16,696,370
Effects of:		
Dividends not subject to corporation tax	(12,134,151)	(15,800,104)
Double tax relief	—	(909,207)
Excess management expenses	5,449,625	—
Overseas tax	4,818,278	7,262,895
Prior year adjustment	(6,593,096)	—
Relief for overseas tax treated as an expense	(177,002)	—
Total tax charge (see Note 6a)	4,234,421	7,249,954
c) Deferred tax		
Opening deferred tax balance	583,857	596,793
Deferred tax movement for the year (see Note 6a)	(583,857)	(12,936)
Closing deferred tax balance	—	583,857

At the year end there is a potential deferred tax asset of £5,449,625 (2017: £nil) due to tax losses of £27,248,122 (2017: £nil). It is unlikely that the fund will generate sufficient taxable profits in the future to utilize these amounts and therefore no deferred tax asset has been recognized (2017: same).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	11,579	2,303
Total interest	11,579	2,303

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 30 September	28,395,905	33,812,270
Interim Dividend distribution 31 December	12,628,987	16,951,953
Interim Dividend distribution 31 March	12,663,027	20,365,336
Final Dividend distribution 30 June	15,392,231	17,762,884
	69,080,150	88,892,443
Amounts added on issue of shares	(576,518)	(919,926)
Amounts deducted on cancellation of shares	1,888,507	2,913,195
Net distributions for the year	70,392,139	90,885,712

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	60,119,416	76,231,895
Capitalised fees less tax relief paid from capital	10,273,131	14,653,589
Equalisation on conversions	(408)	228
	70,392,139	90,885,712

10 Debtors

	30/06/2018 £	30/06/2017 £
Accrued revenue	10,241,872	10,989,715
Amount receivable for issue of shares	228,579	112,619
Amount receivable from counterparties in respect of collateral derivatives	—	13,710,064
Amounts receivable on open currency contracts	12,532,970	7,227,004
Prepaid expenses	7	—
Sales awaiting settlement	9,742,869	6,410,010
Total debtors	32,746,297	38,449,412

11 Cash & bank balances

	30/06/2018 £	30/06/2017 £
Cash held at bank	—	2,406,419
Cash held in BNY Mellon Sterling Liquidity Fund	—	32,246,492
Cash held in Insight Sterling Liquidity Fund	15,562,884	—
Amount held at brokers	10,880,000	—
	26,442,884	34,652,911
Overdrawn cash and bank balances		
Bank overdrafts	9,963,224	1,787,279
	9,963,224	1,787,279

12 Creditors

	30/06/2018 £	30/06/2017 £
a) Distribution payable		
Distribution payable	12,232,101	13,343,659
	12,232,101	13,343,659
b) Other creditors		
Accrued expenses	1,105,987	1,768,368
Amount payable for cancellation of shares	5,201,728	1,491,358
Amounts payable on open currency contracts	12,515,625	7,231,261
Deferred tax liability	—	583,856
Purchases awaiting settlement	2,370,474	—
Total other creditors	21,193,814	11,074,843

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Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £6,078,904 (30/06/17: £3,139,443 due to the ACD).

Any investments or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	1,249,905,919	1,789,109,110

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	62,495,296	(62,495,296)	89,455,456	(89,455,456)
Net capital impact	62,495,296	(62,495,296)	89,455,456	(89,455,456)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	1,249,905,919	—
Level 2: Observable	11,000,740	(939,866)
	1,260,906,659	(939,866)
	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	1,789,109,110	—
Level 2: Observable	218,606	(14,243,259)
	1,789,327,716	(14,243,259)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

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Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Foreign Currency Contracts	Total £
Canadian Imperial Bank of Commerce	6,137,700	6,137,700
JP Morgan Chase	3,923,174	3,923,174
Total	10,060,874	10,060,874

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £10,880,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £13,710,064).

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Australia	273,863,289	3,425,130	277,288,419	423,947,364
China	—	—	—	5,370,007
Eurozone	—	3,662	3,662	127,578
Hong Kong	386,990,583	1,692,854	388,683,437	596,895,161
India	52,957,845	748,639	53,706,484	57,000,393
Indonesia	14,088,135	31,577	14,119,712	15,237,417
Malaysia	2,230,862	326,750	2,557,612	36,414,732
New Zealand	19,864,116	1	19,864,117	25,684,175
Philippines	—	—	—	34,915,044
Singapore	166,421,293	—	166,421,293	198,808,477
South Korea	131,030,282	1,979,426	133,009,708	62,578,124
Taiwan	144,007,583	2,556,938	146,564,521	254,656,696
Thailand	40,083,114	—	40,083,114	76,279,585
United States of America	—	—	—	(4)
Total	1,231,537,102	10,764,977	1,242,302,079	1,787,914,749

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Australia	277,288,419	14,594,127	(13,204,210)
Hong Kong	388,683,437	20,457,023	(18,508,735)
Singapore	166,421,293	8,759,015	(7,924,823)
South Korea	133,009,708	7,000,511	(6,333,796)
Taiwan	146,564,521	7,713,922	(6,979,263)

30 June 2017

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Australia	423,947,364	22,313,019	(20,187,970)
Hong Kong	596,895,161	31,415,535	(28,423,579)
Singapore	198,808,477	10,463,604	(9,467,070)
Taiwan	254,656,696	13,402,984	(12,126,509)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	339,860	388	0.11	225	0.07
Total purchases	339,860	388		225	
Total purchases including transaction costs	340,473				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	811,972	844	0.10	780	0.10
Total sales	811,972	844		780	
Total sales net of transaction costs	810,348				

Total transaction costs 1,232 1,005

Total transaction costs as a % of average net assets 0.08% 0.07%

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	277,942	435	0.16	179	0.06
Total purchases	277,942	435		179	
Total purchases including transaction costs	278,556				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	925,901	1,099	0.12	764	0.08
Total sales	925,901	1,099		764	
Total sales net of transaction costs	924,038				

Total transaction costs **1,534** **943**

Total transaction costs as a % of average net assets **0.07%** **0.05%**

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

During the year the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.22% (30/06/17: 0.30%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £nil of investments were subject to stock lending agreements and the Sub-fund held £nil collateral.

As at 30 June 2017, £76,425,225 of investments were subject to stock lending agreements and on behalf of the Sub-fund £82,232,655 was held in collateral. The collateral is held 62.49% in debt securities and 37.51% in equity securities.

The gross earnings and the fees for the year are £81,096 (30/06/17: £91,796) and £16,219 (30/06/17: £18,359) respectively.

18 Shareholder's funds

The Sub-fund currently has sixteen share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Euro Accumulation Shares	1.50%	0.10%
Euro Income Shares	1.50%	0.10%
Euro Institutional Shares (Accumulation)	1.00%	0.03%
Euro Institutional Shares (Income)	1.00%	0.03%
USD Accumulation Shares	1.50%	0.10%
USD Income Shares	1.50%	0.10%
USD Institutional Shares (Accumulation)	1.00%	0.03%
USD Institutional Shares (Income)	1.00%	0.03%
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional Shares (Income)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Asian Income Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Euro Accumulation Shares	6,093,644	76,867	(4,099,421)	—	2,071,090
Euro Income Shares	10,649,128	272,203	(7,386,851)	—	3,534,480
Euro Institutional Shares (Accumulation)	19,697,492	1,130,815	(8,769,424)	—	12,058,883
Euro Institutional Shares (Income)	21,430,429	3,805,761	(18,018,376)	—	7,217,814
USD Accumulation Shares	16,927,209	14,927,204	(23,460,941)	—	8,393,472
USD Income Shares	2,419,101	28,082	(888,045)	—	1,559,138
USD Institutional Shares (Accumulation)	7,419,673	166,417	(3,604,918)	—	3,981,172
USD Institutional Shares (Income)	5,578,019	17,921	(4,803,194)	—	792,746
B Shares (Accumulation)	1,591,401	37,066	(632,763)	(12,392)	983,312
B Shares (Income)	4,093,658	615,865	(853,488)	578,627	4,434,662
Institutional Shares (Accumulation)	28,666,716	811,828	(26,206,129)	(56,222)	3,216,193
Institutional Shares (Income)	23,445,119	2,537,129	(7,480,071)	(1,460,292)	17,041,885
Institutional W Shares (Accumulation)	181,247,511	1,072,470	(43,377,542)	241,829	139,184,268
Institutional W Shares (Income)	804,972,453	10,960,294	(186,584,999)	5,013,190	634,360,938
Sterling Income Shares	91,721,278	1,497,754	(18,719,253)	(1,945,979)	72,553,800
X Shares (Net Income)	26,876,681	34,607,038	(38,552,617)	—	22,931,102

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Continental European Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£145.20m
Comparative Index:	FTSE World Europe ex UK TR GBP
Sector:	The Investment Association Europe Excluding UK

Yield as at 30 June 2018:

Euro Accumulation Shares	0.55%
B Shares (Accumulation)	1.64%
B Shares (Income)	1.64%
Exempt Shares 1 (Accumulation)	2.04%
Institutional W Shares (Accumulation)	1.79%
Institutional W Shares (Income)	1.79%
Sterling Income Shares	0.98%

Key Dates: Fund Launch 1 June 1987 (managed by Newton since November 1994)

Investment Objective

To achieve capital growth from a portfolio of predominantly European securities.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Euro Accumulation Shares	3.67%	19.44%	10.53%
B Shares (Accumulation)	4.99%	21.62%	10.57%
B Shares (Income)	4.99%	21.62%	10.58%
Exempt Shares 1 (Accumulation)	5.41%	22.10%	11.16%
Institutional W Shares (Accumulation)	5.13%	21.80%	10.88%
Institutional W Shares (Income)	5.14%	21.80%	10.88%
Sterling Income Shares	4.29%	20.80%	9.98%
FTSE World Europe ex UK TR GBP	2.52%	29.05%	6.05%

Source: Lipper Hindsight as at 30 June 2018 – Total return including income net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 4.29% against a return of 2.52% from the FTSE World Europe ex UK Index TR.

The Sub-fund produced a positive return and was ahead of the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks, including the European Central Bank, towards *quantitative tightening* creating an unsettled backdrop.

Sector allocation and particularly stock selection were positive factors over the period.

Stock selection was notably firm in the consumer services and industrials sectors. The underweight exposure to financials notably benefited returns. On the negative side was stock selection in healthcare as well as the underweight position in *basic materials*.

On a stock specific basis information services company Wolters Kluwer was the top relative contributor with the company continuing to exhibit good consistency and visibility in growth. Worldline, a leader in European payment processing, was one of the top performers over the period. The shares rose as *merger and acquisition* activity in the sector brought greater attention to the company. The holding in Yoox Net-a-Porter, the online luxury goods retailer, was also accretive to performance. Results were strong and the company accepted an offer from Richemont, the company's largest shareholder, to acquire the remainder of the business. French defence company Thales performed well as it delivered good first-quarter results in May with a significant increase in large orders.

On the negative side was French television company TF1 as it failed to reach an agreement with Canal+ on retransmission fees, causing the shares to fall. Pharmaceutical company Roche's shares exhibited weakness on the market concerns around margin pressure that may develop as a result of biosimilar competition. Insurer AXA also disappointed investors as it announced a deal to acquire XL Catlin, the reinsurance and speciality commercial lines insurer, which will increase its *leverage* in the short term and reduce management focus on improving core business.

In terms of activity, a new position was made in engineering business ABB, which offers exposure to growing automation and robotics markets. A holding in BNP Paribas was also added. The company boasts some strong franchises and offers an attractive dividend *yield*.

The position in Telefonica Deutschland was sold as the manager continues to harbour concern regarding the telecommunications industry's pricing power. The holding in Intertrust was sold as it continues to struggle to achieve growth while the position in MTU Aero Engines was also sold following strong performance and as the company's valuation began to look stretched.

Stimulatory *monetary policy* has buoyed financial asset prices over the course of the last decade and better growth and *inflation* prospects have allowed a few central banks to raise interest rates. Uncertainty around the future of international trade agreements poses a threat to economic growth.

The manager continues to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

AXA
ABB (Regd.)
Thales
Roche Holding
Orkla
Genmab
BNP Paribas
Zurich Insurance
AIB
Bayer

Sales

Yoox
Nestlé
MTU Aero Engines
Telefonica Deutschland
Anheuser-Busch InBev
Burckhardt Compression
Wolters Kluwer
Thales
Worldline
Orsted

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Euro	30/06/2018^(c)	30/06/2017^(b)	30/06/2016^(a)
Accumulation Shares	(cents)	(cents)	(cents)
Change in net assets per share			
Opening net asset value per share	155.40	139.57	146.01
Return before operating charges*	9.06	18.97	(3.40)
Operating charges	(3.44)	(3.14)	(3.04)
Return after operating charges	5.62	15.83	(6.44)
Distributions	(0.78)	(0.58)	(1.05)
Retained distributions on accumulation shares	0.78	0.58	1.05
Closing net asset value per share	161.02	155.40	139.57
*After direct transaction costs of	(0.08)	(0.12)	(0.09)
Performance			
Return after charges	3.62%	11.34%	(4.41%)
Other information			
Closing net asset value (£)	171,201	589,428	514,215
Closing number of shares	120,225	431,960	443,320
Operating charges**	2.15%	2.15%	2.15%
Direct transaction costs*	0.05%	0.08%	0.06%
Prices			
Highest share price	147.47	161.98	157.23
Lowest share price	133.74	132.88	124.26

B Shares	30/06/2018	30/06/2017	30/06/2016
(Accumulation)	(pence)	(pence)	(pence)
Change in net assets per share			
Opening net asset value per share	184.08	154.66	136.52
Return before operating charges*	12.17	31.07	19.70
Operating charges	(1.89)	(1.65)	(1.56)
Return after operating charges	10.28	29.42	18.14
Distributions	(3.19)	(2.59)	(2.64)
Retained distributions on accumulation shares	3.19	2.59	2.64
Closing net asset value per share	194.36	184.08	154.66
*After direct transaction costs of	(0.10)	(0.14)	(0.09)
Performance			
Return after charges	5.58%	19.02%	13.29%
Other information			
Closing net asset value (£)	244,659	160,372	13,279
Closing number of shares	125,879	87,122	8,586
Operating charges**	0.98%	0.98%	1.11%
Direct transaction costs*	0.05%	0.08%	0.06%
Prices			
Highest share price	200.14	191.41	152.89
Lowest share price	181.95	149.99	129.76

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

Exchange rates:

a) Euro/Sterling exchange rate at close of business 30 June 2016

1.2033

b) Euro/Sterling exchange rate at close of business 30 June 2017

1.1389

c) Euro/Sterling exchange rate at close of business 30 June 2018

1.1308

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Statistics

(continued)

Comparative tables (continued)

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	169.21	144.17	129.43
Return before operating charges*	11.21	29.00	18.70
Operating charges	(1.74)	(1.54)	(1.46)
Return after operating charges	9.47	27.46	17.24
Distributions	(2.93)	(2.42)	(2.50)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	175.75	169.21	144.17
*After direct transaction costs of	(0.09)	(0.13)	(0.09)
Performance			
Return after charges	5.60%	19.05%	13.32%
Other information			
Closing net asset value (£)	4,883,539	2,907,846	918,990
Closing number of shares	2,778,611	1,718,463	637,422
Operating charges**	0.98%	0.98%	1.10%
Direct transaction costs*	0.05%	0.08%	0.06%
Prices			
Highest share price	183.99	178.47	145.00
Lowest share price	167.27	139.85	123.06

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	277.54	232.28	203.94
Return before operating charges*	18.37	46.76	29.56
Operating charges	(1.68)	(1.50)	(1.22)
Return after operating charges	16.69	45.26	28.34
Distributions	(6.00)	(4.91)	(5.07)
Retained distributions on accumulation shares	6.00	4.91	5.07
Closing net asset value per share	294.23	277.54	232.28
*After direct transaction costs of	(0.15)	(0.21)	(0.13)
Performance			
Return after charges	6.01%	19.49%	13.90%
Other information			
Closing net asset value (£)	37,505	35,378	29,609
Closing number of shares	12,747	12,747	12,747
Operating charges**	0.58%	0.59%	0.58%
Direct transaction costs*	0.05%	0.08%	0.06%
Prices			
Highest share price	302.38	288.56	229.61
Lowest share price	275.14	225.63	194.54

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	192.40	161.44	142.08
Return before operating charges*	12.68	32.42	20.57
Operating charges	(1.67)	(1.46)	(1.21)
Return after operating charges	11.01	30.96	19.36
Distributions	(3.64)	(2.96)	(3.15)
Retained distributions on accumulation shares	3.64	2.96	3.15
Closing net asset value per share	203.41	192.40	161.44
*After direct transaction costs of	(0.11)	(0.15)	(0.09)
Performance			
Return after charges	5.72%	19.18%	13.63%
Other information			
Closing net asset value (£)	4,235,174	3,921,259	3,520,050
Closing number of shares	2,082,066	2,038,117	2,180,466
Operating charges**	0.83%	0.83%	0.83%
Direct transaction costs*	0.05%	0.08%	0.06%
Prices			
Highest share price	209.35	200.05	159.57
Lowest share price	190.35	156.66	135.32

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	174.67	148.80	133.54
Return before operating charges*	11.56	29.95	19.37
Operating charges	(1.52)	(1.35)	(1.14)
Return after operating charges	10.04	28.60	18.23
Distributions	(3.31)	(2.73)	(2.97)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	181.40	174.67	148.80
*After direct transaction costs of	(0.10)	(0.13)	(0.09)
Performance			
Return after charges	5.75%	19.22%	13.65%
Other information			
Closing net asset value (£)	29,822,086	40,003,436	31,606,999
Closing number of shares	16,439,977	22,901,879	21,240,746
Operating charges**	0.83%	0.83%	0.83%
Direct transaction costs*	0.05%	0.08%	0.06%
Prices			
Highest share price	190.06	184.46	150.03
Lowest share price	172.85	144.43	127.23

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	256.94	219.05	196.74
Return before operating charges*	16.97	43.87	28.33
Operating charges	(4.42)	(3.93)	(3.33)
Return after operating charges	12.55	39.94	25.00
Distributions	(2.63)	(2.05)	(2.69)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	266.86	256.94	219.05
*After direct transaction costs of	(0.14)	(0.20)	(0.13)
Performance			
Return after charges	4.88%	18.23%	12.71%
Other information			
Closing net asset value (£)	105,807,218	116,556,684	113,025,241
Closing number of shares	39,648,689	45,362,869	51,598,908
Operating charges**	1.65%	1.65%	1.65%
Direct transaction costs*	0.05%	0.08%	0.06%
Prices			
Highest share price	278.41	269.35	219.20
Lowest share price	252.75	211.85	186.47

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund
Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Belgium 1.88% (2.98%)			
Anheuser-Busch InBev	35,818	2,724,164	1.88
Denmark 5.26% (4.19%)			
Genmab	11,553	1,350,957	0.93
Novo Nordisk class 'B' shares	89,465	3,147,944	2.17
Orsted	68,580	3,145,263	2.16
France 27.48% (22.28%)			
AXA	230,699	4,286,523	2.95
BNP Paribas	30,810	1,448,744	1.00
Essilor International	14,703	1,566,846	1.08
L'Oréal	9,263	1,716,205	1.18
Sanofi	45,055	2,734,578	1.88
TF1	372,589	2,972,145	2.05
Thales	72,915	7,093,212	4.89
Total	108,993	5,031,558	3.47
Veolia Environment	161,200	2,608,853	1.80
Vinci	39,122	2,846,054	1.96
Vivendi	234,020	4,333,742	2.98
Worldline	75,977	3,258,797	2.24
Germany 15.51% (20.07%)			
Bayer	50,252	4,203,703	2.90
Brenntag	63,521	2,684,089	1.85
Deutsche Post	86,540	2,139,105	1.47
Hella Hueck	64,484	2,729,343	1.88
Infineon Technologies	152,812	2,950,153	2.03
LEG Immobilien	39,222	3,229,333	2.23
SAP	52,343	4,579,521	3.15
Ireland 6.00% (5.29%)			
AIB	1,019,043	4,199,638	2.89
CRH	117,462	3,156,905	2.18
Ryanair	96,499	1,351,370	0.93
Italy 1.90% (3.97%)			
Atlantia	123,577	2,764,977	1.90
Netherlands 15.91% (15.85%)			
GrandVision	72,270	1,227,775	0.84
Koninklijke Ahold Delhaize	186,034	3,367,779	2.32
RELX	359,228	5,781,958	3.98
Royal Dutch Shell class 'A' Shares	118,143	3,109,384	2.14
Unilever	69,996	2,942,215	2.03
Wolters Kluwer	160,670	6,678,302	4.60
Norway 3.98% (3.00%)			
DNB	103,575	1,532,844	1.06
Entra	147,891	1,528,305	1.05
Orkla	409,657	2,717,443	1.87
Portugal 2.07% (1.96%)			
Galp Energia	211,197	3,007,094	2.07
Spain 2.00% (2.01%)			
Inditex	112,454	2,908,936	2.00
Sweden 1.02% (1.17%)			
Ericsson series 'B' shares	251,257	1,476,787	1.02

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund**Portfolio Statement (Unaudited)**

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Switzerland 17.13% (17.16%)			
ABB (Regd.)	175502	2,906,292	2.00
Nestlé	73,136	4,285,513	2.95
Novartis	96,740	5,554,986	3.83
Roche Holding	46,587	7,835,571	5.40
Zurich Insurance	19,098	4,282,847	2.95
Portfolio of investments		145,397,753	100.14
Net current liabilities		(196,371)	(0.14)
Total Net Assets		145,201,382	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		6,575,132		25,397,742
Revenue	4	4,446,008		4,423,967	
Expenses	5	(2,203,952)		(2,258,108)	
Interest payable and similar charges	7	(442)		(345)	
Net revenue before taxation		2,241,614		2,165,514	
Taxation	6	(495,313)		(519,187)	
Net revenue after taxation			1,746,301		1,646,327
Total return before distributions			8,321,433		27,044,069
Distributions	8		(1,755,414)		(1,665,175)
Change in net assets attributable to Shareholders from investment activities			6,566,019		25,378,894

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		8,526,662		13,423,036	
Amounts paid on cancellation of shares		(34,165,347)		(24,344,916)	
			(25,638,685)		(10,921,880)
Dilution adjustment			14,258		7,387
Change in net assets attributable to shareholders from investment activities (see above)			6,566,019		25,378,894
Retained distributions on accumulation shares			81,411		65,444
Unclaimed distributions			3,976		16,175
Closing net assets attributable to Shareholders			145,201,382		164,174,403

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			145,397,753		164,052,345
Current assets					
Debtors	10	845,044		775,756	
Cash and bank balances	11	1,050,250		1,340,255	
Total other assets			1,895,294		2,116,011
Total assets			147,293,047		166,168,356
LIABILITIES					
Creditors					
Bank overdrafts	11	(1)		(2,951)	
Distribution payable	12	(1,668,645)		(1,594,737)	
Other creditors	12	(423,019)		(396,265)	
Total other liabilities			(2,091,665)		(1,993,953)
Total liabilities			(2,091,665)		(1,993,953)
Net assets attributable to Shareholders			145,201,382		164,174,403

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	3.1925	—	3.1925	2.5899
Group 2	3.0831	0.1094	3.1925	2.5899
B Shares (Income)				
Group 1	2.9319	—	2.9319	2.4234
Group 2	2.4530	0.4789	2.9319	2.4234
Exempt Shares 1 (Accumulation)				
Group 1	5.9951	—	5.9951	4.9063
Group 2	5.9951	0.0000	5.9951	4.9063
Institutional W Shares (Accumulation)				
Group 1	3.6406	—	3.6406	2.9621
Group 2	3.0526	0.5880	3.6406	2.9621
Institutional W Shares (Income)				
Group 1	3.3050	—	3.3050	2.7306
Group 2	2.7980	0.5070	3.3050	2.7306
Sterling Income Shares				
Group 1	2.6327	—	2.6327	2.0452
Group 2	2.6327	0.0000	2.6327	2.0452

Final Dividend distribution in cents per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Euro Accumulation Shares				
Group 1	0.7788	—	0.7788	0.5775
Group 2	0.7788	0.0000	0.7788	0.5775

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	6,607,970	25,447,242
Currency exchange losses	(7,550)	(14,332)
Activity charges	(25,288)	(35,168)
Net capital gains	6,575,132	25,397,742

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	6,380	5,949
Overseas dividends	4,387,300	4,393,924
Stock lending	52,328	24,094
Total revenue	4,446,008	4,423,967

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	2,022,966	2,076,089
Administration fees	128,428	130,805
Safe custody charges	21,192	20,704
	2,172,586	2,227,598
Other expenses:		
Audit fee†	7,240	6,923
Depository's fees	23,771	23,911
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	31,366	30,510
Total expenses	2,203,952	2,258,108

†The Audit fee net of VAT for 2018 is £6,100 (30/06/17: £5,800).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	495,313	519,187
Total tax charge (see Note 6b)	495,313	519,187
b) Factors affecting the tax charge		
The tax assessed for the year is higher than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	2,241,614	2,165,514
Corporation tax @ 20%	448,323	433,103
Effects of:		
Dividends not subject to corporation tax	(855,056)	(857,945)
Excess management expenses	412,965	427,968
Overseas tax withheld	495,313	519,187
Prior year adjustment	(2,871)	—
Relief on overseas tax expensed	(3,361)	(3,126)
Total tax charge (see Note 6a)	495,313	519,187
c) Deferred tax		
No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £33,393,355 (30/06/17: £31,328,532), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £6,678,671 (30/06/17: £6,265,706).		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	442	345
Total interest	442	345

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	1,750,056	1,660,181
	1,750,056	1,660,181
Amounts added on issue of shares	(1,578)	(2,872)
Amounts deducted on cancellation of shares	6,936	7,866
Net distributions for the year	1,755,414	1,665,175

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	1,746,301	1,646,327
Equalisation on conversions	9,113	18,848
	1,755,414	1,665,175

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	1,312	—
Amount receivable for issue of shares	25,468	30,739
Amounts receivable on open currency contracts	—	17,707
Overseas tax recoverable	818,264	727,301
Prepaid expenses	—	9
Total debtors	845,044	775,756

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	8,474	—
Cash held in BNY Mellon Sterling Liquidity Fund	—	1,340,255
Cash held in Insight Sterling Liquidity Fund	1,041,776	—
	1,050,250	1,340,255
Overdrawn cash and bank balances		
Bank overdraft	1	2,951
	1	2,951

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	1,668,645	1,594,737
	1,668,645	1,594,737
b) Other creditors		
Accrued expenses	178,400	222,344
Amount payable for cancellation of shares	244,619	156,182
Amounts payable on open currency contracts	—	17,739
Total other creditors	423,019	396,265

13 Related parties

ACD's periodic charge, administration fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £397,397 (30/06/17: £341,074 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	145,397,753	164,052,345

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	7,269,888	(7,269,888)	8,202,617	(8,202,617)
Net capital impact	7,269,888	(7,269,888)	8,202,617	(8,202,617)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	145,397,753	—
	145,397,753	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	164,052,345	—
	164,052,345	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

The table that follows details the interest rate profile of the Sub-fund's investment assets at 30 June 2018.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	—	—	145,397,753	145,397,753
Total	—	—	145,397,753	145,397,753

The table that follows details the interest rate profile of the Sub-fund's investment assets at 30 June 2017.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	—	—	164,052,345	164,052,345
Total	—	—	164,052,345	164,052,345

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Denmark	7,644,164	77,242	7,721,406	6,932,075
Eurozone	105,633,001	288,725	105,921,726	122,394,578
Norway	5,778,592	156,571	5,935,163	5,016,605
Sweden	1,476,787	—	1,476,787	1,918,692
Switzerland	24,865,209	304,198	25,169,407	28,497,077
Total	145,397,753	826,736	146,224,489	164,759,027

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
Eurozone	105,921,726	5,574,828	(5,043,892)
Switzerland	25,169,407	1,324,706	(1,198,543)

30 June 2017	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
Eurozone	122,394,578	6,441,820	(5,828,313)
Switzerland	28,497,077	1,499,846	(1,357,004)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	29,961	15	0.05	48	0.16
Total purchases	29,961	15		48	
Total purchases including transaction costs	30,024				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	55,148	19	0.03	—	—
Total sales	55,148	19		—	
Total sales net of transaction costs	55,129				

Total transaction costs 34 48

Total transaction costs as a % of average net assets 0.02% 0.03%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	48,680	22	0.05	82	0.17
Total purchases	48,680	22		82	
Total purchases including transaction costs	48,784				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	59,005	27	0.05	—	—
Total sales	59,005	27		—	
Total sales net of transaction costs	58,978				

Total transaction costs 49 82

Total transaction costs as a % of average net assets 0.03% 0.05%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.65% (30/06/17: 0.10%).

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £6,470,842 of investments were subject to stock lending agreements and on behalf of the Sub-fund £7,326,640 was held in collateral. The collateral is held 16.09% in debt securities and 83.91% in equity securities.

As at 30 June 2017, £3,206,049 of investments were subject to stock lending agreements and on behalf of the Sub-fund £3,567,873 was held in collateral. The collateral is held in equity securities.

The gross earnings and the fees for the year are £65,410 (30/06/17: £30,118) and £13,082 (30/06/17: £6,024) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Capital Securities Ltd.	968,579	1,178,912
Citigroup Global Markets Limited	252,515	283,319
Deutsche Bank, AG	1,313,930	1,495,430
HSBC Bank PLC	2,705,273	2,987,904
UBS AG	1,230,545	1,381,075

18 Shareholder's funds

The Sub-fund currently has seven share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Euro Accumulation Shares	2.00%	0.10%
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 1 (Accumulation)	0.50%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Continental European Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Euro Accumulation Shares	431,960	21,738	(333,473)	—	120,225
B Shares (Accumulation)	87,122	38,757	—	—	125,879
B Shares (Income)	1,718,463	31,473	(129,231)	1,157,906	2,778,611
Exempt Shares 1 (Accumulation)	12,747	—	—	—	12,747
Institutional W Shares (Accumulation)	2,038,117	3,068,541	(3,026,877)	2,285	2,082,066
Institutional W Shares (Income)	22,901,879	731,496	(7,517,784)	324,386	16,439,977
Sterling Income Shares	45,362,869	343,543	(5,069,518)	(988,205)	39,648,689

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Emerging Income Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£104.11m
Comparative Index:	MSCI Emerging Markets NR GBP (Prior to 26/05/2016: FTSE Emerging AW TR GBP)
Sector:	The Investment Association Global Emerging Markets

Yield as at 30 June 2018:

B Shares (Accumulation)	4.02%
B Shares (Income)	4.04%
Institutional Shares (Accumulation)	4.02%
Institutional Shares (Income)	4.04%
Institutional Shares W (Accumulation)	4.01%
Institutional Shares W (Income)	4.04%
Sterling Accumulation Shares	4.03%
Sterling Income Shares	4.05%
X Shares (Income)	4.05%

Key Dates: Fund Launch 4 October 2012

Investment Objective

To achieve income together with long-term capital growth predominantly through investments in a diversified portfolio of securities in global emerging markets.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	-5.74%	19.80%	9.28%
B Shares (Income)	-5.75%	19.80%	9.27%
Institutional Shares (Accumulation)	-5.84%	19.70%	9.29%
Institutional Shares (Income)	-5.84%	19.68%	9.30%
Institutional Shares W (Accumulation)	-5.60%	19.97%	9.56%
Institutional Shares W (Income)	-5.60%	19.98%	9.57%
Sterling Accumulation Shares	-6.38%	19.00%	8.68%
Sterling Income Shares	-6.38%	19.00%	8.68%
X Shares (Income)	-4.94%	20.73%	10.30%
MSCI Emerging Markets NR GBP	6.46%	27.35%	3.46%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned -6.38% against a return of 6.46% from the MSCI EM (Emerging Markets) Index.

The Sub-fund produced a negative return and was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards raising interest rates creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin markets although more recent US dollar strength caused a sell-off in emerging markets.

Both asset allocation and particularly stock selection detracted from overall returns. The underweight exposure to the information technology sector and stock selection within the sector itself was a detractor from returns. Strong performance of companies in the technology sector, such as Alibaba and Tencent, was a drag on returns relative to the index as the Sub-fund cannot invest as they do not pay the required dividends.

Additionally, the material overweight exposure to *consumer staples* had a negative impact during the review period. While stock selection was positive in sectors such as energy and *basic materials*, the underweight to both areas overall was negative.

In terms of stock selection, Indian cigarette producer ITC was hit by an increased excise tax which negatively affected the shares. British American Tobacco was also weak as investors turned against the sector, concerned about growth prospects. Mexican microfinance lender Genera was weak owing to poor results and an increasingly competitive landscape.

The standout positive contributor was Sociedad Quimica y Minera (SQM) in Chile, partly owing to good operational performance and strong cash flows but also as the company has considerable lithium reserves upon which the market is increasingly placing value.

Stronger performance also came from South African retail pharmacy group Clicks, which posted strong earnings results, with a positive outlook underpinned by rising urbanisation, formalisation of retail and increasing life expectancy.

In terms of activity, the manager bought a holding in AIA, the largest and longest-established life insurer operating in Asia, which is benefiting from strong growth in life and health-insurance sales in Asia.

A position in South Korean technology giant Samsung Electronics was also added due to the strong demand for memory, spurred by areas such as cloud computing. Other key additions were the luxury car dealership and aftersales service providers China Harmony and China Yongda Automobiles, which should benefit from rising affordability and higher standards of living in China.

Major sales included Energy Development in the Philippines, Hong Kong-listed household paper products company Hengan International, and consumer-products business Kimberly-Clark de Mexico.

In the manager's opinion, the long-term structural growth outlook for many emerging markets, particularly those in Asia, remains supported by demographics, technological innovation and government reform. Valuations also remain attractive, in the manager's view. The Sub-fund continues to invest in companies that can grow and pay dividends sustainably, supported by solid balance sheets and the generation of high returns. The manager believes that sustainable income backed by emerging market growth remains an attractive proposition within a growth-constrained and income-starved world.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Samsung Electronics	Indiabulls Housing Finance
China Harmony New Energy Auto	Man Wah
Genera	Energy Development
Reliance Nippon Life Asset Management	Wal-Mart de Mexico
Sberbank of Russia ADR (each representing 4 ordinary shares)	Taiwan Mobile
Samsung Electronics preference shares	Delta Electronics
PLAY Communications	Tesco Lotus
AIA	Kimberly-Clark de Mexico
Bangkok Bank	Sands China
Sociedad Quimica y Minera de Chile ADR (each representing 1 ordinary share)	Taiwan Semiconductor Manufacturing

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for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	123.93	104.93	94.82
Return before operating charges*	(5.96)	20.21	11.20
Operating charges	(1.31)	(1.21)	(1.09)
Return after operating charges	(7.27)	19.00	10.11
Distributions	(4.71)	(4.41)	(3.88)
Retained distributions on accumulation shares	4.71	4.41	3.88
Closing net asset value per share	116.66	123.93	104.93
*After direct transaction costs of	(0.17)	(0.20)	(0.18)
Performance			
Return after charges	(5.87%)	18.11%	10.66%
Other information			
Closing net asset value (£)	308,082	277,704	243,635
Closing number of shares	264,092	224,081	232,186
Operating charges**	1.06%	1.04%	1.21%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	130.23	128.01	103.66
Lowest share price	115.11	106.25	79.99

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	101.76	89.40	84.19
Return before operating charges*	(4.77)	17.09	9.55
Operating charges	(1.07)	(1.02)	(0.95)
Return after operating charges	(5.84)	16.07	8.60
Distributions	(3.83)	(3.71)	(3.39)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	92.09	101.76	89.40
*After direct transaction costs of	(0.14)	(0.17)	(0.16)
Performance			
Return after charges	(5.74%)	17.98%	10.21%
Other information			
Closing net asset value (£)	148,811	164,179	119,188
Closing number of shares	161,597	161,334	133,317
Operating charges**	1.06%	1.04%	1.21%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	106.95	106.73	89.71
Lowest share price	92.80	90.48	69.70

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	126.07	106.84	96.53
Return before operating charges*	(6.06)	20.58	11.39
Operating charges	(1.46)	(1.35)	(1.08)
Return after operating charges	(7.52)	19.23	10.31
Distributions	(4.79)	(4.49)	(3.95)
Retained distributions on accumulation shares	4.79	4.49	3.95
Closing net asset value per share	118.55	126.07	106.84
*After direct transaction costs of	(0.17)	(0.21)	(0.19)
Performance			
Return after charges	(5.96%)	18.00%	10.68%
Other information			
Closing net asset value (£)	257,961	361,007	359,255
Closing number of shares	217,592	286,353	336,255
Operating charges**	1.16%	1.14%	1.18%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	132.46	130.22	105.54
Lowest share price	116.99	108.18	81.46

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	103.40	90.93	85.60
Return before operating charges*	(4.85)	17.38	9.72
Operating charges	(1.19)	(1.14)	(0.94)
Return after operating charges	(6.04)	16.24	8.78
Distributions	(3.88)	(3.77)	(3.45)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	93.48	103.40	90.93
*After direct transaction costs of	(0.14)	(0.17)	(0.16)
Performance			
Return after charges	(5.84%)	17.86%	10.26%
Other information			
Closing net asset value (£)	291,256	326,252	332,481
Closing number of shares	311,573	315,524	365,645
Operating charges**	1.16%	1.14%	1.18%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	108.65	108.45	91.24
Lowest share price	94.20	91.99	70.90

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(continued)

Comparative tables (continued)

Institutional Shares W (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	127.50	107.79	97.15
Return before operating charges*	(6.14)	20.78	11.50
Operating charges	(1.16)	(1.07)	(0.86)
Return after operating charges	(7.30)	19.71	10.64
Distributions	(4.85)	(4.53)	(3.98)
Retained distributions on accumulation shares	4.85	4.53	3.98
Closing net asset value per share	120.20	127.50	107.79
*After direct transaction costs of	(0.18)	(0.21)	(0.19)
Performance			
Return after charges	(5.73%)	18.29%	10.95%
Other information			
Closing net asset value (£)	39,739,238	48,708,809	48,147,857
Closing number of shares	33,061,473	38,202,151	44,666,591
Operating charges**	0.91%	0.89%	0.93%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	134.01	131.69	106.49
Lowest share price	118.61	109.14	82.10

Institutional Shares W (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	104.56	91.72	86.13
Return before operating charges*	(4.93)	17.55	9.82
Operating charges	(0.94)	(0.90)	(0.75)
Return after operating charges	(5.87)	16.65	9.07
Distributions	(3.93)	(3.81)	(3.48)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	94.76	104.56	91.72
*After direct transaction costs of	(0.14)	(0.17)	(0.16)
Performance			
Return after charges	(5.61%)	18.15%	10.53%
Other information			
Closing net asset value (£)	21,920,118	29,723,516	33,416,613
Closing number of shares	23,131,357	28,427,586	36,433,757
Operating charges**	0.91%	0.89%	0.93%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	109.91	109.65	92.03
Lowest share price	95.49	92.87	71.44

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(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	122.74	104.62	95.06
Return before operating charges*	(5.87)	20.10	11.13
Operating charges	(2.11)	(1.98)	(1.57)
Return after operating charges	(7.98)	18.12	9.56
Distributions	(4.65)	(4.38)	(3.88)
Retained distributions on accumulation shares	4.65	4.38	3.88
Closing net asset value per share	114.76	122.74	104.62
*After direct transaction costs of	(0.17)	(0.20)	(0.18)
Performance			
Return after charges	(6.50%)	17.32%	10.06%
Other information			
Closing net asset value (£)	27,685,672	34,343,530	35,256,248
Closing number of shares	24,124,930	27,980,889	33,700,763
Operating charges**	1.73%	1.71%	1.75%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	128.85	126.80	103.35
Lowest share price	113.25	105.92	79.96

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	100.56	88.94	84.22
Return before operating charges*	(4.69)	16.96	9.48
Operating charges	(1.72)	(1.66)	(1.37)
Return after operating charges	(6.41)	15.30	8.11
Distributions	(3.76)	(3.68)	(3.39)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	90.39	100.56	88.94
*After direct transaction costs of	(0.14)	(0.17)	(0.16)
Performance			
Return after charges	(6.37%)	17.20%	9.63%
Other information			
Closing net asset value (£)	11,612,536	14,727,785	15,756,646
Closing number of shares	12,846,645	14,645,089	17,715,823
Operating charges**	1.73%	1.71%	1.75%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	105.58	105.49	89.25
Lowest share price	91.10	89.75	69.53

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(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	108.00	94.16	87.85
Return before operating charges*	(5.18)	17.92	10.02
Operating charges	(0.16)	(0.15)	(0.15)
Return after operating charges	(5.34)	17.77	9.87
Distributions	(4.10)	(3.93)	(3.56)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	98.56	108.00	94.16
*After direct transaction costs of	(0.15)	(0.18)	(0.17)
Performance			
Return after charges	(4.94%)	18.87%	11.24%
Other information			
Closing net asset value (£)	2,142,066	1,286,468	1,931,014
Closing number of shares	2,173,428	1,191,149	2,050,769
Operating charges**	0.15%	0.14%	0.18%
Direct transaction costs*	0.14%	0.17%	0.20%
Prices			
Highest share price	113.64	113.25	94.48
Lowest share price	99.33	95.34	73.13

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom - 8.12% (8.72%)			
British American Tobacco	135,096	5,165,552	4.96
Quilter	385,281	558,471	0.54
Unilever	65,139	2,730,627	2.62
United States of America - 1.08% (1.24%)			
Western Union	73,175	1,126,792	1.08
Brazil - 5.71% (6.04%)			
Alupar Investmimento	706,081	2,112,870	2.03
Ambev ADR (each representing 1 ordinary share)	471,851	1,654,740	1.59
Transmissora Alianca de Energia Eletrica	590,551	2,174,071	2.09
Chile - 6.52% (3.73%)			
Aguas Andinas	5,839,773	2,412,567	2.32
Sociedad Quimica y Minera de Chile ADR (each representing 1 ordinary share)	120,249	4,375,506	4.20
Mexico - 6.36% (12.64%)			
Aeropuerto del Centro Norte	664,000	2,647,505	2.54
Genera	977,402	661,381	0.64
Infraestructura Energetica Nova	727,400	2,491,893	2.40
Wal-Mart de Mexico	404,761	815,121	0.78
China - 4.14% (3.25%)			
China Harmony New Energy Auto	6,460,500	2,101,949	2.02
China Mobile	168,000	1,129,683	1.09
China Yongda Automobiles	1,447,000	1,074,289	1.03
Hong Kong - 5.59% (8.35%)			
AIA	329,000	2,178,945	2.09
Link Real Estate Investment Trust	367,500	2,542,142	2.44
Sands China	272,800	1,103,531	1.06
India - 9.24% (9.80%)			
Indiabulls Housing Finance	123,072	1,549,676	1.49
IRB InvIT Fund	2,160,000	1,886,900	1.81
ITC	1,503,267	4,403,096	4.23
Reliance Nippon Life Asset Management	698,687	1,777,672	1.71
Indonesia - 4.78% (4.88%)			
Surya Citra Media	22,458,100	2,433,461	2.34
Telekomunikasi Indonesia Class 'B' Shares	12,872,949	2,544,763	2.44
South Korea - 8.53% (2.00%)			
Macquarie Korea Infrastructure Fund	453,641	2,759,301	2.65
Samsung Electronics	136,350	4,322,854	4.15
Samsung Electronics preference shares	70,500	1,801,527	1.73
Malaysia - 2.38% (1.97%)			
Pavilion Real Estate	7,435,000	2,481,517	2.38
Russia - 2.02% (0.76%)			
Sberbank of Russia ADR (each representing 4 ordinary shares)	192,859	2,103,518	2.02
Taiwan - 7.88% (13.04%)			
Taiwan Semiconductor Manufacturing	1,023,000	5,489,561	5.27
Voltronic Power Technology	210,000	2,712,882	2.61
Thailand - 3.16% (3.74%)			
Bangkok Bank	724,000	3,285,650	3.16
South Africa - 7.16% (5.05%)			
Clicks	284,193	3,065,302	2.94
Life Healthcare	1,910,043	2,621,919	2.52
Old Mutual	1,155,845	1,769,949	1.70
Czech Republic - 4.08% (2.95%)			
Komerční Banka	76,064	2,407,269	2.31
O2 Czech Republic	213,630	1,844,555	1.77

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Poland - 1.29% (0.00%)			
PLAY Communications	260,000	1,346,564	1.29
Georgia - 5.13% (4.91%)			
Bank of Georgia	109,871	2,070,849	1.99
TBC Bank	187,210	3,264,942	3.14
Portugal - 3.10% (1.52%)			
Galp Energia	226,954	3,231,448	3.10
United Arab Emirates - 1.65% (1.59%)			
Emaar Malls	3,960,177	1,714,910	1.65
Derivatives - 0.28% (-0.11%)			
HKD Forward Foreign Currency Contracts - 0.25% (0.00%)			
Forward Foreign Currency Contracts 13/7/18	HKD39,943,538	3,855,129	3.70
Forward Foreign Currency Contracts 13/7/18	MXN(93,595,000)	(3,599,162)	(3.45)
MXN Forward Foreign Currency Contracts - 0.03% (0.03%)			
Forward Foreign Currency Contracts 13/7/18	MXN93,595,000	3,599,162	3.46
Forward Foreign Currency Contracts 13/7/18	HKD(36,979,497)	(3,569,056)	(3.43)
Portfolio of investments		102,233,793	98.20
Net current assets		1,871,947	1.80
Total Net Assets		104,105,740	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in Philippines equities, INR and USD Forward Foreign Currency Contracts portfolio categories, which at, 30 June 2017 represented 2.29%, 0.03% and -0.17% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

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Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital (losses)/gains	3		(10,046,337)	18,775,676
Revenue	4	5,189,195		5,776,904
Expenses	5	(1,439,708)		(1,575,624)
Interest payable and similar charges	7	—		(423)
Net revenue before taxation		3,749,487		4,200,857
Taxation	6	(535,031)		(515,281)
Net revenue after taxation			3,214,456	3,685,576
Total return before distributions			(6,831,881)	22,461,252
Distributions	8		(4,558,720)	(5,034,040)
Change in net assets attributable to Shareholders from investment activities			(11,390,601)	17,427,212

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders		129,919,250	135,562,937
Amounts received on issue of shares	3,590,809		2,587,851
Amounts paid on cancellation of shares	(20,900,155)		(28,798,695)
		(17,309,346)	(26,210,844)
Dilution adjustment		—	23,288
Change in net assets attributable to shareholders from investment activities (see above)		(11,390,601)	17,427,212
Retained distributions on accumulation shares		2,886,437	3,116,657
Closing net assets attributable to Shareholders		104,105,740	129,919,250

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets*			102,233,793	128,012,549
Current assets				
Debtors	10	1,285,827		1,943,850
Cash and bank balances	11	1,670,568		2,640,909
Total other assets			2,956,395	4,584,759
Total assets			105,190,188	132,597,308
LIABILITIES				
Investment liabilities			—	(219,999)
Creditors				
Distribution payable	12	(766,600)		(711,619)
Other creditors	12	(317,848)		(1,746,440)
Total other liabilities			(1,084,448)	(2,458,059)
Total liabilities			(1,084,448)	(2,678,058)
Net assets attributable to Shareholders			104,105,740	129,919,250

*Gross of investment liabilities

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Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	2.4237	—	2.4237	1.8783
Group 2	0.9055	1.5182	2.4237	1.8783
B Shares (Income)				
Group 1	1.9539	—	1.9539	1.5660
Group 2	1.7817	0.1722	1.9539	1.5660
Institutional Shares (Accumulation)				
Group 1	2.4634	—	2.4634	1.9109
Group 2	2.4634	0.0000	2.4634	1.9109
Institutional Shares (Income)				
Group 1	1.9841	—	1.9841	1.5915
Group 2	0.7962	1.1879	1.9841	1.5915
Institutional Shares W (Accumulation)				
Group 1	2.4967	—	2.4967	1.9320
Group 2	1.7798	0.7169	2.4967	1.9320
Institutional Shares W (Income)				
Group 1	2.0100	—	2.0100	1.6088
Group 2	1.3732	0.6368	2.0100	1.6088
Sterling Accumulation Shares				
Group 1	2.3855	—	2.3855	1.8622
Group 2	1.7361	0.6494	2.3855	1.8622
Sterling Income Shares				
Group 1	1.9191	—	1.9191	1.5493
Group 2	1.4155	0.5036	1.9191	1.5493
X Shares (Income)				
Group 1	2.1066	—	2.1066	1.6654
Group 2	2.1066	0.0000	2.1066	1.6654

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	0.5623	—	0.5623	0.6652
Group 2	0.1319	0.4304	0.5623	0.6652
B Shares (Income)				
Group 1	0.4554	—	0.4554	0.5569
Group 2	0.1557	0.2997	0.4554	0.5569
Institutional Shares (Accumulation)				
Group 1	0.5707	—	0.5707	0.6761
Group 2	0.3091	0.2616	0.5707	0.6761
Institutional Shares (Income)				
Group 1	0.4622	—	0.4622	0.5659
Group 2	0.1552	0.3070	0.4622	0.5659
Institutional Shares W (Accumulation)				
Group 1	0.5784	—	0.5784	0.6827
Group 2	0.2571	0.3213	0.5784	0.6827
Institutional Shares W (Income)				
Group 1	0.4676	—	0.4676	0.5719
Group 2	0.1898	0.2778	0.4676	0.5719
Sterling Accumulation Shares				
Group 1	0.5541	—	0.5541	0.6604
Group 2	0.2080	0.3461	0.5541	0.6604
Sterling Income Shares				
Group 1	0.4478	—	0.4478	0.5522
Group 2	0.1506	0.2972	0.4478	0.5522
X Shares (Income)				
Group 1	0.4857	—	0.4857	0.5895
Group 2	0.4857	0.0000	0.4857	0.5895

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.6649	—	0.6649	0.6346
Group 2	0.5288	0.1361	0.6649	0.6346
B Shares (Income)				
Group 1	0.5414	—	0.5414	0.5350
Group 2	0.3056	0.2358	0.5414	0.5350
Institutional Shares (Accumulation)				
Group 1	0.6761	—	0.6761	0.6458
Group 2	0.5377	0.1384	0.6761	0.6458
Institutional Shares (Income)				
Group 1	0.5498	—	0.5498	0.5440
Group 2	0.2750	0.2748	0.5498	0.5440
Institutional Shares W (Accumulation)				
Group 1	0.6845	—	0.6845	0.6522
Group 2	0.4538	0.2307	0.6845	0.6522
Institutional Shares W (Income)				
Group 1	0.5565	—	0.5565	0.5492
Group 2	0.3651	0.1914	0.5565	0.5492
Sterling Accumulation Shares				
Group 1	0.6566	—	0.6566	0.6317
Group 2	0.4552	0.2014	0.6566	0.6317
Sterling Income Shares				
Group 1	0.5334	—	0.5334	0.5315
Group 2	0.2663	0.2671	0.5334	0.5315
X Shares (Income)				
Group 1	0.5766	—	0.5766	0.5658
Group 2	0.5576	0.0190	0.5766	0.5658

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	1.0629	—	1.0629	1.2304
Group 2	0.0665	0.9964	1.0629	1.2304
B Shares (Income)				
Group 1	0.8745	—	0.8745	1.0480
Group 2	0.1864	0.6881	0.8745	1.0480
Institutional Shares (Accumulation)				
Group 1	1.0813	—	1.0813	1.2525
Group 2	0.6201	0.4612	1.0813	1.2525
Institutional Shares (Income)				
Group 1	0.8880	—	0.8880	1.0662
Group 2	0.2308	0.6572	0.8880	1.0662
Institutional Shares W (Accumulation)				
Group 1	1.0937	—	1.0937	1.2639
Group 2	0.4119	0.6818	1.0937	1.2639
Institutional Shares W (Income)				
Group 1	0.8979	—	0.8979	1.0756
Group 2	0.3215	0.5764	0.8979	1.0756
Sterling Accumulation Shares				
Group 1	1.0527	—	1.0527	1.2269
Group 2	0.4130	0.6397	1.0527	1.2269
Sterling Income Shares				
Group 1	0.8635	—	0.8635	1.0431
Group 2	0.2322	0.6313	0.8635	1.0431
X Shares (Income)				
Group 1	0.9338	—	0.9338	1.1088
Group 2	0.6369	0.2969	0.9338	1.1088
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00
Interim distributions for 31 March 2018			100.00	0.00
Interim distributions for 31 December 2017			100.00	0.00
Interim distributions for 30 September 2017			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
(Losses)/gains on non-derivative securities	(10,093,418)	18,287,965
Gains on forward currency contracts	164,091	330,881
Currency exchange (losses)/gains	(82,438)	185,495
Activity charges	(34,572)	(28,665)
Net capital (losses)/gains	(10,046,337)	18,775,676

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	5,267	4,633
Overseas dividends	4,894,873	5,405,312
Stock lending	15,587	15,282
UK dividends	273,468	351,677
Total revenue	5,189,195	5,776,904

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	1,248,456	1,374,835
Administration fees	69,331	76,439
Safe custody charges	82,223	89,318
	1,400,010	1,540,592
Other expenses:		
Audit fee†	9,528	9,189
Depositary's fees	21,791	22,430
Financial Conduct Authority fee	121	(324)
Professional fees	8,258	3,737
	39,698	35,032
Total expenses	1,439,708	1,575,624

†The Audit fee net of VAT for 2018 is £8,100 (30/06/17: £7,700).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	535,031	515,281
Total tax charge (see Note 6b)	535,031	515,281
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	3,749,487	4,200,857
Corporation tax @ 20%	749,897	840,171
Effects of:		
Dividends not subject to corporation tax	(881,935)	(897,324)
Excess management expenses	157,486	68,796
Overseas tax withheld	535,031	515,281
Prior year adjustment	(11,240)	(3)
Relief for overseas tax treated as expense	(14,208)	(11,640)
Total tax charge (see Note 6a)	535,031	515,281

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £5,538,280 (30/06/17: £4,750,850), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £1,107,656 (30/06/17: £950,170).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	—	423
Total interest	—	423

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 30 September	1,098,445	1,517,576
Interim Dividend distribution 31 December	665,477	725,035
Interim Dividend distribution 31 March	533,991	724,567
Final Dividend distribution 30 June	2,179,300	1,980,432
	4,477,213	4,947,610
Amounts added on issue of shares	(11,102)	(11,797)
Amounts deducted on cancellation of shares	92,609	98,227
Net distributions for the year	4,558,720	5,034,040

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	3,214,456	3,685,576
Capitalised fees less tax relief paid from capital	1,344,268	1,348,478
Equalisation on conversions	(4)	(14)
	4,558,720	5,034,040

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	793,231	666,626
Amount receivable for issue of shares	—	26,752
Amounts receivable on open currency contracts	32,250	483,654
Overseas tax recoverable	21,725	27,246
Sales awaiting settlement	438,621	739,572
Total debtors	1,285,827	1,943,850

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	341,206	371,137
Cash held in BNY Mellon Sterling Liquidity Fund	—	2,269,772
Cash held in Insight Sterling Liquidity Fund	1,329,362	—
	1,670,568	2,640,909

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	766,600	711,619
	766,600	711,619
b) Other creditors		
Accrued expenses	130,430	183,158
Amount payable for cancellation of shares	155,374	1,082,052
Amounts payable on open currency contracts	32,044	481,230
Total other creditors	317,848	1,746,440

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions is £276,408 (30/06/17: £1,229,470).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018	30/06/2017
	£	£
Investments held at the balance sheet date	101,947,720	127,941,287

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Market Price sensitivity (continued)

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	5,097,386	(5,097,386)	6,397,064	(6,397,064)
Net capital impact	5,097,386	(5,097,386)	6,397,064	(6,397,064)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	101,947,720	—
Level 2: Observable	286,073	—
	102,233,793	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	127,941,287	—
Level 2: Observable	71,262	(219,999)
	128,012,549	(219,999)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
State Street Bank	255,967	255,967
UBS	30,106	30,106
Total	286,073	286,073

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

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Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Brazil	4,286,941	—	4,286,941	6,677,089
Chile	2,412,567	—	2,412,567	3,056,656
China	—	—	—	1,308,115
Czech Republic	4,251,824	133,984	4,385,808	3,821,257
Eurozone	3,231,448	21,725	3,253,173	2,007,151
Georgia	—	—	—	77,606
Hong Kong	10,416,612	126,597	10,543,209	13,829,801
India	9,617,344	372,054	9,989,398	17,407,552
Indonesia	4,978,224	5,704	4,983,928	6,335,623
Malaysia	2,481,517	—	2,481,517	2,577,941
Mexico	6,615,900	12,723	6,628,623	12,282,017
Poland	1,346,564	—	1,346,564	—
Philippines	—	—	—	2,996,339
South Africa	13,181,193	79,303	13,260,496	15,104,170
South Korea	8,883,682	113,363	8,997,045	2,662,867
Taiwan	8,202,443	162,341	8,364,784	17,527,980
Thailand	3,285,650	—	3,285,650	4,868,870
UAE	1,714,910	—	1,714,910	2,066,829
United States of America	9,260,556	122,825	9,383,381	5,189,750
Total	94,167,375	1,150,619	95,317,994	119,797,613

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018	Total	Impact of a 5%	Impact of a 5%
Currency	Exposure	weakening of	strengthening
	£	base currency	of base currency
		£	£
Hong Kong	10,543,209	554,906	(502,058)
South Africa	13,260,496	697,921	(631,452)
30 June 2017			
Currency	Total	Impact of a 5%	Impact of a 5%
	Exposure	weakening of	strengthening
	£	base currency	of base currency
		£	£
Hong Kong	13,829,801	727,884	(658,562)
India	17,407,552	916,187	(828,931)
South Africa	15,104,170	794,956	(719,246)
Taiwan	17,527,980	922,525	(834,666)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	36,477	40	0.11	25	0.07
Total purchases	36,477	40		25	
Total purchases including transaction costs	36,542				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	52,554	53	0.10	51	0.10
Total sales	52,554	53		51	
Total sales net of transaction costs	52,450				

Total transaction costs 93 76

Total transaction costs as a % of average net assets 0.08% 0.06%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	33,687	50	0.15	27	0.08
Total purchases	33,687	50		27	
Total purchases including transaction costs	33,764				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	58,248	85	0.15	71	0.12
Total sales	58,248	85		71	
Total sales net of transaction costs	58,092				

Total transaction costs 135 98

Total transaction costs as a % of average net assets 0.10% 0.07%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.32% (30/06/17: 0.34%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £1,630,958 of investments were subject to stock lending agreements and on behalf of the Sub-fund £1,830,368 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, £3,440,910 of investments were subject to stock lending agreements and on behalf of the Sub-fund £3,803,258 was held in collateral. The collateral is held 100% in equity securities.

The gross earnings and the fees for the year are £19,484 (30/06/17: £19,103) and £3,897 (30/06/17: £3,821) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Citigroup Global Markets Limited	297,075	333,315
UBS AG	1,333,883	1,497,053

18 Shareholder's funds

The Sub-fund currently has nine share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional Shares (Income)	1.00%	0.03%
Institutional Shares W (Accumulation)	0.75%	0.03%
Institutional Shares W (Income)	0.75%	0.03%
Sterling Accumulation Shares	1.50%	0.10%
Sterling Income Shares	1.50%	0.10%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	224,081	43,967	(30,011)	26,055	264,092
B Shares (Income)	161,334	8,965	(15,782)	7,080	161,597
Institutional Shares (Accumulation)	286,353	1,417	(62,571)	(7,607)	217,592
Institutional Shares (Income)	315,524	9,907	(13,858)	—	311,573
Institutional W Shares (Accumulation)	38,202,151	569,562	(6,151,145)	440,905	33,061,473
Institutional W Shares (Income)	28,427,586	1,126,305	(6,592,763)	170,229	23,131,357
Sterling Accumulation Shares	27,980,889	97,888	(3,476,387)	(477,460)	24,124,930
Sterling Income Shares	14,645,089	215,534	(1,827,623)	(186,355)	12,846,645
X Shares (Income)	1,191,149	1,173,428	(191,149)	—	2,173,428

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Emerging Income Fund

Notes to the Financial Statements

(continued)

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton European Higher Income Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton European Higher Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£0.00m
Comparative Index:	FTSE World Europe ex UK TR GBP
Sector:	The Investment Association Europe Excluding UK
Key Dates: Fund Launch	30 January 2007
Fund Closure	13 December 2013

Investment Objective

The objective of the Sub-fund was to achieve income together with long-term capital growth predominantly through investments in European securities (excluding UK).

Portfolio Summary

Shareholders were given pre-notification of the closure of the Sub-fund on 11 October 2013, a reminder on 8 November 2013, a final reminder on 22 November 2013 and the Sub-fund closed on 13 December 2013.

Despite this Sub-fund closing in 2013, we are still awaiting settlement of some final tax balances. Once these are settled, the Sub-fund will be terminated.

BNY Mellon Investment Funds Annual Report & Accounts - Newton European Higher Income Fund

Statement of Total Return

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
Income					
Net capital (losses)/gains	3		(38,646)		183
Revenue	4	—		(225)	
Expenses	5	(420)		(300)	
Interest payable and similar charges	7	—		—	
Net expense before taxation		(420)		(525)	
Taxation	6	—		5,271	
Net (expenses)/revenue after taxation			(420)		4,746
Total return before distributions			(39,066)		4,929
Distributions	8		—		—
Change in net assets attributable to Shareholders from investment activities			(39,066)		4,929

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
		£	£	£	£
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		—		—	—
Amounts paid on cancellation of shares		—		—	—
Amounts payable to Shareholders at termination			39,066		(4,929)
Change in net assets attributable to Shareholders from investment activities (see above)			(39,066)		4,929
Closing net assets attributable to Shareholders			—		—

Balance Sheet

as at 30 June 2018

		30/06/2018		31/12/2017	
	Notes	£	£	£	£
ASSETS					
Fixed assets					
Investment assets			—		—
Current assets					
Debtors	10	—		—	
Cash and bank balances	11	65,397		103,706	
Total other assets			65,397		103,706
Total assets			65,397		103,706
LIABILITIES					
Creditors					
Other creditors	12	(65,397)		(103,706)	
Total other liabilities			(65,397)		(103,706)
Total liabilities			(65,397)		(103,706)
Net assets attributable to Shareholders			—		—

BNY Mellon Investment Funds Annual Report & Accounts - Newton European Higher Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Currency exchange (losses)/gains	(38,646)	183
Net capital (losses)/gains	(38,646)	183

4 Revenue

	30/06/2018	30/06/2017
	£	£
Overseas dividends	—	(225)
Total revenue	—	(225)

5 Expenses

	30/06/2018	30/06/2017
	£	£
Other expenses		
Audit fee†	420	300
Total expenses	420	300

†The Audit fee net of VAT for 2018 is £300 (30/06/17: £300).

BNY Mellon Investment Funds Annual Report & Accounts - Newton European Higher Income Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Repayment of French withholding tax	—	(5,271)
Total tax charge (see Note 6b)	—	(5,271)

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net expense before taxation	(420)	(525)
Corporation tax @ 20%	(84)	(105)
Effects of:		
Dividends not subject to tax	—	41
Excess management expenses	—	64
Movement in tax losses	220	—
Prior year adjustment	(136)	—
Repayment of French withholding tax	—	(5,271)
Total tax charge (see Note 6a)	—	(5,271)

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £nil (30/06/17: £1,254,065), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £251,033 (30/06/17: £250,813).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	—	—
Total interest	—	—

8 Distributions

As the Sub-fund closed on 13 December 2013, there are no distributions to report in the current or prior year.

9 Net movement between (expense)/revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net (expense)/revenue after taxation	(420)	4,746
Undistributed revenue	420	(4,746)
	—	—

10 Debtors

	30/06/2018 £	30/06/2017 £
Overseas tax recoverable	—	—
Total debtors	—	—

BNY Mellon Investment Funds Annual Report & Accounts - Newton European Higher Income Fund

Notes to the Financial Statements

(continued)

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	65,397	103,706
	65,397	103,706

12 Creditors

	30/06/2018	30/06/2017
	£	£
b) Other creditors		
Accrued expenses	—	300
Corporation tax payable	8,541	8,541
Amount due to Shareholders at termination	56,856	94,865
Total other creditors	65,397	103,706

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £nil (30/06/17: £nil).

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Interest rate risk

The Sub-fund has investments in either fixed or floating rate securities and interest rate risk exposure or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
	£	£	£	£
Eurozone	—	—	—	90,564
Total	—	—	—	90,564

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
Eurozone	—	—	—
30 June 2017	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
Eurozone	90,564	4,767	(4,313)

15 Portfolio transaction costs

As the Sub-fund closed on 13 December 2013, there are no purchases and sales to report in the current or prior year.

16 Contingent asset/liabilities

Following the ruling on the Denavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds

Newton Global Balanced Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£588.54m
Comparative Index:	37.5% FTSE All Share, 37.5% FTSE World (ex U.K.), 20% FTSE Government All Stocks and 5% LIBID 7 day cash (To 30/06/2016: CAPS Pooled Fund Median (Net))
Sector:	The Investment Association Mixed Investment 40-85% Shares

Yield as at 30 June 2018:

Exempt Shares 1 (Accumulation)	1.72%
Exempt Shares 1 (Income)	1.72%
Exempt Shares 2 (Accumulation)	1.58%
Institutional W Shares (Accumulation)	1.56%
Institutional W Shares (Income)	1.57%

Key Dates: Fund Launch	23 September 1998
Converted to ICVC	02 August 2004

Investment Objective

To maximize returns by investing predominantly in a worldwide portfolio of equities and fixed interest securities.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Exempt Shares 1 (Accumulation)	6.19%	13.96%	9.47%
Exempt Shares 1 (Income)**	6.19%	n/a	n/a
Exempt Shares 2 (Accumulation)	6.03%	13.81%	9.36%
Institutional W Shares (Accumulation)**	6.04%	n/a	n/a
Institutional W Shares (Income)**	6.02%	n/a	n/a
Comparative index*	7.39%	15.10%	n/a
CAPS Pooled Fund Median (Net)*	n/a	n/a	6.90%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges, but excluding initial charge. All figures are in sterling terms.

*From 1 July 2016 the comparative index of the Sub-fund changed. The index data from inception to 30 June 2016 is the CAPS Pooled Survey Balanced Fund Median. From 1 July 2016 onwards the index data is a fixed weight comparative index comprising 37.5% FTSE All Share, 37.5% FTSE World (ex U.K.), 20% FTSE Government All Stocks and 5% LIBID 7 day cash.

**Full 3 years performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 281 to 283.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Exempt Shares 1 (Accumulation) Share Class returned 6.19% against 7.39% from a composite comparative index.

The Sub-fund produced a positive return but was behind the comparative index.

It has been a *volatile* period for global markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards raising interest rates creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin equity markets while bond markets were subdued as expectations grew around higher future *inflation* and further interest rate increases.

Bond holdings were marginally accretive to performance mainly owing to the underweighting of bonds, particularly UK government bonds, relative to other asset classes. The Sub-fund's shorter *duration* position compared to the index was positive as bond *yields* increased.

Equity stock selection was a positive influence on returns but the relative underweight to equities, especially US equities, was a negative factor. The relatively high cash position in the Sub-fund also detracted from returns.

Stocks that also performed well in the Sub-fund included US technology-exposed holdings Microsoft and Accenture, both of which continued to exhibit strong growth, while information services company Wolters Kluwer reported favourable earnings growth and its stock appreciated following a period of more subdued returns. Paper-based packaging business Smurfit Kappa, which received a bid approach from US peer International Paper, was also a strong performer.

Stocks which detracted from returns included, in the healthcare sector, ConvaTec and Medtronic which both disappointed the market with short-term timing issues on product growth. The holding in Centrica was also a negative factor as management surprised investors with a poor trading update relating to both its UK and overseas operations. Other *defensive* holdings with lower growth outlooks, such as Vodafone and Novartis, were weak. Not holding large index stocks such as Amazon and Rio Tinto was detrimental to relative performance.

In terms of activity, a new position was made in networking technology company Cisco. It has a strong balance sheet and products that have great long-term growth prospects. Industrial company ABB was a further addition. The company has a thematically well-positioned portfolio, with automation and electrification as its main end markets.

A new position in BP and an addition to the existing holding in Royal Dutch Shell was also made over the period. These companies are proving more adept than expected, in the manager's opinion, at operating in a lower oil-price environment.

Major sales over the period included Walt Disney, airline Ryanair, financial software company Intuit, Associated British Foods and electronic medical-records supplier Cerner.

Stimulatory *monetary policy* has buoyed financial asset prices over the course of the last decade, and better growth and *inflation* prospects have allowed a few central banks to raise interest rates. Uncertainty around the future of international trade agreements also poses a threat to economic growth. The manager continues to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Sales

Treasury 1.25% Stock 22/7/2018	GlaxoSmithKline
BP	Walt Disney
US Treasury 1.5% Note 15/8/2026	Walgreens Boots Alliance
Smurfit Kappa	US Treasury 3% Bonds 15/11/2045
Intact Financial	Johnson Matthey
Cisco Systems	Associated British Foods
Deutsche Wohnen	Bayer
Albemarle	Source Physical Gold P-ETC
BHP Billiton	Newell Brands
Sony	WS Atkins

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	426.18	381.30	341.56
Return before operating charges*	28.88	46.92	41.65
Operating charges	(2.19)	(2.04)	(1.91)
Return after operating charges	26.69	44.88	39.74
Distributions	(7.80)	(7.61)	(7.53)
Retained distributions on accumulation shares	7.80	7.61	7.53
Closing net asset value per share	452.87	426.18	381.30
*After direct transaction costs of	(0.26)	(0.33)	(0.19)
Performance			
Return after charges	6.26%	11.77%	11.63%
Other information			
Closing net asset value (£)	366,358,367	383,333,885	388,758,991
Closing number of shares	80,897,646	89,946,001	101,956,357
Operating charges**	0.50%	0.50%	0.55%
Direct transaction costs*	0.06%	0.08%	0.05%
Prices			
Highest share price	456.73	441.27	375.82
Lowest share price	417.22	381.04	327.26

Exempt Shares 1 (Income)	30/6/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	3,005.63	2,854.50
Return before operating charges*	203.13	190.75
Operating charges	(15.40)	(6.22)
Return after operating charges	187.73	184.53
Distributions	(54.77)	(33.40)
Retained distributions on accumulation shares	0.00	0.00
Closing net asset value per share	3,138.59	3,005.63
*After direct transaction costs of	(1.84)	(1.03)
Performance		
Return after charges	6.25%	6.46%
Other information		
Closing net asset value (£)	215,999,195	246,186,392
Closing number of shares	6,882,041	8,190,847
Operating charges**	0.50%	0.49%
Direct transaction costs*	0.06%	0.19%
Prices		
Highest share price	3,202.24	3,146.62
Lowest share price	2,925.27	2,844.00

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share classes launched on 30 January 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Statistics

for the year ended 30 June 2018

Comparative tables (continued)

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	287.40	257.47	230.87
Return before operating charges*	19.46	31.72	28.13
Operating charges	(1.92)	(1.79)	(1.53)
Return after operating charges	17.54	29.93	26.60
Distributions	(4.81)	(4.78)	(4.85)
Retained distributions on accumulation shares	4.81	4.78	4.85
Closing net asset value per share	304.94	287.40	257.47
*After direct transaction costs of	(0.18)	(0.22)	(0.13)
Performance			
Return after charges	6.10%	11.62%	11.52%
Other information			
Closing net asset value (£)	5,733,044	5,463,741	20,212,276
Closing number of shares	1,880,061	1,901,074	7,850,265
Operating charges**	0.65%	0.65%	0.65%
Direct transaction costs*	0.06%	0.08%	0.05%
Prices			
Highest share price	307.56	297.59	253.77
Lowest share price	281.10	257.18	221.06

Institutional W Shares (Accumulation)	30/6/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	97.58	100.00
Return before operating charges*	6.63	(2.37)
Operating charges	(0.67)	(0.05)
Return after operating charges	5.96	(2.42)
Distributions	(1.61)	(0.08)
Retained distributions on accumulation shares	1.61	0.08
Closing net asset value per share	103.54	97.58
*After direct transaction costs of	(0.06)	(0.01)
Performance		
Return after charges	6.11%	(2.42%)
Other information		
Closing net asset value (£)	419,892	4,879
Closing number of shares	405,552	5,000
Operating charges**	0.67%	0.66%
Direct transaction costs*	0.06%	1.18%
Prices		
Highest share price	104.43	101.04
Lowest share price	95.43	98.06

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share classes launched on 7 June 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Statistics

for the year ended 30 June 2018

Comparative tables (continued)

Institutional W Shares (Income)	30/6/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	97.50	100.00
Return before operating charges*	6.60	(2.38)
Operating charges	(0.66)	(0.04)
Return after operating charges	5.94	(2.42)
Distributions	(1.62)	(0.08)
Retained distributions on accumulation shares	0.00	0.00
Closing net asset value per share	101.82	97.50
*After direct transaction costs of	(0.06)	(0.01)
Performance		
Return after charges	6.09%	(2.42%)
Other information		
Closing net asset value (£)	31,367	4,875
Closing number of shares	30,807	5,000
Operating charges**	0.66%	0.63%
Direct transaction costs*	0.06%	1.18%
Prices		
Highest share price	103.80	101.04
Lowest share price	94.88	98.07

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share classes launched on 7 June 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 12.22% (9.06%)			
Treasury 1.25% Stock 22/7/2018	£19,150,000	19,146,457	3.25
Treasury 1.75% Bonds 7/9/2022	£13,072,196	13,518,546	2.30
Treasury 2.75% Gilts 7/9/2024	£10,459,492	11,491,791	1.95
Treasury 4.25% Stock 7/12/2027	£6,785,821	8,569,373	1.46
Treasury 4.25% Stock 7/3/2036	£6,866,730	9,577,543	1.63
Treasury 4.25% Stock 7/9/2039	£6,638,392	9,608,242	1.63
Overseas Government Bonds 3.41% (3.04%)			
US Treasury 1.5% Note 15/8/2026	USD14,650,000	10,012,752	1.70
US Treasury 3% Bonds 15/11/2045	USD13,269,100	10,069,290	1.71
Sterling Denominated Corporate Bonds 0.88% (2.01%)			
British Telecommunications 3.5% Index Linked Notes 25/4/2025	£1,379,000	2,853,482	0.49
Thames Water Utilities 3.375% Notes 21/7/2021	£1,286,000	2,305,014	0.39
United Kingdom 32.97% (32.72%)			
Anglo American	199,347	3,377,337	0.57
BAE Systems	1,240,959	8,024,041	1.36
Beta Global Emerging Markets Fund*	1,019,859	4,181	0.00
BHP Billiton	386,102	6,585,356	1.12
BP	2,007,420	11,608,910	1.97
British American Tobacco	217,011	8,310,436	1.41
Bunzl	201,117	4,613,624	0.78
Centrica	3,414,911	5,383,607	0.92
Cobham	4,720,253	6,067,885	1.03
ConvaTec	1,647,000	3,498,228	0.60
CRH	286,889	7,674,281	1.30
Diageo	562,800	15,319,416	2.60
Ferguson	126,373	7,770,676	1.32
London Stock Exchange	100,344	4,486,380	0.76
NatWest Markets	2,503,967	6,410,156	1.09
Prudential	703,829	12,207,914	2.07
RELX	629,606	10,215,357	1.74
Royal Dutch Shell class 'B' shares	1,075,925	29,195,225	4.96
Smith & Nephew	675,459	9,442,917	1.61
Smurfit Kappa	259,121	7,944,650	1.35
Thompson Clive*	59,138	3,548	0.00
Unilever	256,543	10,754,283	1.83
Vodafone	4,861,908	8,936,187	1.52
Whitbread	157,085	6,217,424	1.06
Commodities 0.93% (1.88%)			
Source Physical Gold P-ETC	59,521	5,495,183	0.93
United States of America 18.37% (22.56%)			
Abbott Laboratories	233,337	10,780,956	1.83
Accenture	87,806	10,881,892	1.85
Albemarle	63,706	4,551,704	0.77
Alphabet class 'A' shares	9,505	8,129,484	1.38
Apple	36,858	5,106,379	0.87
Applied Materials	173,338	6,063,055	1.03
Cisco Systems	230,096	7,499,361	1.28
Citigroup	247,158	12,531,533	2.13
Eversource Energy	183,786	8,158,832	1.39
Medtronic	137,427	8,911,286	1.51
Merck & Co	138,484	6,366,960	1.08
Microsoft	256,313	19,144,120	3.25
Australia 0.78% (1.12%)			
Insurance Australia	964,713	4,599,784	0.78
Canada 1.24% (0.00%)			
Intact Financial	136,262	7,301,515	1.24

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Portfolio Statement

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Denmark 1.24% (1.01%)			
Orsted	159,158	7,299,413	1.24
Hong Kong 1.79% (1.55%)			
AIA	1,587,200	10,511,918	1.79
Ireland 0.70% (1.56%)			
AIB	1,006,507	4,147,975	0.70
Japan 1.78% (0.53%)			
Sony	178,000	6,891,775	1.17
Sugi	81,900	3,589,907	0.61
France 1.79% (1.57%)			
L'Oréal	25,188	4,666,713	0.79
Vivendi	316,824	5,867,163	1.00
Germany 6.21% (4.97%)			
Brenntag	103,571	4,376,407	0.75
Deutsche Post	146,733	3,626,962	0.62
Deutsche Wohnen	213,278	7,812,492	1.33
Infineon Technologies	430,086	8,303,142	1.41
SAP	112,559	9,847,855	1.67
Telefonica Deutschland	853,999	2,548,214	0.43
Netherlands 1.81% (1.86%)			
Wolters Kluwer	256,902	10,678,217	1.81
Norway 1.58% (1.07%)			
DNB	629,234	9,312,261	1.58
South Korea 0.89% (0.00%)			
Samsung SDI	35,959	5,217,581	0.89
Switzerland 4.03% (3.62%)			
ABB (Regd.)	254,754	4,218,695	0.72
Novartis	184,496	10,594,095	1.80
Roche Holding	16,832	2,831,011	0.48
Zurich Insurance	26,938	6,041,016	1.03
Portfolio of investments		545,109,365	92.62
Net current assets		43,432,500	7.38
Total Net Assets		588,541,865	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the period ended 30 June 2018, the Sub-fund disposed of its holdings in the Sweden portfolio category, which, at 30 June 2017, represented 0.67% of the Total Net Assets of the Fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Delisted.

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Statement of Total Return

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
Income					
Net capital gains	3		25,942,438		54,011,770
Revenue	4	14,697,041		14,280,017	
Expenses	5	(3,088,684)		(2,746,340)	
Interest payable and similar charges	7	(308)		(375)	
Net revenue before taxation		11,608,049		11,533,302	
Taxation	6	(749,922)		(704,798)	
Net revenue after taxation			10,858,127		10,828,504
Total return before distributions			36,800,565		64,840,274
Distributions	8		(10,858,127)		(10,828,519)
Change in net assets attributable to Shareholders from investment activities			25,942,438		54,011,755

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
		£	£	£	£
Opening net assets attributable to Shareholders			634,993,772		408,971,267
Amounts received on issue of shares		10,416,175		302,352,390	
Amounts paid on cancellation of shares		(89,408,461)		(137,695,335)	
			(78,992,286)		164,657,055
Dilution adjustment			17,323		83,734
Stamp duty reserve tax			—		(511)
Change in net assets attributable to Shareholders from investment activities (see above)			25,942,438		54,011,755
Retained distributions on accumulation shares			6,576,725		7,270,472
Unclaimed distributions			3,893		—
Closing net assets attributable to Shareholders			588,541,865		634,993,772

Balance Sheet

as at 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
ASSETS					
Fixed assets					
Investment assets			545,109,365		576,604,773
Current assets					
Debtors	10	2,177,228		3,006,845	
Cash and bank balances	11	44,420,009		58,512,231	
Total other assets			46,597,237		61,519,076
Total assets			591,706,602		638,123,849
LIABILITIES					
Creditors					
Bank overdraft	11	(1)		—	
Distribution payable	12	(2,517,693)		(2,735,837)	
Other creditors	12	(647,043)		(394,240)	
Total other liabilities			(3,164,737)		(3,130,077)
Total liabilities			(3,164,737)		(3,130,077)
Net assets attributable to Shareholders			588,541,865		634,993,772

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Distribution Statement

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Exempt Shares 1 (Accumulation)				
Group 1	5.2171	—	5.2171	4.7641
Group 2	2.8321	2.3850	5.2171	4.7641
Exempt Shares 1 (Income)				
Group 1	36.5786	—	36.5786	33.4011
Group 2	27.1266	9.4520	36.5786	33.4011
Exempt Shares 2 (Accumulation)				
Group 1	3.2942	—	3.2942	3.0042
Group 2	3.2942	0.0000	3.2942	3.0042
Institutional W Shares (Accumulation)				
Group 1	1.1072	—	1.1072	0.0764
Group 2	0.6449	0.4623	1.1072	0.0764
Institutional W Shares (Income)				
Group 1	1.1003	—	1.1003	0.0800
Group 2	0.7182	0.3821	1.1003	0.0800

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount paid	Prior Period 31/12/2016
Exempt 1 Shares (Accumulation)				
Group 1	2.5795	—	2.5795	2.8499
Group 2	1.3407	1.2388	2.5795	2.8499
Exempt 1 Shares (Income)*				
Group 1	18.1916	—	18.1916	n/a
Group 2	9.3712	8.8204	18.1916	n/a
Exempt 2 Shares (Accumulation)				
Group 1	1.5163	—	1.5163	1.7754
Group 2	0.7605	0.7558	1.5163	1.7754
Institutional W Shares (Accumulation)**				
Group 1	0.5030	—	0.5030	n/a
Group 2	0.1353	0.3677	0.5030	n/a
Institutional W Shares (Income)**				
Group 1	0.5154	—	0.5154	n/a
Group 2	0.1658	0.3496	0.5154	n/a

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	100.00	0.00
Interim distributions for 31 December 2017	100.00	0.00

*Share class launched on 30 January 2017.

**Share classes launched on 7 June 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Gains on non-derivative securities	26,043,439	54,108,106
Currency exchange losses	(86,853)	(86,654)
Activity charges	(14,148)	(9,682)
Net capital gains	25,942,438	54,011,770

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	150,286	100,355
Interest on debt securities	1,849,005	2,025,878
Overseas dividends	6,415,060	5,872,694
Stock lending	147,101	75,080
UK dividends	6,135,589	6,206,010
Total revenue	14,697,041	14,280,017

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	2,806,733	2,504,507
Administration fees	186,545	159,808
Safe custody charges	40,216	21,639
	3,033,494	2,685,954
Other expenses		
Audit fee†	7,483	7,159
Depositary's fees	47,352	43,320
Financial Conduct Authority fee	120	(324)
Professional fees	235	10,231
	55,190	60,386
Total expenses	3,088,684	2,746,340

†The Audit fee net of VAT for 2018 is £6,300 (30/06/17: £6,000).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018	30/06/2017
	£	£
a) Analysis of tax charge		
Overseas tax withheld	749,922	704,798
Total tax charge (see Note 6b)	749,922	704,798

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	11,608,049	11,533,302
Corporation tax @ 20%	2,321,610	2,306,660
Effects of:		
Dividends not subject to corporation tax	(2,510,129)	(2,402,486)
Excess management expenses	188,519	97,814
Overseas tax withheld	749,922	704,798
Overseas tax expensed	—	(1,988)
Total tax charge (see Note 6a)	749,922	704,798

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £1,971,311 (30/06/17: £1,028,713), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £394,262 (30/06/17: £205,743).

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Interest	308	375
Total interest	308	375

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018	30/06/2017
	£	£
Interim Dividend distribution 31 December	3,739,087	2,928,242
Final Dividend distribution 30 June	6,804,652	7,078,067
	10,543,739	10,006,309
Amounts added on issue of shares	(36,790)	(57,641)
Amounts deducted on cancellation of shares	351,178	879,851
Net distributions for the year	10,858,127	10,828,519

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	10,858,127	10,828,504
Equalisation on conversions	—	15
	10,858,127	10,828,519

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	1,531,381	1,831,090
Amount receivable for issue of shares	650	364,772
Amount receivable from merger	—	223,880
Amounts receivable on open currency contracts	47,409	69,748
Overseas tax recoverable	597,788	517,355
Total debtors	2,177,228	3,006,845

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	495,272	235,161
Cash held in BNY Mellon Sterling Liquidity Fund	—	58,277,070
Cash held in Insight Sterling Liquidity Fund	43,924,737	—
	44,420,009	58,512,231
Overdrawn cash and bank balances		
Bank overdraft	1	—
	1	—

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	2,517,693	2,735,837
	2,517,693	2,735,837
b) Other creditors		
Accrued expenses	247,345	279,579
Amount payable for cancellation of shares	205,463	45,000
Amount payable from merger	111,511	—
Amounts payable on open currency contracts	47,299	69,661
Purchases awaiting settlement	35,425	—
Total other creditors	647,043	394,240

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Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £452,004 (30/06/17: £47,143 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	545,109,365	576,604,773

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	27,255,468	(27,255,468)	28,830,239	(28,830,239)
Net capital impact	27,255,468	(27,255,468)	28,830,239	(28,830,239)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	447,949,146	—
Level 2: Observable	97,152,490	—
Level 3: Unobservable	7,729	—
	545,109,365	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	487,084,974	—
Level 2: Observable	89,503,382	—
Level 3: Unobservable	16,417	—
	576,604,773	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

14 Financial instruments (continued)

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

As at the balance sheet date there are no derivative holdings (30/06/17: £nil).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	2,853,482	94,299,008	447,956,875	545,109,365
Total	2,853,482	94,299,008	447,956,875	545,109,365

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	4,974,382	84,529,000	487,101,391	576,604,773
Total	4,974,382	84,529,000	487,101,391	576,604,773

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.1% (30/06/17: 0.4%) decrease/increase respectively in the portfolio valuation.

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Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current Assets	Total	Total
	£	£	£	£
Australia	4,599,784	—	4,599,784	7,084,030
Canada	7,301,515	46,684	7,348,199	—
Denmark	7,299,413	31,093	7,330,506	6,452,358
Eurozone	61,875,140	688,638	62,563,778	63,808,129
Hong Kong	10,511,918	—	10,511,918	9,846,078
Japan	10,481,682	—	10,481,682	3,372,517
Norway	9,312,261	166,017	9,478,278	6,886,146
South Korea	5,217,581	—	5,217,581	—
Sweden	—	—	—	4,284,099
Switzerland	23,684,817	280,161	23,964,978	23,287,162
United States of America	133,702,787	156,296	133,859,083	174,582,255
Total	273,986,898	1,368,889	275,355,787	299,602,774

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	62,563,778	3,292,830	(2,979,228)
United States of America	133,859,083	7,045,215	(6,374,242)

30 June 2017

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	63,808,129	3,358,323	(3,038,482)
United States of America	174,582,255	9,188,540	(8,313,441)

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Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	94,323	56	0.06	244	0.26
Debt instruments (direct)	28,941	—	—	—	—
Total purchases	123,264	56		244	
Total purchases including transaction costs	123,564				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	154,067	68	0.04	3	0.00
Debt instruments (direct)	19,637	—	—	—	—
Collective investment schemes	6,356	2	0.03	—	—
Total sales	180,060	70		3	
Total sales net of transaction costs	179,987				

Total transaction costs **126** **247**

Total transaction costs as a % of average net assets **0.02%** **0.04%**

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	302,633	55	0.02	274	0.09
Debt instruments (direct)	82,144	—	—	—	—
Collective investment schemes	9,404	1	0.01	—	—
Total purchases	394,181	56		274	
Total purchases including transaction costs	394,511				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	178,330	96	0.05	3	0.00
Debt instruments (direct)	62,885	—	—	—	—
Collective investment schemes	1,866	1	0.05	—	—
Total sales	243,081	97		3	
Total sales net of transaction costs	242,981				

Total transaction costs **153** **277**

Total transaction costs as a % of average net assets **0.03%** **0.05%**

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.15% (30/06/17: 0.07%).

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £73,602,638 of investments were subject to stock lending agreements and on behalf of the Sub-fund £80,077,093 was held in collateral. The collateral is held 41.57% in debt securities and 58.43% in equity securities.

As at 30 June 2017, £61,487,758 of investments were subject to stock lending agreements and on behalf of the Sub-fund £66,145,304 was held in collateral. The collateral is held 47.33% in debt securities and 52.67% in equity.

The gross earnings and the fees for the year are £183,880 (30/06/17: £93,850) and £36,776 (30/06/17: £18,770) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
BNP Paribas Arbitrage	3,234,647	3,558,988
Citigroup Global Markets Limited	46,694,778	50,947,122
Credit Suisse Securities (Europe) Limited	10,126,612	11,139,286
Deutsche Bank, AG	225,125	256,223
HSBC Bank PLC	302,522	332,774
JP Morgan Securities, Plc.	3,239,718	3,573,557
The Bank of Nova Scotia	9,779,236	10,269,143

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Balanced Fund

Notes to the Financial Statements

(continued)

18 Shareholder's funds

The Sub-fund currently has five share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 1 (Accumulation)	0.45%	0.03%
Exempt Shares 1 (Income)	0.45%	0.03%
Exempt Shares 2 (Accumulation)	0.60%	0.03%
Institutional W Shares (Accumulation)	0.63%	0.03%
Institutional W Shares (Income)	0.63%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 1 (Accumulation)	89,946,001	1,378,571	(10,303,737)	(123,189)	80,897,646
Exempt Shares 1 (Income)	8,190,847	129,723	(1,455,997)	17,468	6,882,041
Exempt Shares 2 (Accumulation)	1,901,074	7,029	(28,042)	—	1,880,061
Institutional W Shares (Accumulation)	5,000	413,550	(12,998)	—	405,552
Institutional W Shares (Income)	5,000	30,947	(5,140)	—	30,807

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Global Dynamic Bond Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£2,360.59m
Comparative Index:	(1 month GBP LIBOR) + 2%
Sector:	The Investment Association Targeted Absolute Return

Yield as at 30 June 2018:

B Shares (Accumulation)	2.49%
B Shares (Income)	2.49%
Exempt Shares 2 (Accumulation)	2.44%
Exempt Shares 2 (Income)	2.44%
Institutional Income Shares	2.44%
Institutional W Shares (Accumulation)	2.44%
Institutional W Shares (Income)	2.44%
Sterling Income Shares	2.37%
U Shares (Accumulation)	2.44%
U Shares (Income)	2.44%
X Shares (Accumulation)	2.44%
X Shares (Income)	2.44%
X Shares 1 (Accumulation)	2.44%
X Shares 1 (Income)	2.44%

Key Dates: Fund Launch 28 April 2006

Investment Objective

To maximise the total return from income and capital growth from a globally diversified portfolio of predominantly higher yielding corporate and government fixed interest securities. The Sub-fund is managed to seek a minimum return of cash (1 month GBP LIBOR) + 2% per annum over 5 years before fees. In so doing we aim to achieve a positive return on a rolling 3 year basis. However, a positive return is not guaranteed and a capital loss may occur.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
B Shares (Accumulation)	-0.78%	2.16%	1.90%
B Shares (Income)	-0.77%	2.15%	1.92%
Exempt Shares 2 (Accumulation)	-0.38%	2.87%	2.87%
Exempt Shares 2 (Income)	-0.38%	2.87%	2.86%
Institutional Income Shares	-0.73%	2.21%	2.04%
Institutional W Shares (Accumulation)	-0.60%	2.34%	2.17%
Institutional W Shares (Income)	-0.60%	2.33%	2.17%
Sterling Income Shares	-1.29%	1.63%	1.47%
U Shares (Accumulation)*	-0.46%	n/a	n/a
U Shares (Income)*	-0.46%	n/a	n/a
X Shares (Accumulation)	0.02%	3.28%	3.28%
X Shares (Income)*	0.03%	n/a	n/a
X Shares 1 (Accumulation)	0.02%	2.98%	2.81%
X Shares 1 (Income)	0.02%	2.98%	2.81%
(1 month GBP LIBOR) + 2%	2.42%	2.28%	2.51%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in Sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 300 to 306.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income Share Class of the Sub-fund returned -1.29% against 2.42% for LIBOR GBP 1 Month +2%. The Sub-fund produced a negative absolute return over the period and lagged the comparative index.

Bond markets remained unsettled with *quantitative tightening* more evident in the US. This was a *volatile* period and a difficult one for bond markets, and this weighed on performance.

Financial-related issues had generally performed well through 2017. Sterling *investment grade credit* generated positive returns especially late in 2017, aided by stable underlying *Gilt yields*. In 2018, spikes in *volatility* affected *high yield* and *investment grade credit*. Risk aversion caused *credit spreads* to widen and ultimately the worst market returns came from those bonds with higher credit-spread *duration*, particularly emerging market government bonds. Emerging market government bonds incurred losses, including local currency issuance (Brazil and Indonesia, for example), as *capital outflows*, trade tension and US-dollar strength pushed *yields* higher. *Duration hedges* such as US 10-year *put options* partially protected capital from the rise in US Treasury *yields*.

The Sub-fund's focus on shorter *maturity* (and therefore shorter *duration*) bonds served to lessen the negative effects.

In terms of currency exposure, the benefits of *long* US-dollar and Japanese yen positioning (versus sterling and euro) was undermined later in the period by small *long* emerging market currency positions (such as the Chinese renminbi and the Brazilian real), as US-China trade tensions and tightening US-dollar *liquidity* undermined emerging market risk appetite.

In terms of activity, and in the first half of the period, exposure to the improving European growth cycle was increased. The manager also increased exposure to Malaysian and Russian government bonds and sold Norwegian government bonds. *Investment grade credit* exposure remained largely unchanged as a steady 'core' of the Sub-fund's positioning.

Into 2018, *high yield* exposure was reduced substantially in the first quarter. Among the larger sales were Antero Resources, BBVA, Iron Mountain and Ziggo.

Longer-dated emerging market exposure (Mexico, Peru, Brazil and Indonesia) was also cut. Some of the proceeds were invested in shorter-dated, US-dollar government bonds.

Meanwhile, 'peripheral' European interest rate risk was reduced with the sale of Ireland 2026-dated bonds, as regional risk aversion rose.

Credit positioning remained cautious, as short-dated financials exposure was added through Stadshypotek 2019-dated bonds, while selective *high yield* new issues (such as Interxion and Lycra) were also added.

Divergence in the fortunes of the principal bond markets is set, we think, to continue, with subdued *inflation* likely to be relatively supportive in Europe and Japan while fiscal and *monetary policy* dynamics in the US keep *Treasuries* under pressure. Nonetheless, not all central banks are moving at the same pace, or even in the same *hawkish* direction, and we believe this divergence should continue to throw up opportunities in selected geographies (such as Australia).

Elevated rate differentials between the US and other developed markets, coupled with near-term *macroeconomic* risks (including trade tensions) warrant a US-dollar bias for the time being.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

US Treasury 1.625% Notes 15/8/2022
US Treasury 3.5% Notes 15/5/2020
US Treasury 2.375% Notes 15/1/2025
UK Treasury 2% Notes 22/7/2020
iShares USD High Yield Corporate Bond UCITS ETF
Japan (Government) 0.1% Bonds 15/4/2020
Canada Housing Trust No 1 2% Bonds 15/12/2019
US Treasury 0.125% Index Linked Notes 15/4/2020
US Treasury 2.125% Notes 31/7/2024
US Treasury 3% Bonds 15/11/2045

Sales

US Treasury 1.625% Notes 15/8/2022
US Treasury 3.5% Notes 15/5/2020
US Treasury 2.375% Notes 15/1/2025
iShares USD High Yield Corporate Bond UCITS ETF
US Treasury 1.5% Note 15/8/2026
US Treasury 2.125% Notes 31/7/2024
US Treasury 3% Bonds 15/11/2045
US Treasury 0.75% Notes 31/1/2018
iShares JPMorgan USD Emerging Markets Bond UCITS ETF
US Treasury 2.125% Notes 15/2/2041

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	109.88	107.65	105.60
Return before operating charges*	0.09	3.48	3.53
Operating charges	(0.93)	(0.93)	(1.00)
Return after operating charges	(0.84)	2.55	2.53
Distributions	(3.09)	(2.98)	(2.40)
Retained distributions on accumulation shares	3.09	2.66	1.92
Closing net asset value per share	109.04	109.88	107.65
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(0.76%)	2.37%	2.40%
Other information			
Closing net asset value (£)	285,436	224,209	77,698
Closing number of shares	261,774	204,058	72,178
Operating charges**	0.85%	0.85%	0.95%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	110.85	110.37	107.72
Lowest share price	109.00	108.13	104.87

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	98.24	98.63	98.52
Return before operating charges*	0.10	3.16	3.26
Operating charges	(0.83)	(0.85)	(0.92)
Return after operating charges	(0.73)	2.31	2.34
Distributions	(2.74)	(2.70)	(2.23)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	94.77	98.24	98.63
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(0.74%)	2.34%	2.38%
Other information			
Closing net asset value (£)	151,332	144,352	68,964
Closing number of shares	159,680	146,939	69,925
Operating charges**	0.85%	0.86%	0.94%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	99.11	100.37	99.17
Lowest share price	95.39	98.36	96.93

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	195.29	190.01	184.64
Return before operating charges*	0.17	6.15	6.22
Operating charges	(0.88)	(0.87)	(0.85)
Return after operating charges	(0.71)	5.28	5.37
Distributions	(5.61)	(5.37)	(4.33)
Retained distributions on accumulation shares	5.61	5.37	4.33
Closing net asset value per share	194.58	195.29	190.01
*After direct transaction costs of	(0.02)	(0.02)	(0.01)
Performance			
Return after charges	(0.36%)	2.78%	2.91%
Other information			
Closing net asset value (£)	398,637,371	311,032,279	215,937,999
Closing number of shares	204,874,175	159,270,013	113,645,578
Operating charges**	0.45%	0.45%	0.46%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	197.18	196.17	190.14
Lowest share price	194.47	190.87	184.33

Exempt Shares 2 (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	98.63	98.67	98.14
Return before operating charges*	0.09	3.17	3.26
Operating charges	(0.44)	(0.45)	(0.45)
Return after operating charges	(0.35)	2.72	2.81
Distributions	(2.80)	(2.76)	(2.28)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	95.48	98.63	98.67
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(0.35%)	2.76%	2.86%
Other information			
Closing net asset value (£)	193,691,802	150,576,583	116,200,631
Closing number of shares	202,852,465	152,667,096	117,767,281
Operating charges**	0.45%	0.45%	0.46%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	99.59	100.60	99.34
Lowest share price	96.10	98.58	96.83

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	111.47	111.91	111.70
Return before operating charges*	0.11	3.59	3.70
Operating charges	(0.88)	(0.91)	(0.90)
Return after operating charges	(0.77)	2.68	2.80
Distributions	(3.16)	(3.12)	(2.59)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	107.54	111.47	111.91
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(0.69%)	2.39%	2.51%
Other information			
Closing net asset value (£)	4,644,935	6,470,994	10,957,812
Closing number of shares	4,319,400	5,805,144	9,791,945
Operating charges**	0.80%	0.81%	0.81%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	112.47	113.89	112.53
Lowest share price	108.25	111.61	109.97

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	112.33	109.87	107.50
Return before operating charges*	0.09	3.54	3.60
Operating charges	(0.75)	(0.76)	(0.73)
Return after operating charges	(0.66)	2.78	2.87
Distributions	(3.22)	(3.09)	(2.51)
Retained distributions on accumulation shares	3.22	2.77	2.01
Closing net asset value per share	111.67	112.33	109.87
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(0.59%)	2.53%	2.67%
Other information			
Closing net asset value (£)	142,691,523	95,069,376	72,703,464
Closing number of shares	127,777,694	84,633,183	66,174,971
Operating charges**	0.67%	0.68%	0.68%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	113.37	112.84	109.94
Lowest share price	111.62	110.36	106.93

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	99.86	100.12	99.81
Return before operating charges*	0.08	3.22	3.30
Operating charges	(0.66)	(0.68)	(0.68)
Return after operating charges	(0.58)	2.54	2.62
Distributions	(2.83)	(2.80)	(2.31)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	96.45	99.86	100.12
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(0.58%)	2.54%	2.62%
Other information			
Closing net asset value (£)	265,582,364	266,371,359	289,580,434
Closing number of shares	275,351,193	266,757,773	289,231,694
Operating charges**	0.67%	0.68%	0.68%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	100.78	101.92	100.68
Lowest share price	97.09	99.92	98.33

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	104.84	105.78	106.11
Return before operating charges*	0.11	3.39	3.51
Operating charges	(1.42)	(1.46)	(1.45)
Return after operating charges	(1.31)	1.93	2.06
Distributions	(2.89)	(2.87)	(2.39)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	100.64	104.84	105.78
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(1.25%)	1.82%	1.94%
Other information			
Closing net asset value (£)	147,073,671	178,694,388	203,366,317
Closing number of shares	146,144,711	170,442,780	192,252,008
Operating charges**	1.37%	1.38%	1.38%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	105.67	107.55	106.36
Lowest share price	101.32	105.15	104.15

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Statistics

(continued)

Comparative tables (continued)

U Shares (Accumulation)	30/06/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	99.73	100.00
Return before operating charges*	0.09	(0.24)
Operating charges	(0.55)	(0.03)
Return after operating charges	(0.46)	(0.27)
Distributions	(2.86)	(0.62)
Retained distributions on accumulation shares	2.86	0.62
Closing net asset value per share	99.27	99.73
*After direct transaction costs of	(0.01)	—
Performance		
Return after charges	(0.46%)	(0.27%)
Other information		
Closing net asset value (£)	4,520,857	4,634,583
Closing number of shares	4,554,200	4,647,138
Operating charges**	0.55%	0.55%
Direct transaction costs*	0.01%	0.17%
Prices		
Highest share price	100.68	100.16
Lowest share price	99.22	99.87

U Shares (Income)	30/06/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	99.11	100.00
Return before operating charges*	0.09	(0.24)
Operating charges	(0.54)	(0.03)
Return after operating charges	(0.45)	(0.27)
Distributions	(2.81)	(0.62)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	95.85	99.11
*After direct transaction costs of	(0.01)	—
Performance		
Return after charges	(0.45%)	(0.27%)
Other information		
Closing net asset value (£)	83,836,918	93,426,810
Closing number of shares	87,468,473	94,270,414
Operating charges**	0.55%	0.55%
Direct transaction costs*	0.01%	0.17%
Prices		
Highest share price	100.05	100.16
Lowest share price	96.47	99.87

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class was launched 13 June 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	200.32	194.13	187.89
Return before operating charges*	0.18	6.31	6.35
Operating charges	(0.10)	(0.12)	(0.11)
Return after operating charges	0.08	6.19	6.24
Distributions	(5.77)	(5.50)	(4.40)
Retained distributions on accumulation shares	5.77	5.50	4.40
Closing net asset value per share	200.40	200.32	194.13
*After direct transaction costs of	(0.02)	(0.02)	(0.01)
Performance			
Return after charges	0.04%	3.19%	3.32%
Other information			
Closing net asset value (£)	304,616,090	212,288,737	415,357,731
Closing number of shares	152,006,933	105,972,719	213,953,953
Operating charges**	0.05%	0.06%	0.06%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	202.42	201.22	194.27
Lowest share price	200.12	195.02	187.76
<hr/>			
X Shares (Income)	30/06/2018 (pence)	30/06/2017*** (pence)	
Change in net assets per share			
Opening net asset value per share		99.93	100.00
Return before operating charges*		0.10	2.01
Operating charges		(0.05)	(0.03)
Return after operating charges		0.05	1.98
Distributions		(2.85)	(2.05)
Retained distributions on accumulation shares		—	—
Closing net asset value per share		97.13	99.93
*After direct transaction costs of		(0.01)	—
Performance			
Return after charges		0.05%	1.98%
Other information			
Closing net asset value (£)		501,349,775	198,287,392
Closing number of shares		516,170,559	198,433,690
Operating charges**		0.05%	0.05%
Direct transaction costs*		0.01%	0.02%
Prices			
Highest share price		100.97	101.01
Lowest share price		97.73	99.68

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class was launched 12 December 2016.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Statistics

(continued)

Comparative tables (continued)

X Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	166.72	162.05	157.58
Return before operating charges*	0.14	5.23	5.31
Operating charges	(0.08)	(0.08)	(0.10)
Return after operating charges	0.06	5.15	5.21
Distributions	(4.80)	(4.58)	(3.69)
Retained distributions on accumulation shares	4.80	4.10	2.95
Closing net asset value per share	166.78	166.72	162.05
*After direct transaction costs of	(0.01)	(0.01)	(0.01)
Performance			
Return after charges	0.04%	3.18%	3.31%
Other information			
Closing net asset value (£)	283,695,698	294,480,814	236,009,374
Closing number of shares	170,097,873	176,627,871	145,641,207
Operating charges**	0.05%	0.05%	0.06%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	168.47	167.47	162.16
Lowest share price	166.55	162.78	157.26

X Shares 1 (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	102.16	101.79	100.84
Return before operating charges*	0.10	3.27	3.36
Operating charges	(0.05)	(0.05)	(0.06)
Return after operating charges	0.05	3.22	3.30
Distributions	(2.91)	(2.85)	(2.35)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	99.30	102.16	101.79
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	0.05%	3.16%	3.27%
Other information			
Closing net asset value (£)	29,807,440	41,855,092	32,562,155
Closing number of shares	30,017,545	40,970,074	31,989,028
Operating charges**	0.05%	0.05%	0.06%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	103.23	103.75	102.36
Lowest share price	99.91	101.91	99.70

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 6.82% (0.00%)			
Bank of England 1.25% European Medium Term Notes 14/3/2019	USD35,938,000	26,982,966	1.14
Bank of England Euro Note 2.5% European Medium Term Notes 5/3/2021	USD22,636,000	17,013,734	0.72
UK Treasury 2% Notes 22/7/2020	£114,000,000	116,904,150	4.96
Overseas Government Bonds 40.36% (42.27%)			
Australia (Commonwealth) 3% Bonds 21/3/2047	AUD28,770,000	15,776,776	0.67
Brazil (Government) 5% Bonds 27/1/2045	USD2,004,000	1,201,429	0.05
Brazil (Republic) 4.625% Bonds 13/1/2028	USD15,240,000	10,417,800	0.44
Caisse 1.25% European Medium Term Notes 17/5/2019	USD23,600,000	17,666,193	0.75
Canada Housing Trust No 1 2% Bonds 15/12/2019	CAD83,425,000	48,074,935	2.04
City of Toronto Canada 4.5% Bonds 2/12/2019	CAD28,780,000	17,119,518	0.73
Czech Republic 4.7% Government Bonds 12/9/2022	CZK675,510,000	25,980,271	1.10
Dominican Republic 8.9% International Bonds 15/2/2023	DOP579,200,000	9,141,482	0.39
Ecuador (Government) 8.875% Bonds 23/10/2027	USD5,197,000	3,501,406	0.15
Ecuador (Government) 10.5% International Bonds 24/3/2020	USD8,446,000	6,541,212	0.28
El Salvador (Government) 7.375% International Bonds 1/12/2019	USD7,580,000	5,877,694	0.25
Ethiopia (Government) 6.625% Medium Term Notes 11/12/2024	USD8,050,000	5,944,897	0.25
Export-Import Bank of Korea 1.34067% Floating Rate Bonds 21/10/2019	USD15,590,000	11,794,755	0.50
Export-Import Bank of Korea 2.03122% Floating Rate Bonds 25/1/2022	USD17,195,000	13,059,604	0.55
Fiji (Government) 6.625% International Bonds 2/10/2020	USD12,900,000	9,769,900	0.41
France (Government) 3.25% Bonds 25/5/2045	EUR15,050,000	18,693,353	0.79
Germany (Federal Republic) 2.5% Bonds 4/7/2044	EUR19,835,000	23,819,850	1.01
Guatemala (Government) 5.75% Bonds 6/6/2022	USD7,580,000	5,948,599	0.25
Italy (Republic) 3.75% Bonds 1/3/2021	EUR50,653,000	47,990,738	2.03
Japan (Government) 0.1% Bonds 15/4/2020	JPY17,229,300,000	118,308,547	5.01
Kommunekredit 1.625% European Medium Term Notes 1/6/2021	USD27,182,000	19,879,629	0.84
Kommuninvest I Sverige 0.31585% European Medium Term Notes 28/5/2019	USD13,258,000	10,041,636	0.43
Korea (Republic) 2.125% Bonds 10/6/2024	EUR150,000	141,840	0.01
Kuwait (Government) 2.75% International Bonds 20/3/2022	USD39,006,000	28,809,044	1.22
Malaysia (Government) 4.059% Bonds 30/9/2024	MYR197,570,000	36,851,159	1.56
Mexico (Government) 7.5% Bonds 3/6/2027	MXN307,240,000	11,767,953	0.50
Mexico (Government) 8% Bonds 7/11/2047	MXN300,280,000	11,977,875	0.51
Mongolia (Government) 10.875% Bonds 6/4/2021	USD15,746,000	13,290,912	0.56
Netherlands (Kingdom) 0.77485% Floating Rate European Medium Term Notes 21/10/2019	USD17,126,000	12,988,649	0.55
New Zealand (Government) 4.5% Bonds 15/4/2027	NZD15,629,000	8,599,373	0.36
New Zealand Local Government Funding Agency Bond 3% Bonds 15/4/2020	NZD59,927,000	31,142,827	1.32
Province of British Columbia Canada 0.875% European Medium Term Notes 8/10/2025	EUR25,346,000	23,001,817	0.98
Treasury of Victoria 4.25% Bonds 20/12/2032	AUD36,797,000	23,153,754	0.98
US Treasury 0.125% Index Linked Notes 15/4/2020	USD95,115,000	76,232,624	3.23
US Treasury 1.5% Notes 31/1/2019	USD94,300,000	71,130,119	3.01
US Treasury 2.125% Notes 15/2/2041	USD20,900,000	22,928,870	0.97
US Treasury 2.375% Notes 15/1/2025	USD35,145,000	39,209,202	1.66
US Treasury 3% Bonds 15/11/2045	USD39,800,000	30,202,329	1.28
US Treasury 3.5% Notes 15/5/2020	USD46,730,200	36,010,227	1.53
Vietnam (Republic) 6.75% European Dollar Bonds 29/1/2020	USD36,423,000	28,586,917	1.21
Sterling Denominated Corporate Bonds 14.39% (15.54%)			
AA Bond 2.875% European Medium Term Notes 31/7/2043	£3,097,000	3,034,410	0.13
AA Bond 4.2487% Senior European Medium Term Notes 31/7/2043	£5,640,000	5,813,005	0.25
Amigo Luxembourg 7.625% Bonds 15/1/2024	£4,248,000	4,393,706	0.19
Anglian Water 1.625% Bonds 10/8/2025	£7,580,000	7,346,688	0.31
Arqiva Broadcast Finance 9.5% Guaranteed Senior European Medium Term Notes 31/3/2020	£2,942,000	3,045,853	0.13
Bank of Ireland 3.125% European Medium Term Notes 19/9/2027	£4,129,000	3,999,391	0.17
Bunzl Finance 2.25% Bonds 11/6/2025	£6,694,000	6,562,463	0.28
Bupa Finance 6.125% Guaranteed Perpetual Floating Rate Bonds	£7,067,000	7,484,542	0.32

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sterling Denominated Corporate Bonds (continued)			
Close Brothers 4.25% Bonds 24/1/2027	£3,965,000	4,128,675	0.17
Close Brothers Finance 2.75% European Medium Term Notes 19/10/2026	£9,792,000	9,795,721	0.42
Close Brothers Finance 3.875% European Medium Term Notes 27/6/2021	£2,252,000	2,381,719	0.10
Conventry 0.87313% Floating Rate Notes 17/3/2020	£9,010,000	9,031,984	0.38
Coventry Building Society 6.375% Perpetual Subordinated Floating Rate Notes	£7,310,000	7,454,665	0.32
CPUK Finance 2.666% European Medium Term Notes 28/2/2042	£11,460,000	11,641,301	0.49
CPUK Finance 4.25% Bonds 28/8/2022	£4,882,000	4,904,653	0.21
European Investment Bank 0.8105% Floating Rate European Medium Term Notes 17/2/2020	£23,410,000	23,522,134	1.00
FirstGroup 6.125% Guaranteed Bonds 18/1/2019	£3,556,000	3,645,184	0.15
GE Capital 6.44% Guaranteed Senior European Medium Term Bonds 15/11/2022	£2,043,522	2,235,730	0.09
Heathrow Finance 3.875% Bonds 1/3/2027	£7,752,000	7,375,950	0.31
Hiscox 2% Bonds 14/12/2022	£5,553,000	5,554,721	0.24
HSBC 5.375% Guaranteed Subordinated Floating Rate European Medium Term Bonds 4/11/2030	£11,700,000	13,440,408	0.57
Iceland Bondco 4.625% Bonds 15/3/2025	£4,860,000	4,375,021	0.19
International Bank for Reconstruction & Development 0.6725% Floating Rate Bonds 22/5/2023	£24,810,000	24,808,015	1.05
Investec 6.75% Perpetual European Medium Term Notes	£5,037,000	5,033,474	0.21
John Lewis 8.375% Bonds 8/4/2019	£6,653,000	6,997,160	0.30
Landwirtschaftliche Rentenbank 1.375% European Medium Term Notes 15/12/2020	£11,150,000	11,263,231	0.48
Lloyds Banking 7% Perpetual Subordinate Bonds	£11,719,000	11,933,575	0.51
Mitchells & Butlers Finance 6.013% Guaranteed Asset Backed Bonds 15/12/2030	£9,038,835	10,439,923	0.44
National Grid Gas Finance 1.125% European Medium Term Notes 22/9/2021	£14,667,000	14,475,742	0.61
Nationwide Building Society 6.875% Perpetual Subordinated Floating Rate European Medium Term Notes	£8,910,000	9,092,299	0.39
Orsted 4.875% Guaranteed Senior European Medium Term Bonds 12/1/2032	£7,830,000	9,530,848	0.40
Prudential 11.375% Guaranteed Subordinated Floating Rate European Medium Term Bonds 29/5/2039	£3,438,000	3,731,536	0.16
Santander UK 9.625% European Medium Term Notes 30/10/2023	£7,876,000	8,084,714	0.34
Skipton Building Society 1.01053% Floating Rate European Medium Term Notes 2/5/2023	£9,068,000	9,076,705	0.38
Southern Gas Network 5.125% Guaranteed European Medium Term Notes 2/11/2018	£15,961,000	16,165,780	0.68
TP ICAP 5.25% Bonds 26/1/2024	£12,689,000	13,016,757	0.55
Tritax Big Box REIT 2.625% European Medium Term Notes 14/12/2026	£1,526,000	1,516,203	0.06
UBS AG/London 1.25% European Medium Term Notes 10/12/2020	£4,433,000	4,413,052	0.19
UNITE USAF II 3.374% Senior Bonds 30/6/2028	£9,021,000	9,621,672	0.41
Virgin Media Receivables Financing Notes I DAC 5.5% Bonds 15/9/2024	£5,432,000	5,342,372	0.23
Wagamama Finance 4.125% Bonds 1/7/2022	£4,860,000	4,691,552	0.20
Yorkshire Building Society 4.125% European Medium Term Notes 20/11/2024	£8,763,000	9,000,518	0.38
Non-Sterling Denominated Corporate Bonds 32.11% (35.18%)			
Allied Irish Banks 4.125% European Medium Term Notes 26/11/2025	EUR8,089,000	7,495,175	0.32
Anheuser-Busch InBev Worldwide 3.05175% Floating Rate Bonds 12/1/2024	USD4,333,000	3,311,088	0.14
Aquarius Plus 8.25% Perpetual European Medium Term Notes	USD16,355,000	12,418,775	0.52
Asian Development Bank 0.3306% Floating Rate Bonds 10/7/2019	USD19,250,000	14,550,900	0.62
Asian Development Bank 2.35063% Floating Rate Bonds 15/12/2021	USD32,250,000	24,364,390	1.03
Banco Bilbao Vizcaya Argentaria 5.875% Perpetual Bonds	EUR15,600,000	14,118,293	0.60
Best Buy 5.5% Bonds 15/3/2021	USD13,630,000	10,822,256	0.46
CCO Capital 5.5% Bonds 1/5/2026	USD3,244,000	2,382,660	0.10
CCO Holdings 5.75% Senior Notes 15/1/2024	USD2,771,000	2,104,092	0.09
Cemex Finance 6% Bonds 1/4/2024	USD9,720,000	7,454,270	0.32
Citigroup 5.5% Bonds 13/9/2025	USD13,800,000	11,097,489	0.47
Commonwealth Bank of Australia 2.125% Bonds 22/7/2020	USD11,200,000	8,328,363	0.35
Coventry Building Society 2.5% Senior Notes 18/11/2020	EUR15,723,000	14,687,624	0.62

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds (continued)			
Danske Bank 3.875% Subordinated Floating Rate Notes 4/10/2023	EUR11,060,000	9,872,377	0.42
Deutsche Telekom International Finance 1.73844% Floating Rate Bonds 17/1/2020	USD10,760,000	8,180,673	0.35
DNB Boligkreditt AS 2.5% Bonds 28/3/2022	USD15,583,000	11,506,221	0.49
Dollar General 4.15% Bonds 1/11/2025	USD11,150,000	8,450,277	0.36
Eagle Intermediate Global 5.375% Bonds 1/5/2023	EUR3,528,000	3,093,065	0.13
Eagle Intermediate Global 7.5% Bonds 1/5/2025	USD5,023,000	3,799,827	0.16
Equinix 2.875% Bonds 1/2/2026	EUR5,920,000	4,947,513	0.21
ERC Ireland Finance 5.349% Guaranteed Subordinated Floating Rate Notes 15/8/2016**	EUR2,150,000	—	0.00
European Bank for Reconstruction & Development 1.28944% Floating Rate Bonds 23/3/2020	USD20,880,000	15,806,283	0.67
FMS Wertmanagement 1.03706% Floating Rate European Medium Term Notes 27/11/2019	USD21,400,000	16,228,826	0.69
FMS Wertmanagement 2.75% Bonds 6/3/2023	USD33,380,000	25,077,792	1.06
Fomento 1.75% Bonds 20/3/2023	EUR12,994,000	11,819,455	0.50
GMR Hyderabad International Airport 4.25% Bonds 27/10/2027	USD5,953,000	3,782,902	0.16
Hella Finance International BV 1% Bonds 17/5/2024	EUR10,844,000	9,690,407	0.41
Hellas Telecommunications Finance 8.835% Bonds 15/7/2015**	EUR3,679,267	—	0.00
Hellas Telecommunications II 0% Subordinated Floating Rate Notes 15/1/2015**	EUR1,600,000	11,569	0.00
Housing Development Finance 7% European Medium Term Notes 9/1/2020	INR60,000,000	651,237	0.03
Housing Development Finance 7.875% European Medium Term Notes 21/8/2019	INR660,000,000	7,335,834	0.31
Instituto de Credito Oficial 1.625% Bonds 14/9/2018	USD22,723,000	17,171,097	0.73
International Bank for Reconstruction & Development 4.625% Medium Term Notes 26/2/2019	NZD27,130,000	14,132,135	0.60
InterXion 4.75% Bonds 15/6/2025	EUR5,362,000	4,754,789	0.20
Iron Mountain 3% Bonds 15/1/2025	EUR2,183,000	1,909,109	0.08
Israel Electric 4.25% Bonds 14/8/2028	USD4,387,000	3,195,451	0.13
JAB 1.25% Bonds 22/5/2024	EUR11,400,000	10,087,450	0.43
JBS Investments 7.25% Notes 3/4/2024	USD8,691,000	6,375,748	0.27
JPMorgan Chase Bank NA 2.605% Floating Rate Bonds 13/2/2020	USD33,700,000	25,518,807	1.08
Kommunalbanken 0.36235% Bonds Floating Rate 2/5/2019	USD15,900,000	12,056,301	0.51
Kreditanstalt fuer Wiederaufbau 1% Bonds 7/9/2018	USD45,422,000	34,330,809	1.45
Kreditanstalt fuer Wiederaufbau 1.5% Bonds 20/4/2020	USD32,820,000	24,341,415	1.03
Light Servicos de Eletricidade 7.25% Bonds 3/5/2023	USD8,573,000	6,111,976	0.26
Link Finance 2.875% European Medium Term Notes 21/7/2026	USD9,299,000	6,515,111	0.28
Lloyds Bank 13% European Medium Term Notes 29/1/2049	EUR2,869,000	3,384,047	0.14
Microsoft 2% Bonds 8/8/2023	USD13,045,000	9,326,861	0.39
Motability Operations 1.625% European Medium Term Notes 9/6/2023	EUR10,941,000	10,195,573	0.43
Nederlandse Waterschapsbank 2.36% Floating Rate European Medium Term Notes 24/2/2020	USD22,103,000	16,741,526	0.71
Neptune Energy Bondco 6.625% Bonds 15/5/2025	USD9,587,000	7,070,889	0.30
New York Life Global Funding 1.7% European Medium Term Notes 14/9/2021	USD16,023,000	11,551,245	0.49
Nexi Capital 4.125% Bonds 1/11/2023	EUR6,341,000	5,510,487	0.23
Nova Austral 8.25% Bonds 26/5/2021	USD2,000,000	1,431,331	0.06
Orange 4% Perpetual European Medium Term Notes	EUR8,948,000	8,506,238	0.36
Packaging of America 2.45% Bonds 15/12/2020	USD3,551,000	2,631,605	0.11
Packaging of America 3.4% Bonds 15/12/2027	USD10,602,000	7,573,839	0.32
Pepsi 2% Bonds 15/4/2021	USD13,475,000	9,950,822	0.42
Post 5.5% Bonds 1/3/2025	USD8,316,000	6,149,210	0.26
Pro 3% Bonds 31/3/2026	EUR1,391,000	1,194,199	0.05
PSPC Escrow 6% Senior Bonds 1/2/2023	EUR4,911,000	4,519,162	0.19
Rede D'or Finance Sarl 4.95% Bonds 17/1/2028	USD4,250,000	2,869,012	0.12
Royal Bank of Canada 1.875% Bonds 5/2/2020	USD12,990,000	9,684,081	0.41
Royal Bank of Canada 2% Bonds 1/10/2018	USD15,500,000	11,728,742	0.50
Sazka 9% Bonds 12/7/2021*	EUR816,838	72	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds (continued)			
Selp Finance 1.25% Bonds 25/10/2023	EUR8,785,000	7,766,383	0.33
Shell International Finance 0.72885% Bonds 11/5/2020	USD16,959,000	12,947,170	0.55
Sigma Alimentos 4.125% Bonds 2/5/2026	USD11,266,000	7,999,905	0.34
Silverback Finance 3.1261% Bonds 25/2/2037	EUR10,093,187	9,182,145	0.39
Skandinaviska Enskilda Banken 1.5% European Medium Term Notes 25/2/2020	EUR12,634,000	11,497,341	0.49
Société Générale 6.75% Perpetual Subordinated Floating Rate Notes	EUR8,615,000	8,127,775	0.34
SoftBank 6% Perpetual Bonds	USD2,446,000	1,615,585	0.07
SpareBank 1 Boligkreditt AS 1.75% Bonds 15/11/2019	USD17,636,000	13,150,131	0.56
Spectrum Brands 4% Bonds 1/10/2026	EUR4,700,000	4,056,319	0.17
Spectrum Brands 6.625% Bonds 15/11/2022	USD5,398,000	4,221,500	0.18
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	USD7,268,000	5,890,369	0.25
Stadshypo 1.875% Fixed Rate Convertible Bonds 2/10/2019	USD16,040,000	12,005,768	0.51
Stadshypotek 1.75% Bonds 9/4/2020	USD1,211,000	898,149	0.04
Stadshypotek 2.5% Bonds 5/4/2022	USD15,488,000	11,450,386	0.49
Summit Germany 2% Bonds 31/1/2025	EUR4,968,000	4,203,304	0.18
Svensk Exportkredit 2.875% Bonds 14/11/2023	USD10,051,000	7,583,642	0.32
Teva Pharmaceutical Finance Netherlands II 1.125% Bonds 15/10/2024	EUR2,027,000	1,514,975	0.06
Teva Pharmaceutical Finance Netherlands III BV 2.2% Bonds 21/7/2021	USD2,392,000	1,680,491	0.07
T-Mobile USA 6% Bonds 1/3/2023	USD5,628,000	4,403,502	0.19
T-Mobile USA 6% Bonds 15/4/2024	USD3,852,000	3,019,746	0.13
UBS 4.75% Floating Rate European Medium Term Notes 12/2/2026	EUR13,342,000	12,678,292	0.54
Unitymedia Hessen 6.25% Guranteed Senior Notes 15/1/2029	EUR5,292,900	5,241,223	0.22
US Bank NA/Cincinnati OH 2.68167% Floating Rate Bonds 26/4/2021	USD20,332,000	15,403,147	0.64
Verizon Communications 2.25033% Floating Rate Bonds 16/3/2022	USD6,350,000	4,886,020	0.21
Volkswagen International Finance 1.125% Bonds 2/10/2023	EUR7,900,000	6,971,492	0.29
Westpac Banking 2.1% Bonds 25/2/2021	USD13,375,000	9,858,426	0.42
Non-Equity Investment Instruments 1.42% (3.87%)			
Newton Global High Yield Bond Fund	27,500,000	33,638,000	1.42
Derivatives -0.50% (0.44%)			
Futures -0.04% (0.09%)			
Euro-Bond Future September 2018	EUR671	(855,787)	(0.04)
Options 0.02% (0.08%)			
US 10 Year August 2018 117 (Put Options)	USD11,987	425,594	0.02
AUD Forward Foreign Currency Contracts 0.02% (-0.10%)			
Forward Foreign Currency Contracts 14/9/2018	AUD(110,697,806)	(61,758,050)	(2.62)
Forward Foreign Currency Contracts 14/9/2018	£62,358,458	62,358,458	2.64
CAD Forward Foreign Currency Contracts 0.02% (0.01%)			
Forward Foreign Currency Contracts 14/9/2018	CAD70,800,164	40,681,616	1.72
Forward Foreign Currency Contracts 14/9/2018	£(40,153,788)	(40,153,788)	(1.70)
Forward Foreign Currency Contracts 14/9/2018	CAD21,836,000	12,546,917	0.53
Forward Foreign Currency Contracts 14/9/2018	£(12,528,174)	(12,528,174)	(0.53)
Forward Foreign Currency Contracts 14/9/2018	CAD(185,528,185)	(106,604,080)	(4.52)
Forward Foreign Currency Contracts 14/9/2018	£106,628,642	106,628,642	4.52
Forward Foreign Currency Contracts 14/9/2018	CAD(20,734,000)	(11,913,710)	(0.50)
Forward Foreign Currency Contracts 14/9/2018	£11,801,670	11,801,670	0.50
CNY Forward Foreign Currency Contracts -0.03% (0.00%)			
Forward Foreign Currency Contracts 14/9/2018	CNY201,415,000	22,854,422	0.97
Forward Foreign Currency Contracts 14/9/2018	USD(31,292,628)	(23,623,295)	(1.00)
CZK Forward Foreign Currency Contracts 0.01% (0.02%)			
Forward Foreign Currency Contracts 14/9/2018	CZK(79,346,655)	(2,697,565)	(0.11)
Forward Foreign Currency Contracts 14/9/2018	£2,720,528	2,720,528	0.12

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
EUR Forward Foreign Currency Contracts -0.04% (-0.07%)			
Forward Foreign Currency Contracts 14/9/2018	EUR1,261,273	1,117,962	0.05
Forward Foreign Currency Contracts 14/9/2018	£(1,114,600)	(1,114,600)	(0.05)
Forward Foreign Currency Contracts 14/9/2018	EUR26,667,127	23,637,087	1.00
Forward Foreign Currency Contracts 14/9/2018	£(23,396,244)	(23,396,244)	(0.99)
Forward Foreign Currency Contracts 14/9/2018	EUR(438,631,887)	(388,792,548)	(16.47)
Forward Foreign Currency Contracts 14/9/2018	£387,760,726	387,760,726	16.43
Forward Foreign Currency Contracts 14/9/2018	EUR(37,020,000)	(32,813,620)	(1.39)
Forward Foreign Currency Contracts 14/9/2018	£32,740,932	32,740,932	1.39
Forward Foreign Currency Contracts 14/9/2018	EUR(13,755,851)	(12,192,849)	(0.52)
Forward Foreign Currency Contracts 14/9/2018	£12,096,249	12,096,249	0.51
Forward Foreign Currency Contracts 14/9/2018	EUR(16,183,139)	(14,344,338)	(0.61)
Forward Foreign Currency Contracts 14/9/2018	£14,290,146	14,290,146	0.61
JPY Forward Foreign Currency Contracts 0.00% (0.05%)			
Forward Foreign Currency Contracts 14/9/2018	JPY(5,590,145,598)	(38,297,876)	(1.62)
Forward Foreign Currency Contracts 14/9/2018	£38,021,632	38,021,632	1.61
Forward Foreign Currency Contracts 14/9/2018	JPY(6,495,102,230)	(44,497,699)	(1.89)
Forward Foreign Currency Contracts 14/9/2018	£44,924,241	44,924,241	1.90
MXN Forward Foreign Currency Contracts -0.07% (-0.05%)			
Forward Foreign Currency Contracts 14/9/2018	MXN(637,690,748)	(24,205,546)	(1.03)
Forward Foreign Currency Contracts 14/9/2018	£22,730,345	22,730,345	0.96
Forward Foreign Currency Contracts 14/9/2018	MXN637,690,748	24,205,546	1.03
Forward Foreign Currency Contracts 14/9/2018	£(24,232,515)	(24,232,515)	(1.03)
NOK Forward Foreign Currency Contracts -0.01% (-0.01%)			
Forward Foreign Currency Contracts 14/9/2018	NOK260,384,505	24,189,642	1.02
Forward Foreign Currency Contracts 14/9/2018	£(24,307,386)	(24,307,386)	(1.03)
NZD Forward Foreign Currency Contracts 0.06% (-0.05%)			
Forward Foreign Currency Contracts 14/9/2018	NZD(105,093,535)	(53,717,884)	(2.28)
Forward Foreign Currency Contracts 14/9/2018	£55,133,320	55,133,320	2.34
SEK Forward Foreign Currency Contracts -0.03% (0.06%)			
Forward Foreign Currency Contracts 14/9/2018	SEK273,009,218	23,169,852	0.98
Forward Foreign Currency Contracts 14/9/2018	£(23,808,041)	(23,808,041)	(1.01)
USD Forward Foreign Currency Contracts -0.41% (0.41%)			
Forward Foreign Currency Contracts 14/9/2018	USD(1,536,916,760)	(1,160,242,539)	(49.16)
Forward Foreign Currency Contracts 14/9/2018	£1,149,357,625	1,149,357,625	48.70
Forward Foreign Currency Contracts 14/9/2018	USD(8,502,019)	(6,418,307)	(0.27)
Forward Foreign Currency Contracts 14/9/2018	£6,347,153	6,347,153	0.27
Forward Foreign Currency Contracts 14/9/2018	USD(16,464,000)	(12,428,932)	(0.53)
Forward Foreign Currency Contracts 14/9/2018	£12,479,723	12,479,723	0.53
Forward Foreign Currency Contracts 14/9/2018	USD(32,563,512)	(24,582,705)	(1.04)
Forward Foreign Currency Contracts 14/9/2018	£24,674,000	24,674,000	1.05
Forward Foreign Currency Contracts 14/9/2018	USD2,170,820	1,638,786	0.07
Forward Foreign Currency Contracts 14/9/2018	£(1,623,949)	(1,623,949)	(0.07)
Forward Foreign Currency Contracts 14/9/2018	USD70,506,000	53,226,084	2.26
Forward Foreign Currency Contracts 14/9/2018	£(52,630,636)	(52,630,636)	(2.23)
Forward Foreign Currency Contracts 14/9/2018	USD2,551,297	1,926,014	0.08
Forward Foreign Currency Contracts 14/9/2018	£(1,916,106)	(1,916,106)	(0.08)
Forward Foreign Currency Contracts 14/9/2018	USD4,410,000	3,329,178	0.14
Forward Foreign Currency Contracts 14/9/2018	£(3,315,752)	(3,315,752)	(0.14)
Forward Foreign Currency Contracts 14/9/2018	USD31,400,000	23,704,352	1.00
Forward Foreign Currency Contracts 14/9/2018	£(23,767,442)	(23,767,443)	(1.01)
Forward Foreign Currency Contracts 14/9/2018	USD44,646,665	33,704,467	1.43
Forward Foreign Currency Contracts 14/9/2018	£(33,632,170)	(33,632,171)	(1.42)
Forward Foreign Currency Contracts 14/9/2018	USD9,466,859	7,146,680	0.30

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
USD Forward Foreign Currency Contracts (continued)			
Forward Foreign Currency Contracts 14/9/2018	INR(647,500,000)	(7,064,845)	(0.30)
Forward Foreign Currency Contracts 14/9/2018	USD49,681,138	37,505,069	1.59
Forward Foreign Currency Contracts 14/9/2018	MYR(199,122,000)	(37,121,203)	(1.57)
Forward Foreign Currency Contracts 14/9/2018	USD31,101,518	23,479,023	0.99
Forward Foreign Currency Contracts 14/9/2018	PHP(1,673,666,000)	(23,518,207)	(1.00)
Portfolio of Investments*		2,233,114,866	94.60
Net current assets		127,470,346	5.40
Total Net Assets		2,360,585,212	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the CHF, INR, CLP, KRW, PLN and SGD portfolio categories, which, at 30 June 2017, represented 0.01%, 0.00%, 0.00%, 0.01%, 0.00% and 0.00% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

**Delisted/Suspended/Unlisted.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital (losses)/gains	3		(58,644,641)		5,147,914
Revenue	4	58,974,147		48,201,103	
Expenses	5	(8,195,499)		(7,561,387)	
Interest payable and similar charges	7	(845,742)		(4,094)	
Net revenue before taxation		49,932,906		40,635,622	
Taxation	6	(133,130)		—	
Net revenue after taxation			49,799,776		40,635,622
Total return before distributions			(8,844,865)		45,783,536
Distributions	8		(56,982,567)		(48,531,687)
Change in net assets attributable to Shareholders from investment activities			(65,827,432)		(2,748,151)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		811,351,656		461,901,206	
Amounts paid on cancellation of shares		(268,445,440)		(221,958,164)	
			542,906,216		239,943,042
Dilution adjustment			521,911		221,911
Change in net assets attributable to Shareholders from investment activities (see above)			(65,827,432)		(2,748,151)
Retained distributions on accumulation shares			29,427,367		23,317,587
Unclaimed distributions			182		—
Closing net assets attributable to Shareholders			2,360,585,212		1,853,556,968

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			2,249,699,558		1,810,164,147
Current assets					
Debtors	10	22,997,654		125,089,747	
Cash and bank balances	11	114,710,828		45,228,983	
Total other assets			137,708,482		170,318,730
Total assets			2,387,408,040		1,980,482,877
LIABILITIES					
Investment liabilities			(16,584,692)		(6,592,520)
Creditors					
Bank overdrafts	11	(12,828)		(215,872)	
Distribution payable	12	(8,570,254)		(5,867,713)	
Other creditors	12	(1,655,054)		(114,249,804)	
Total other liabilities			(10,238,136)		(120,333,389)
Total liabilities			(26,822,828)		(126,925,909)
Net assets attributable to Shareholders			2,360,585,212		1,853,556,968

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Distribution Statements

for the year ended 30 June 2018

Final Interest distribution in pence per share

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	0.7454	—	0.7454	0.6747
Group 2	0.7454	0.0000	0.7454	0.6747
B Shares (Income)				
Group 1	0.6527	—	0.6527	0.6072
Group 2	0.2072	0.4455	0.6527	0.6072
Exempt Shares 2 (Accumulation)				
Group 1	1.3543	—	1.3543	1.2230
Group 2	0.5848	0.7695	1.3543	1.2230
Exempt Shares 2 (Income)				
Group 1	0.6695	—	0.6695	0.6216
Group 2	0.3172	0.3523	0.6695	0.6216
Institutional Shares (Income)				
Group 1	0.7543	—	0.7543	0.7028
Group 2	0.2542	0.5001	0.7543	0.7028
Institutional W Shares (Accumulation)				
Group 1	0.7775	—	0.7775	0.7036
Group 2	0.4507	0.3268	0.7775	0.7036
Institutional W Shares (Income)				
Group 1	0.6765	—	0.6765	0.6295
Group 2	0.3274	0.3491	0.6765	0.6295
Sterling Shares (Income)				
Group 1	0.6882	—	0.6882	0.6430
Group 2	0.3139	0.3743	0.6882	0.6430
U Shares (Accumulation)				
Group 1	0.6910	—	0.6910	0.6246
Group 2	0.4277	0.2633	0.6910	0.6246
U Shares (Income)				
Group 1	0.6721	—	0.6721	0.6247
Group 2	0.3305	0.3416	0.6721	0.6247
X Shares (Accumulation)				
Group 1	1.3941	—	1.3941	1.2538
Group 2	1.3031	0.0910	1.3941	1.2538
X Shares (Income)				
Group 1	0.6807	—	0.6807	0.6295
Group 2	0.4386	0.2421	0.6807	0.6295
X Shares 1 (Accumulation)				
Group 1	1.1603	—	1.1603	1.0435
Group 2	1.1603	0.0000	1.1603	1.0435
X Shares 1 (Income)				
Group 1	0.6959	—	0.6959	0.6436
Group 2	0.6959	0.0000	0.6959	0.6436

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	0.7119	—	0.7119	0.7256
Group 2	0.7119	0.0000	0.7119	0.7256
B Shares (Income)				
Group 1	0.6303	—	0.6303	0.6573
Group 2	0.1247	0.5056	0.6303	0.6573
Exempt Shares 2 (Accumulation)				
Group 1	1.2969	—	1.2969	1.3115
Group 2	0.7462	0.5507	1.2969	1.3115
Exempt Shares 2 (Income)				
Group 1	0.6449	—	0.6449	0.6713
Group 2	0.3311	0.3138	0.6449	0.6713
Institutional Shares (Income)				
Group 1	0.7259	—	0.7259	0.7596
Group 2	0.4360	0.2899	0.7259	0.7596
Institutional W Shares (Accumulation)				
Group 1	0.7449	—	0.7449	0.7551
Group 2	0.2523	0.4926	0.7449	0.7551
Institutional W Shares (Income)				
Group 1	0.6515	—	0.6515	0.6802
Group 2	0.3214	0.3301	0.6515	0.6802
Sterling Shares (Income)				
Group 1	0.6636	—	0.6636	0.6976
Group 2	0.2932	0.3704	0.6636	0.6976
U Shares (Accumulation)				
Group 1	0.6606	—	0.6606	—
Group 2	0.0550	0.6056	0.6606	—
U Shares (Income)				
Group 1	0.6449	—	0.6449	—
Group 2	0.2204	0.4245	0.6449	—
X Shares (Accumulation)				
Group 1	1.3387	—	1.3387	1.3434
Group 2	0.7023	0.6364	1.3387	1.3434
X Shares (Income)				
Group 1	0.6543	—	0.6543	0.6791
Group 2	0.5292	0.1251	0.6543	0.6791
X 1 Shares (Accumulation)				
Group 1	1.1128	—	1.1128	1.1181
Group 2	0.8025	0.3103	1.1128	1.1181
X 1 Shares (Income)				
Group 1	0.6682	—	0.6682	0.6942
Group 2	0.6682	0.0000	0.6682	0.6942

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Distribution Statements

(continued)

Interim Interest distribution in pence per share

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.8419	—	0.8419	0.6275
Group 2	0.2955	0.5464	0.8419	0.6275
B Shares (Income)				
Group 1	0.7475	—	0.7475	0.5718
Group 2	0.1985	0.5490	0.7475	0.5718
Exempt Shares 2 (Accumulation)				
Group 1	1.5234	—	1.5234	1.4138
Group 2	0.5011	1.0223	1.5234	1.4138
Exempt Shares 2 (Income)				
Group 1	0.7645	—	0.7645	0.7290
Group 2	0.4363	0.3282	0.7645	0.7290
Institutional Shares (Income)				
Group 1	0.8622	—	0.8622	0.6601
Group 2	0.5309	0.3313	0.8622	0.6601
Institutional W Shares (Accumulation)				
Group 1	0.8756	—	0.8756	0.6520
Group 2	0.5011	0.3745	0.8756	0.6520
Institutional W Shares (Income)				
Group 1	0.7727	—	0.7727	0.5909
Group 2	0.3599	0.4128	0.7727	0.5909
Sterling Income Shares				
Group 1	0.7909	—	0.7909	0.6078
Group 2	0.3943	0.3966	0.7909	0.6078
U Shares (Accumulation)*				
Group 1	0.7777	—	0.7777	—
Group 2	0.4675	0.3102	0.7777	—
U Shares (Income) *				
Group 1	0.7673	—	0.7673	—
Group 2	0.3536	0.4137	0.7673	—
X Shares (Accumulation)				
Group 1	1.5650	—	1.5650	1.4468
Group 2	0.3219	1.2431	1.5650	1.4468
X Shares (Income)				
Group 1	0.7751	—	0.7751	0.7365
Group 2	0.7751	0.0000	0.7751	0.7365
X Shares 1 (Accumulation)				
Group 1	1.3025	—	1.3025	0.9641
Group 2	1.3025	0.0000	1.3025	0.9641
X Shares 1 (Income)				
Group 1	0.7924	—	0.7924	0.6021
Group 2	0.7924	0.0000	0.7924	0.6021

*Share class was launched 13 June 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	0.7935	—	0.7935	0.6324
Group 2	0.1632	0.6303	0.7935	0.6324
B Shares (Income)				
Group 1	0.7096	—	0.7096	0.5795
Group 2	0.1535	0.5561	0.7096	0.5795
Exempt Shares 2 (Accumulation)				
Group 1	1.4360	—	1.4360	1.4213
Group 2	0.7147	0.7213	1.4360	1.4213
Exempt Shares 2 (Income)				
Group 1	0.7253	—	0.7253	0.7383
Group 2	0.3308	0.3945	0.7253	0.7383
Institutional Shares (Income)				
Group 1	0.8193	—	0.8193	0.6689
Group 2	0.2879	0.5314	0.8193	0.6689
Institutional W Shares (Accumulation)				
Group 1	0.8261	—	0.8261	0.6568
Group 2	0.3520	0.4741	0.8261	0.6568
Institutional W Shares (Income)				
Group 1	0.7341	—	0.7341	0.5986
Group 2	0.3700	0.3641	0.7341	0.5986
Sterling Income Shares				
Group 1	0.7516	—	0.7516	0.6168
Group 2	0.3605	0.3911	0.7516	0.6168
U Shares (Accumulation)*				
Group 1	0.7330	—	0.7330	—
Group 2	0.1394	0.5936	0.7330	—
U Shares (Income)*				
Group 1	0.7287	—	0.7287	—
Group 2	0.2591	0.4696	0.7287	—
X Shares (Accumulation)				
Group 1	1.4735	—	1.4735	1.4529
Group 2	1.1825	0.2910	1.4735	1.4529
X Shares (Income)				
Group 1	0.7351	—	0.7351	—
Group 2	0.7351	0.0000	0.7351	—
X Shares 1 (Accumulation)				
Group 1	1.2263	—	1.2263	0.9695
Group 2	0.6031	0.6232	1.2263	0.9695
X Shares 1 (Income)				
Group 1	0.7516	—	0.7516	0.6091
Group 2	0.7516	0.0000	0.7516	0.6091

*Share class was launched 13 June 2017

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	0.00	100.00
Interim distributions for 31 March 2018	0.00	100.00
Interim distributions for 31 December 2017	0.00	100.00
Interim distributions for 30 September 2017	0.00	100.00

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Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(67,032,344)	50,017,726
Gains on derivative contracts	1,737,640	3,922,562
Gains/(losses) on forward currency contracts	7,472,487	(70,378,979)
Currency exchange (losses)/gains	(736,316)	21,654,023
Activity charges	(86,108)	(67,418)
Net capital (losses)/gains	(58,644,641)	5,147,914

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	181,209	122,327
Collective investment scheme distribution	557,686	—
Interest on debt securities	56,211,651	47,454,612
Overseas dividends	1,339,590	740,682
Returns on derivatives	—	(467,794)
Stock lending	684,011	351,276
Total revenue	58,974,147	48,201,103

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	7,182,791	6,557,790
Administration fees	714,359	646,813
Safe custody charges	208,023	271,429
	8,105,173	7,476,032
Other expenses		
Audit fee†	8,385	8,056
Depositary's fees	79,643	73,072
Financial Conduct Authority fee	120	(323)
Professional fees	2,178	4,550
	90,326	85,355
Total expenses	8,195,499	7,561,387

†The Audit fee net of VAT for 2018 is £7,100 (30/06/17: £6,750).

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Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax	133,130	—
Total tax charge (see Note 6b)	133,130	—
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	49,932,906	40,635,622
Corporation tax @ 20%	9,986,581	8,127,124
Effects of:		
Excess management expense	26,626	—
Overseas tax	133,130	—
Relief on overseas tax expensed	(26,626)	—
Tax deductible interest distributions	(9,986,581)	(8,133,181)
Tax effect of capitalised fees	—	6,057
Total tax charge (see Note 6a)	133,130	—
c) Deferred tax		
At 30 June 2018, the Sub-fund has a potential deferred tax asset of £26,626 (30/06/17: £nil) in relation to surplus management expenses of £133,130 (30/06/17: £nil). Current period income has been set off against excess management expense brought forward. No deferred tax asset has been recognised in the year or prior year.		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Collateral interest payable	60,326	—
Interest	12,490	4,094
Return from short position bond futures	772,926	—
Total interest	845,742	4,094

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Interest distribution 30 September	13,801,900	10,827,732
Interim Interest distribution 31 December	14,849,204	11,202,100
Interim Interest distribution 31 March	13,449,443	11,692,001
Final Interest distribution 30 June	16,464,595	11,613,365
Income tax withheld	—	2,614,754
	58,565,142	47,949,952
Amounts added on issue of shares	(2,492,206)	(1,429,415)
Amounts deducted on cancellation of shares	909,631	2,011,150
Net distributions for the year	56,982,567	48,531,687

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	49,799,776	40,635,622
Capitalised fees paid from capital	7,182,791	6,557,789
Equalisation on conversions	—	1,338,276
	56,982,567	48,531,687

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	19,639,820	17,779,869
Amount receivable for issue of shares	3,357,834	1,236,555
Amounts receivable on open currency contracts	—	27,392,404
Sales awaiting settlement	—	78,680,919
Total debtors	22,997,654	125,089,747

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	5,946,770	232,783
Cash held in BNY Mellon Sterling Liquidity Fund	—	14,684,018
Cash held in Insight Sterling Liquidity Fund	88,675,315	—
Cash held on margin account	20,088,743	30,312,182
	114,710,828	45,228,983
Overdrawn cash and bank balances		
Bank overdrafts	12,828	215,872
	12,828	215,872

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	8,570,254	5,867,713
	8,570,254	5,867,713
b) Other creditors		
Accrued expenses	743,012	776,041
Amount payable for cancellation of shares	912,042	1,749,327
Amounts payable on open currency contracts	—	27,401,810
Purchases awaiting settlement	—	84,322,626
Total other creditors	1,655,054	114,249,804

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Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £1,702,935 due to the ACD (30/06/17: £1,280,954 due to the ACD).

Any investments in/transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	2,244,249,382	1,798,504,153

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	112,233,979	(112,233,979)	89,772,591	(89,772,591)
Derivative securities	(21,510)	21,510	(4,464,165)	4,464,165
Net capital impact	112,212,469	(112,212,469)	85,308,426	(85,308,426)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	34,063,594	(855,787)
Level 2: Observable	2,215,624,323	(15,728,905)
Level 3: Unobservable	11,641	—
	2,249,699,558	(16,584,692)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	74,836,429	—
Level 2: Observable	1,735,313,597	(6,592,520)
Level 3: Unobservable	14,121	—
	1,810,164,147	(6,592,520)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

14 Financial instruments (continued)

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank	649,291	649,291
Citi	(1,460,364)	(1,460,364)
JP Morgan	(256,802)	(256,802)
Royal Bank of Scotland	2,476,472	2,476,472
Salmon Brothers	(12,987,611)	(12,987,611)
UBS	444,498	444,498
Total	(11,134,516)	(11,134,516)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £17,840,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £28,311,006).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	409,455,894	1,801,585,681	2,376,191,681	4,587,233,256
Investment liabilities	—	—	(2,354,118,390)	(2,354,118,390)
Total	409,455,894	1,801,585,681	22,073,291	2,233,114,866

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	288,619,720	1,435,048,004	2,214,448,342	3,938,116,066
Investment liabilities	—	—	(2,134,544,439)	(2,134,544,439)
Total	288,619,720	1,435,048,004	79,903,903	1,803,571,627

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.7% (30/06/17: 0.6%) decrease/increase respectively in the portfolio valuation.

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Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
Australia	(22,827,520)	156,479	(22,671,041)	(56,447,025)
Canada	(94,805)	96,425	1,620	(36,856,830)
China	22,854,422	—	22,854,422	70,842
Czech Republic	23,282,705	863,407	24,146,112	23,384,698
Denmark	9,141,482	294,959	9,436,441	—
Eurozone	(113,560,640)	5,698,522	(107,862,118)	(45,344,619)
India	922,226	227,947	1,150,173	36,132,696
Japan	35,512,974	24,531	35,537,505	(36,374,993)
Malaysia	(270,045)	373,867	103,822	—
Mexico	23,745,828	80,609	23,826,437	36,028,058
New Zealand	156,451	460,118	616,569	67,511
Norway	24,189,642	—	24,189,642	17,693,473
Peru	—	—	—	17,265,546
Poland	—	—	—	1,487,627
Philippines	(23,518,207)	—	(23,518,207)	—
Singapore	—	—	—	(25,698,111)
Sweden	23,169,852	(1)	23,169,851	56,467,215
United States of America	22,826,714	8,064,378	30,891,092	(20,296,095)
Total	25,531,079	16,341,241	41,872,320	(32,420,007)

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade	1,858,516	78.73	66.49
Below investment	303,209	12.84	15.09
Unrated securities	49,317	2.09	11.41
Other Assets	22,073	0.94	4.31
Portfolio of investments	2,233,115	94.60	97.30
Net current assets	127,470	5.40	2.70
Total Net Assets	2,360,585	100.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Notes to the Financial Statements

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15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	3,108,837	—	—	—	—
Collective investment schemes	213,197	54	0.03	—	—
Total purchases	3,322,034	54		—	
Total purchases including transaction costs	3,322,088				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	2,554,600	—	—	—	—
Collective investment schemes	246,590	74	0.03	—	—
Total sales	2,801,190	74		—	
Total sales net of transaction costs	2,801,116				

Derivative transaction costs	38	—
Total transaction costs	166	—
Total transaction costs as a % of average net assets	0.01%	0.00%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	2,131,577	—	—	—	—
Collective investment schemes	211,341	63	0.03	—	—
Total purchases	2,342,918	63		—	
Total purchases including transaction costs	2,342,981				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	39	—	—	—	—
Debt instruments (direct)	2,065,549	—	—	—	—
Collective investment schemes	170,477	51	0.03	—	—
Total sales	2,236,065	51		—	
Total sales net of transaction costs	2,236,014				

Derivative transaction costs	28	—
Total transaction costs	142	—
Total transaction costs as a % of average net assets	0.01%	0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.22% (30/06/17: 0.30%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £290,825,290 of investments were subject to stock lending agreements and on behalf of the Sub-fund £315,739,702 was held in collateral. The collateral is held 49.22% in debt securities and 50.78% in equity securities.

As at 30 June 2017, £135,626,052 of investments were subject to stock lending agreements and on behalf of the Sub-fund £146,336,586 was held in collateral. The collateral is held 62.22% in debt securities and 37.78% in equity securities.

The gross earnings and the fees for the year are £855,014 (30/06/17: £439,095) and £171,003 (30/06/17: £87,819) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
BNP Paribas	925,106	962,796
Citigroup Global Markets Limited	111,645,971	120,043,745
Credit Suisse Securities (Europe) Limited	149,120,799	163,921,323
Goldman Sachs International	6,317,324	6,634,051
HSBC Bank PLC	1,054,456	1,159,903
Morgan Stanley & Co. International PLC	9,243,453	10,229,808
Nomura International PLC	172,492	176,358
Societe Generale	12,345,689	12,611,718

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Fund

Notes to the Financial Statements

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18 Shareholder's funds

The Sub-fund currently has fourteen share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.75%	0.08%
B Shares (Income)	0.75%	0.08%
Exempt Shares 2 (Accumulation)	0.40%	0.03%
Exempt Shares 2 (Income)	0.40%	0.03%
Institutional Income Shares	0.75%	0.03%
Institutional W Shares (Accumulation)	0.625%	0.03%
Institutional W Shares (Income)	0.625%	0.03%
Sterling Income Shares	1.25%	0.10%
U Shares (Accumulation)	0.50%	0.03%
U Shares (Income)	0.50%	0.03%
X Shares (Accumulation)	0.00%	0.03%
X Shares (Income)	0.00%	0.03%
X Shares 1 (Accumulation)	0.00%	0.03%
X Shares 1 (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	204,058	108,148	(50,432)	—	261,774
B Shares (Income)	146,939	49,857	(81,266)	44,150	159,680
Exempt Shares 2 (Accumulation)	159,270,013	53,605,721	(8,001,559)	—	204,874,175
Exempt Shares 2 (Income)	152,667,096	56,848,666	(6,671,983)	8,686	202,852,465
Institutional Income Shares	5,805,144	390,999	(1,845,969)	(30,774)	4,319,400
Institutional W Shares (Accumulation)	84,633,183	53,165,747	(10,836,854)	815,618	127,777,694
Institutional W Shares (Income)	266,757,773	87,335,294	(77,818,201)	(923,673)	275,351,193
Sterling Income Shares	170,442,780	5,433,445	(29,690,295)	(41,219)	146,144,711
U Shares (Accumulation)	4,647,138	356,741	(456,855)	7,176	4,554,200
U Shares (Income)	94,270,414	15,550,579	(22,362,818)	10,298	87,468,473
X Shares (Accumulation)	105,972,719	50,047,151	(4,012,937)	—	152,006,933
X Shares (Income)	198,433,690	336,781,852	(19,044,983)	—	516,170,559
X Shares 1 (Accumulation)	176,627,871	31,934,669	(38,464,667)	—	170,097,873
X Shares 1 (Income)	40,970,074	—	(10,952,529)	—	30,017,545

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Global Dynamic Bond Income Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser: Newton Investment Management Limited
Fund Size: £87.20m
Sector: The Investment Association £ Strategic Bond

Yield as at 30 June 2018:

Exempt Shares 2 (Income)	3.41%
F Shares (Accumulation)	3.41%
F Shares (Income)	3.41%
Institutional W Shares (Income)	3.41%
Sterling Income Shares	3.41%
X Shares (Income)	3.41%

Key Dates: Fund Launch 9 May 2016

Investment Objective

To provide income from a global portfolio of fixed interest securities.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
Exempt Shares 2 (Income)*	-0.63%	4.27%	n/a
F Shares (Accumulation)*	-0.83%	n/a	n/a
F Shares (Income)*	-0.84%	n/a	n/a
Institutional W Shares (Income)*	-0.96%	3.49%	n/a
Sterling Income Shares*	-1.65%	2.78%	n/a
X Shares (Income)*	-0.25%	4.69%	n/a

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 330 to 332.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income Share Class of the Sub-fund returned -1.65%.

Bond markets remained unsettled with higher interest rates more visible, as the US Federal Reserve (Fed) raised interest rates on several occasions and the European Central Bank (ECB) set a date for the final abandonment of its monthly bond-purchasing scheme. Rising oil prices and low unemployment in the US encouraged the notion that there were risks to rising *inflation*.

The Sub-fund performed well in the first half of the period, achieving a positive return but fell back in the second half as conditions in bond markets became less favourable. In the first half, lower-rated corporate bonds and higher *yield* issues generally outperformed with *spreads* tightening over the period. Debt issued by emerging market governments and corporate bonds were also strong on the back of improving economic momentum.

However, the favourable environment changed into 2018. Bond market weakness affected performance although the Sub-fund's focus on *shorter-maturity* (and therefore *shorter-duration*) bonds served to lessen the effect of this. A spike in *volatility* in February also impacted the Sub-fund's *high yield* bond exposure.

Local currency emerging market government bonds weighed on performance, as *yields* rose and currencies came under pressure. Ecuador and Brazil hard currency emerging market bonds also incurred losses as *spreads* widened. The Sub-fund also realised a small loss on selling Russian government bonds in April, fearing further sanctions after the poisoning incident in Salisbury.

Government bonds ultimately made a positive contribution. Certain *investment grade* corporate bonds delivered positive returns.

In terms of activity, the Sub-fund participated in a variety of new corporate bond issues: NMG (automotive manufacturer holding company), Investec (asset manager), Light Servicos (Brazilian utility) and Nexi Capital (Italian technology firm), among others.

Among major sales, the manager disposed of AA (British motoring association) *subordinated debt* after a profit warning. Holdings in Deutsche Telekom, Bertelsmann and Centrica on *credit-risk* grounds were also sold.

Longer-dated emerging market exposure (for instance Mexico, Brazil and Peru) was reduced while holdings in Russia were sold.

In terms of currency, Mexican peso exposure was reduced amid rising NAFTA risks, while profits were taken on the Sub-fund's Malaysian ringgit position over the period.

Although *credit spreads* continued to widen in the last quarter, especially in emerging markets, the manager still favours caution. Trade tensions continue to escalate and underlying market *volatility* has increased. In addition, further interest rate rises are likely in the US, while the ECB is gradually abandoning its bond-purchasing scheme. Therefore, government bond *yields* generally remain under upward pressure. This offers the prospect for reinvestment at higher *yields* (and the potential for higher returns) in the medium term. In the short term, however, the manager's focus will be on seeking to preserve capital, alongside generating sustainable income, rather than taking too much *credit* or *duration* risk in the hunt for *yield*.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
US Treasury 2.375% Notes 15/1/2025	SPDR Barclays Emerging Markets Local Bond UCITS ETF
US Treasury 3.5% Notes 15/5/2020	iShares JPMorgan \$ Emerging Markets Bond UCITS ETF
US Treasury 1.625% Notes 15/8/2022	US Treasury 1.625% Notes 15/8/2022
Canada Housing Trust No 1 2% Bonds 15/12/2019	US Treasury 3.5% Notes 15/5/2020
US Treasury 1.5% Note 15/8/2026	US Treasury 2.375% Notes 15/1/2025
iShares JPMorgan \$ Emerging Markets Bond UCITS ETF	Mexico 5.75% 5/3/2026
Queensland Treasury 2.75% Bonds 20/8/2027	Queensland Treasury 2.75% Bonds 20/8/2027
SPDR Barclays Emerging Markets Local Bond UCITS ETF	Mexico (Government) 8% Bonds 7/11/2047
US Treasury 0.125% Index Linked Notes 15/4/2020	US Treasury 2% 15/2/2025
US Treasury 2.25% Bonds 15/11/2027	KfW 1% Medium Term Notes 7/9/2018

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Statistics

for the year ended 30 June 2018

Comparative tables

Exempt Shares 2 (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	101.48	100.76	100.00
Return before operating charges*	(0.14)	4.54	1.28
Operating charges	(0.46)	(0.47)	(0.07)
Return after operating charges	(0.60)	4.07	1.21
Distributions	(3.38)	(3.35)	(0.45)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	97.50	101.48	100.76
*After direct transaction costs of	(0.01)	(0.01)	0.00
Performance			
Return after charges	(0.59%)	4.04%	1.21%
Other information			
Closing net asset value (£)	4,276,488	4,246,490	2,807,272
Closing number of shares	4,386,123	4,184,456	2,786,000
Operating charges**	0.46%	0.46%	0.46%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	102.31	103.36	101.14
Lowest share price	97.72	100.40	99.74

F Shares (Accumulation)	30/06/2018 (pence)	30/06/2017**** (pence)
Change in net assets per share		
Opening net asset value per share	101.33	100.00
Return before operating charges*	(0.17)	1.95
Operating charges	(0.66)	(0.41)
Return after operating charges	(0.83)	1.54
Distributions	(3.41)	(2.12)
Retained distributions on accumulation shares	3.41	1.91
Closing net asset value per share	100.50	101.33
*After direct transaction costs of	(0.01)	0.00
Performance		
Return after charges	(0.82%)	1.54%
Other information		
Closing net asset value (£)	5,975,591	398,888
Closing number of shares	5,946,134	393,638
Operating charges**	0.65%	0.63%
Direct transaction costs*	0.01%	0.01%
Prices		
Highest share price	102.66	102.21
Lowest share price	100.34	98.67

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months' history may be annualised.

***Share class launched on 9 May 2016.

****Share class launched on 7 November 2016.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Statistics

(continued)

Comparative tables (continued)

F Shares (Income)	30/06/2018 (pence)	30/06/2017**** (pence)
Change in net assets per share		
Opening net asset value per share	99.42	100.00
Return before operating charges*	(0.15)	1.94
Operating charges	(0.65)	(0.42)
Return after operating charges	(0.80)	1.52
Distributions	(3.29)	(2.10)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	95.33	99.42
*After direct transaction costs of	(0.01)	0.00
Performance		
Return after charges	(0.80%)	1.52%
Other information		
Closing net asset value (£)	34,925,273	5,402,989
Closing number of shares	36,634,379	5,434,551
Operating charges**	0.66%	0.64%
Direct transaction costs*	0.01%	0.01%
Prices		
Highest share price	100.18	100.54
Lowest share price	95.55	98.50

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	101.08	100.66	100.00
Return before operating charges*	(0.15)	4.57	1.26
Operating charges	(0.78)	(0.80)	(0.15)
Return after operating charges	(0.93)	3.77	1.11
Distributions	(3.35)	(3.35)	(0.45)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	96.80	101.08	100.66
*After direct transaction costs of	(0.01)	(0.01)	—
Performance			
Return after charges	(0.92%)	3.75%	1.11%
Other information			
Closing net asset value (£)	13,538,122	2,050,883	5,038
Closing number of shares	13,985,484	2,029,031	5,005
Operating charges**	0.78%	0.79%	1.08%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	101.83	103.15	100.98
Lowest share price	97.03	100.21	99.71

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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***Share class launched on 9 May 2016.

****Share class launched on 7 November 2016.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	100.28	100.58	100.00
Return before operating charges*	(0.13)	4.53	1.28
Operating charges	(1.46)	(1.49)	(0.25)
Return after operating charges	(1.59)	3.04	1.03
Distributions	(3.30)	(3.34)	(0.45)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	95.39	100.28	100.58
*After direct transaction costs of	(0.01)	(0.01)	0.00
Performance			
Return after charges	(1.59%)	3.02%	1.03%
Other information			
Closing net asset value (£)	116,499	101,176	5,034
Closing number of shares	122,132	100,890	5,005
Operating charges**	1.48%	1.47%	1.76%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	100.91	102.96	100.89
Lowest share price	95.65	99.81	99.69

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	101.95	100.82	100.00
Return before operating charges*	(0.16)	4.55	1.28
Operating charges	(0.06)	(0.06)	(0.01)
Return after operating charges	(0.22)	4.49	1.27
Distributions	(3.40)	(3.36)	(0.45)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	98.33	101.95	100.82
*After direct transaction costs of	(0.01)	(0.01)	0.00
Performance			
Return after charges	(0.22%)	4.45%	1.27%
Other information			
Closing net asset value (£)	28,372,271	36,379,977	20,991,116
Closing number of shares	28,854,526	35,684,740	20,820,151
Operating charges**	0.06%	0.06%	0.06%
Direct transaction costs*	0.01%	0.01%	0.00%
Prices			
Highest share price	102.85	103.48	101.20
Lowest share price	98.52	100.64	99.75

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share classes launched on 9 May 2016.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 2.60% (1.64%)			
Treasury 2% Notes 22/7/2020	£1,200,000	1,230,570	1.41
Treasury 4.25% Stock 7/12/2027	£820,000	1,035,525	1.19
Overseas Government Bonds 38.30% (38.16%)			
Bahrain (Government) 5.5% Bonds 31/3/2020	USD230,000	171,814	0.20
Bank of England Euro Note 2.5% European Medium Term Notes 5/3/2021	USD639,000	480,287	0.55
Brazil (Republic) 0% Bonds 1/7/2021	BRL2,000,000	298,147	0.34
Brazil (Republic) 10% Bonds 1/1/2025	BRL1,000,000	186,141	0.21
Brazil (Republic) 4.625% Bonds 13/1/2028	USD1,010,000	690,418	0.79
Caisse 1.25% European Medium Term Notes 17/5/2019	USD600,000	449,140	0.52
Canada Housing Trust No 1 2% Bonds 15/12/2019	CAD3,060,000	1,763,372	2.02
City of Toronto Canada 4.5% Bonds 2/12/2019	CAD1,660,000	987,436	1.13
Czech Republic 4.7% Government Bonds 12/9/2022	CZK21,460,000	825,357	0.95
Dominican Republic 8.9% International Bonds 15/2/2023	DOP22,000,000	347,225	0.40
Ecuador (Government) 10.5% International Bonds 24/3/2020	USD400,000	309,790	0.36
Ecuador (Government) 8.875% Bonds 23/10/2027	USD200,000	134,747	0.15
El Salvador (Government) 7.375% International Bonds 1/12/2019	USD280,000	217,118	0.25
Ethiopia (Government) 6.625% Medium Term Notes 11/12/2024	USD310,000	228,934	0.26
Export-Import Bank of Korea 1.34067% Floating Rate Bonds 21/10/2019	USD400,000	302,624	0.35
Export-Import Bank of Korea 2.03122% Floating Rate Bonds 25/1/2022	USD344,000	261,268	0.30
Fiji (Government) 6.625% International Bonds 2/10/2020	USD420,000	318,090	0.37
France (Government) 3.25% Bonds 25/5/2045	EUR365,000	453,360	0.52
Guatemala (Government) 5.75% Bonds 6/6/2022	USD290,000	227,585	0.26
Indonesia Treasury Bond 8.25% Bonds 15/5/2036	IDR12,240,000,000	638,875	0.73
Instituto de Credito Oficial 1.625% Bonds 14/9/2018	USD460,000	347,608	0.40
Italy (Government) 0.35% Bonds 15/6/2020	EUR890,000	781,411	0.90
Italy (Republic) 3.75% Bonds 1/3/2021	EUR420,000	397,925	0.46
Kommunekredit 1.625% European Medium Term Notes 1/6/2021	USD470,000	343,736	0.39
Kommuninvest I Sverige 1.125% European Medium Term Notes 9/10/2018	USD430,000	324,475	0.37
Kuwait (Government) 2.75% International Bonds 20/3/2022	USD1,400,000	1,034,012	1.19
Malaysia (Government) 3.844% Bonds 15/4/2033	MYR590,000	100,108	0.12
Malaysia (Government) 4.059% Bonds 30/9/2024	MYR5,994,000	1,118,013	1.28
Mexico (Government) 7.5% Bonds 3/6/2027	MXN11,480,000	439,709	0.50
Mexico (Government) 8% Bonds 7/11/2047	MXN10,150,000	404,874	0.46
Mongolia (Government) 5.625% Bonds 1/5/2023	USD600,000	429,464	0.49
National Highways Authority of India 7.3% Bonds 18/5/2022	INR20,000,000	219,021	0.25
New Zealand (Government) 4.5% Bonds 15/4/2027	NZD2,020,000	1,111,442	1.27
Province of British Columbia Canada 0.875% European Medium Term Notes 8/10/2025	EUR660,000	598,958	0.69
Province of British Columbia Canada 2.25% Bonds 2/6/2026	USD420,000	296,998	0.34
Queensland Treasury 2.75% Bonds 20/8/2027	AUD1,162,000	634,298	0.73
Sri Lanka (Government) 6% International Bonds 14/1/2019	USD610,000	463,766	0.53
Treasury of Victoria 4.25% Bonds 20/12/2032	AUD992,000	624,196	0.72
US Treasury 0.125% Index Linked Notes 15/4/2020	USD1,840,000	1,474,720	1.69
US Treasury 1.5% Note 15/8/2026	USD2,520,000	1,722,330	1.98
US Treasury 1.5% Notes 31/1/2019	USD1,000,000	754,296	0.86
US Treasury 1.625% Notes 15/8/2022	USD2,135,000	1,548,390	1.78
US Treasury 2.125% Notes 15/2/2041	USD840,000	921,543	1.06
US Treasury 2.25% Bonds 15/11/2027	USD2,000,000	1,438,411	1.65
US Treasury 2.375% Notes 15/1/2025	USD2,395,000	2,671,960	3.06
US Treasury 2.875% Notes 15/5/2043	USD2,200,000	1,633,805	1.87
US Treasury 3% Bonds 15/11/2045	USD970,000	736,087	0.84
US Treasury 3.5% Notes 15/5/2020	USD840,000	647,303	0.74
Vietnam (Republic) 6.75% European Dollar Bonds 29/1/2020	USD1,130,000	886,891	1.02
Sterling Denominated Corporate Bonds 18.56% (22.01%)			
AA Bond 2.75% Bonds 31/7/2043	£142,000	135,248	0.16
Anglian Water 1.625% Bonds 10/8/2025	£360,000	348,919	0.40
Anheuser-Busch InBev 2.25% European Medium Term Notes 24/5/2029	£280,000	267,700	0.31
Arqiva Broadcast Finance 9.5% Guaranteed Senior European Medium Term Notes 31/3/2020	£233,000	241,225	0.28
Bank of Ireland 3.125% European Medium Term Notes 19/9/2027	£246,000	238,278	0.27

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sterling Denominated Corporate Bonds (continued)			
Bunzl Finance 2.25% Bonds 11/6/2025	£330,000	323,515	0.37
Bupa Finance 6.125% Guaranteed Perpetual Floating Rate Bonds	£350,000	370,679	0.42
Close Brothers Finance 2.75% European Medium Term Notes 19/10/2026	£310,000	310,118	0.36
Close Brothers Finance 3.875% European Medium Term Notes 27/6/2021	£150,000	158,640	0.18
Coca-Cola European Partners 1.125% Bonds 26/5/2024	£250,000	225,282	0.26
Coventry Building Society 2.5% Senior Notes 18/11/2020	£490,000	457,733	0.52
Coventry Building Society 6.375% Perpetual Subordinated Floating Rate Notes	£242,000	246,789	0.28
CPUK Finance 2.666% European Medium Term Notes 28/2/2042	£420,000	426,645	0.49
CPUK Finance 4.25% Bonds 28/8/2022	£200,000	200,928	0.23
CYBG 3.125% Bonds 22/6/2025	£650,000	641,985	0.74
Drax Finco 4.25% Bonds 1/5/2022	£230,000	231,028	0.26
Ei 6.375% Bonds 15/2/2022	£213,000	221,356	0.25
Électricité de France 6% Perpetual Subordinated Floating Rate Bonds	£200,000	203,150	0.23
European Investment Bank 0.8105% Floating Rate European Medium Term Notes 17/2/2020	£1,140,000	1,145,461	1.31
FirstGroup 6.125% Guaranteed Bonds 18/1/2019	£440,000	451,035	0.52
Heathrow Finance 3.875% Bonds 1/3/2027	£135,000	128,451	0.15
Hiscox 2% Bonds 14/12/2022	£130,000	130,040	0.15
HSBC 5.375% Guaranteed Subordinated Floating Rate European Medium Term Bonds 4/11/2030	£370,000	425,039	0.49
Iceland Bondco 4.625% Bonds 15/3/2025	£200,000	180,042	0.21
Inter-American Development Bank 5.25% Guaranteed European Medium Term Bonds 7/6/2021	£500,000	560,618	0.64
Investec 6.75% Perpetual European Medium Term Notes	£400,000	399,720	0.46
Iron Mountain 3.875% European Medium Term Notes 15/11/2025	£325,000	306,868	0.35
Jerrold Finco 6.125% Bonds 15/1/2024	£260,000	260,364	0.30
John Lewis 8.375% Bonds 8/4/2019	£400,000	420,692	0.48
Lloyds Bank 13% European Medium Term Notes 29/1/2049	£72,000	84,926	0.10
Lloyds Banking 7% Perpetual Subordinate Bonds	£442,000	450,093	0.52
London & Quadrant Housing Trust 2.625% Bonds 5/5/2026	£221,000	224,271	0.26
Luxembourg (Government) 7.625% Bonds 15/1/2024	£220,000	227,546	0.26
Matalan Finance 6.75% Bonds 31/1/2023	£230,000	210,128	0.24
Mitchells & Butlers Finance 6.013% Guaranteed Asset Backed Bonds 15/12/2030	£270,813	312,791	0.36
Motability Operations 1.625% European Medium Term Notes 9/6/2023	£450,000	419,341	0.48
National Grid Gas Finance 1.125% European Medium Term Notes 22/9/2021	£500,000	493,480	0.57
Nationwide Building Society 6.75% Guaranteed Subordinated European Medium Term Bonds 22/7/2020	£90,000	89,872	0.10
Nationwide Building Society 6.875% Perpetual Subordinated Floating Rate European Medium Term Notes	£434,000	442,880	0.51
NatWest Markets 7.5% Perpetual Bonds	£242,000	186,873	0.21
Orsted 4.875% Guaranteed Senior European Medium Term Bonds 12/1/2032	£188,000	228,838	0.26
Prudential 11.375% Guaranteed Subordinated Floating Rate European Medium Term Bonds 29/5/2039	£200,000	217,076	0.25
Prudential 5.875% Guaranteed Senior Bonds 11/5/2029	£300,000	390,601	0.45
Saga 3.375% Bonds 12/5/2024	£299,000	283,563	0.33
Santander UK 9.625% European Medium Term Notes 30/10/2023	£228,000	234,042	0.27
Skipton Building Society 1.01053% Floating Rate European Medium Term Notes 2/5/2023	£222,000	222,213	0.25
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£187,811	217,667	0.25
TP ICAP 5.25% Bonds 26/1/2024	£400,000	410,332	0.47
Tritax Big Box REIT 2.625% European Medium Term Notes 14/12/2026	£124,000	123,204	0.14
UBS AG/London 1.25% European Medium Term Notes 10/12/2020	£204,000	203,082	0.23
UNITE USAF II 3.374% Senior Bonds 30/6/2028	£230,000	245,315	0.28
Unite Usaf II 3.921% Bonds 30/6/2030	£100,000	110,877	0.13
Virgin Media Receivables Financing Notes I DAC 5.5% Bonds 15/9/2024	£225,000	221,287	0.25
Virgin Media Secured Finance 6.25% Guaranteed Senior Notes 28/3/2029	£125,000	130,381	0.15
Wagamama Finance 4.125% Bonds 1/7/2022	£150,000	144,801	0.17

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds 37.83% (30.73%)			
Allied Irish Banks 4.125% European Medium Term Notes 26/11/2025	EUR397,000	367,856	0.42
AnaCap Financial Europe SA SICAV-RAIF 5% Floating Rate European Medium Term Notes 1/8/2024	EUR472,000	380,806	0.44
Anglo American Capital 5.75% Medium Term Notes 27/11/2018	AUD200,000	113,182	0.13
Antero Resources 5.625% Bonds 1/6/2023	USD429,000	329,000	0.38
Aquarius Plus 8.25% Perpetual European Medium Term Notes	USD440,000	334,103	0.38
Asian Development Bank 2.35063% Floating Rate Bonds 15/12/2021	USD850,000	642,162	0.74
Banco Bilbao Vizcaya Argentaria 5.875% Perpetual Bonds	EUR800,000	724,015	0.83
Banco Santander 5.25% Perpetual Bonds	EUR600,000	523,760	0.60
Banglalink Digital Communications 8.625% Senior Bonds 6/5/2019	USD390,000	299,091	0.34
Belden 2.875% Bonds 15/9/2025	EUR183,000	157,253	0.18
Best Buy 5.5% Bonds 15/3/2021	USD470,000	373,181	0.43
BWAY Holding 4.75% Senior Notes 15/4/2024	EUR272,000	240,738	0.28
CCO Capital 5.5% Bonds 1/5/2026	USD180,000	132,207	0.15
CCO Holdings 5.75% Senior Notes 15/1/2024	USD267,000	202,740	0.23
Cemex Finance 6% Bonds 1/4/2024	USD615,000	471,644	0.54
Citigroup 5.5% Bonds 13/9/2025	USD600,000	482,500	0.55
Commonwealth Bank of Australia 2.125% Bonds 22/7/2020	USD450,000	334,622	0.38
Danske Bank 3.875% Subordinated Floating Rate Notes 4/10/2023	EUR242,000	216,014	0.25
DEMIRE Deutsche Mittelstand Real Estate 2.875% Bonds 15/7/2022	EUR512,000	456,605	0.52
Deutsche Annington 1.5% Bonds 31/3/2025	EUR470,000	418,414	0.48
Deutsche Telekom International Finance 1.73844% Floating Rate Bonds 17/1/2020	USD150,000	114,043	0.13
DKT Finance ApS 7% Bonds 17/6/2023	EUR108,000	96,668	0.11
DNB Boligkreditt AS 2.5% Bonds 28/3/2022	USD660,000	487,333	0.56
Dollar General 4.15% Bonds 1/11/2025	USD439,000	332,706	0.38
Eagle Intermediate Global 5.375% Bonds 1/5/2023	EUR136,000	119,234	0.14
Eagle Intermediate Global 7.5% Bonds 1/5/2025	USD211,000	159,618	0.18
eBay 1.64956% Floating Rate Bonds 1/8/2019	USD367,000	278,542	0.32
ECL Finance 9.05% European Medium Term Notes 28/12/2019	INR22,000,000	242,453	0.28
ENEL Finance International 2.75% Guaranteed Senior Notes 6/4/2023	USD735,000	518,075	0.59
Enviva Partners Finance 8.5% Bonds 1/11/2021	USD290,000	228,442	0.26
Equinix 2.875% Bonds 1/2/2026	EUR250,000	208,932	0.24
European Bank for Reconstruction & Development 1.28944% Floating Rate Bonds 23/3/2020	USD470,000	355,793	0.41
European Bank for Reconstruction & Development 2.75% Bonds 7/3/2023	USD500,000	375,667	0.43
First Data 5.375% Bonds 15/8/2023	USD405,000	309,598	0.36
FMS Wertmanagement 1.03706% Floating Rate European Medium Term Notes 27/11/2019	USD600,000	455,014	0.52
FMS Wertmanagement 2.75% Bonds 6/3/2023	USD1,400,000	1,051,795	1.21
Four Finance 10.75% Bonds 1/5/2022	USD400,000	303,730	0.35
GE Capital 6.44% Guaranteed Senior European Medium Term Bonds 15/11/2022	USD140,437	153,646	0.18
Georgian Railway 7.75% Bonds 11/7/2022	USD600,000	476,614	0.55
GMR Hyderabad International Airport 4.25% Bonds 27/10/2027	USD583,000	370,474	0.42
HCA 6.5% Bonds 15/2/2020	USD410,000	322,387	0.37
Hella Finance International BV 1% Bonds 17/5/2024	EUR445,000	397,661	0.46
Housing Development Finance 7.875% European Medium Term Notes 21/8/2019	INR30,000,000	333,447	0.38
International Bank for Reconstruction & Development 1.18206% Floating Rate Bonds 11/2/2021	USD460,000	350,652	0.40
InterXion 4.75% Bonds 15/6/2025	EUR299,000	265,140	0.30
Israel Electric 4.25% Bonds 14/8/2028	USD450,000	327,776	0.38
JAB 1.25% Bonds 22/5/2024	EUR300,000	265,459	0.30
JBS Investments 7.25% Notes 3/4/2024	USD450,000	330,122	0.38
JPMorgan Chase 3.56378% Floating Rate Bonds 29/10/2020	USD547,000	422,261	0.48
JPMorgan Chase Bank NA 2.605% Floating Rate Bonds 13/2/2020	USD800,000	605,788	0.69
KCA Deutag UK Finance 7.25% Guaranteed Senior Notes 15/5/2021	USD200,000	146,563	0.17
KFC 5% Bonds 1/6/2024	USD250,000	186,934	0.21
Kreditanstalt fuer Wiederaufbau 1.5% Bonds 20/4/2020	USD1,150,000	852,914	0.98
Light Servicos de Eletricidade 7.25% Bonds 3/5/2023	USD400,000	285,173	0.33

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds (continued)			
Microsoft 2% Bonds 8/8/2023	USD450,000	321,739	0.37
Neptune Energy Bondco 6.625% Bonds 15/5/2025	USD469,000	345,911	0.40
New York Life Global Funding 1.7% European Medium Term Notes 14/9/2021	USD595,000	428,945	0.49
Nexi Capital 4.125% Bonds 1/11/2023	EUR334,000	290,254	0.33
Nordic Investment Bank 1.25% Bonds 2/8/2021	USD440,000	317,683	0.36
Nova Austral 8.25% Bonds 26/5/2021	USD150,000	107,350	0.12
Numericable 6% Senior Secured Notes 15/5/2022	USD440,000	334,453	0.38
Oesterreichische Kontrollbank 2.35063% Floating Rate European Medium Term Notes 15/9/2020	USD1,000,000	757,432	0.87
Orange 4% Perpetual European Medium Term Notes	EUR215,000	204,385	0.23
Packaging of America 3.4% Bonds 15/12/2027	USD314,000	224,315	0.26
Pepsi 2% Bonds 15/4/2021	USD166,000	122,585	0.14
Petrobras Global Finance 6.875% Bonds 20/1/2040	USD235,000	160,998	0.18
Petrobras Global Finance 7.375% Bonds 17/1/2027	USD175,000	132,385	0.15
Post 5.5% Bonds 1/3/2025	USD396,000	292,820	0.34
Pro 3% Bonds 31/3/2026	EUR330,000	283,311	0.33
Pro-Gest 3.25% Bonds 15/12/2024	EUR275,000	230,482	0.26
PSPC Escrow 6% Senior Bonds 1/2/2023	EUR232,000	213,489	0.25
Quintiles IMS 3.25% Bonds 15/3/2025	EUR181,000	155,395	0.18
Range Resources 5% Bonds 15/3/2023	USD556,000	407,446	0.47
Rede D'or Finance Sarl 4.95% Bonds 17/1/2028	USD520,000	351,032	0.40
Roadster Finance Designated Activity 1.625% European Medium Term Notes 9/12/2024	EUR100,000	86,635	0.10
Royal Bank of Canada 1.875% Bonds 5/2/2020	USD800,000	596,402	0.68
RWT 5.625% Bonds 15/11/2019	USD288,000	220,406	0.25
Sable International Finance 6.875% Bonds 1/8/2022	USD600,000	467,957	0.54
Selp Finance 1.25% Bonds 25/10/2023	EUR430,000	380,142	0.44
Shell International Finance 1.9% Bonds 10/8/2018	USD364,000	275,566	0.32
Sigma Alimentos 4.125% Bonds 2/5/2026	USD400,000	284,037	0.33
Silgan s 3.25% Bonds 15/3/2025	EUR252,000	225,315	0.26
Silverback Finance 3.1261% Bonds 25/2/2037	EUR344,362	313,279	0.36
Société Générale 6.75% Perpetual Subordinated Floating Rate Notes	EUR395,000	372,661	0.43
SoftBank 6% Perpetual Bonds	USD222,000	146,631	0.17
SpareBank 1 Boligkreditt AS 1.75% Bonds 15/11/2019	USD500,000	372,821	0.43
Spectrum Brands 4% Bonds 1/10/2026	EUR200,000	172,609	0.20
Spectrum Brands 6.625% Bonds 15/11/2022	USD164,000	128,256	0.15
Sprint 7.875% Senior Notes 15/9/2023	USD249,000	195,555	0.22
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	USD150,000	121,568	0.14
Stadshypo 1.875% Fixed Rate Convertible Bonds 2/10/2019	USD500,000	374,245	0.43
Stadshypotek 2.5% Bonds 5/4/2022	USD460,000	340,081	0.39
Stedin 0.875% European Medium Term Notes 24/10/2025	EUR140,000	124,033	0.14
Summit Germany 2% Bonds 31/1/2025	EUR149,000	126,065	0.14
Telecom Italia 5.303% Bonds 30/5/2024	USD350,000	261,456	0.30
Telefonica Europe 4.2% Variable Rate Subordinated Perpetual Bonds	EUR200,000	182,304	0.21
Teva Pharmaceutical Finance Netherlands II 1.125% Bonds 15/10/2024	EUR275,000	205,534	0.24
Teva Pharmaceutical Finance Netherlands III BV 2.2% Bonds 21/7/2021	USD200,000	140,509	0.16
T-Mobile USA 6% Bonds 1/3/2023	USD325,000	254,289	0.29
T-Mobile USA 6% Bonds 15/4/2024	USD293,000	229,695	0.26
UBS 4.75% Floating Rate European Medium Term Notes 12/2/2026	EUR460,000	437,117	0.50
UBS 7.125% Perpetual Bonds	USD400,000	310,943	0.36
Unitymedia Hessen 6.25% Guaranteed Senior Notes 15/1/2029	EUR237,600	235,280	0.27
US Bank NA/Cincinnati OH 2.68167% Floating Rate Bonds 26/4/2021	USD392,000	296,972	0.34
Verizon Communications 2.25033% Floating Rate Bonds 16/3/2022	USD300,000	230,836	0.27
Volkswagen International Finance 1.125% Bonds 2/10/2023	EUR300,000	264,740	0.30
Non-Equity Investment Instruments 0.94% (5.74%)			
iShares JPMorgan \$ Emerging Markets Bond UCITS ETF	10,255	818,349	0.94
Derivatives -0.56% (0.39%)			
Futures -0.04% (0.08%)			
Euro-Bund Future Expires September 2018	(24)	(32,442)	(0.04)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Options 0.01% (0.08%)			
US August 2018 117 (Put Options)	365	12,959	0.01
AUD Forward Foreign Currency Contracts 0.05% (-0.12%)			
Forward Foreign Currency Contracts 14/9/2018	AUD1,818,000	1,014,258	1.17
Forward Foreign Currency Contracts 14/9/2018	£(1,011,978)	(1,011,978)	(1.16)
Forward Foreign Currency Contracts 14/9/2018	AUD(4,265,864)	(2,379,916)	(2.73)
Forward Foreign Currency Contracts 14/9/2018	£2,417,060	2,417,060	2.77
CAD Forward Foreign Currency Contracts -0.01% (0.02%)			
Forward Foreign Currency Contracts 14/9/2018	CAD280,753	161,320	0.18
Forward Foreign Currency Contracts 14/9/2018	£(159,282)	(159,282)	(0.18)
Forward Foreign Currency Contracts 14/9/2018	CAD(5,084,558)	(2,921,576)	(3.35)
Forward Foreign Currency Contracts 14/9/2018	£2,922,001	2,922,001	3.35
Forward Foreign Currency Contracts 14/9/2018	CAD(1,519,000)	(872,814)	(1.00)
Forward Foreign Currency Contracts 14/9/2018	£864,606	864,606	0.99
CHF Forward Foreign Currency Contracts 0.00% (0.00%)			
Forward Foreign Currency Contracts 14/9/2018	CHF1,142,810	874,445	1.00
Forward Foreign Currency Contracts 14/9/2018	£(871,331)	(871,331)	(1.00)
CNY Forward Foreign Currency Contracts -0.01% (0.01%)			
Forward Foreign Currency Contracts 14/9/2018	CNY3,111,000	353,003	0.41
Forward Foreign Currency Contracts 14/9/2018	USD(483,337)	(364,879)	(0.42)
CZK Forward Foreign Currency Contracts 0.00% (0.01%)			
Forward Foreign Currency Contracts 14/9/2018	CZK9,879,879	335,888	0.39
Forward Foreign Currency Contracts 14/9/2018	£(338,627)	(338,627)	(0.39)
Forward Foreign Currency Contracts 14/9/2018	CZK(5,135,000)	(174,576)	(0.20)
Forward Foreign Currency Contracts 14/9/2018	£175,101	175,101	0.20
EUR Forward Foreign Currency Contracts -0.06% (-0.11%)			
Forward Foreign Currency Contracts 14/9/2018	EUR(310,795)	(275,481)	(0.32)
Forward Foreign Currency Contracts 14/9/2018	£274,514	274,515	0.32
Forward Foreign Currency Contracts 14/9/2018	EUR(18,077,424)	(16,023,385)	(18.37)
Forward Foreign Currency Contracts 14/9/2018	£15,971,211	15,971,211	18.31
Forward Foreign Currency Contracts 14/9/2018	EUR(298,000)	(264,140)	(0.30)
Forward Foreign Currency Contracts 14/9/2018	£264,204	264,204	0.30
INR Forward Foreign Currency Contracts -0.01% (0.00%)			
Forward Foreign Currency Contracts 14/9/2018	INR45,738,000	499,046	0.57
Forward Foreign Currency Contracts 14/9/2018	£(502,962)	(502,962)	(0.58)
JPY Forward Foreign Currency Contracts 0.01% (0.06%)			
Forward Foreign Currency Contracts 14/9/2018	JPY169,113,577	1,158,591	1.33
Forward Foreign Currency Contracts 14/9/2018	£(1,150,234)	(1,150,234)	(1.32)
Forward Foreign Currency Contracts 14/9/2018	JPY20,344,000	139,376	0.16
Forward Foreign Currency Contracts 14/9/2018	£(141,039)	(141,039)	(0.16)
MXN Forward Foreign Currency Contracts -0.01% (-0.04%)			
Forward Foreign Currency Contracts 14/9/2018	MXN(744,405)	(28,256)	(0.03)
Forward Foreign Currency Contracts 14/9/2018	£26,502	26,502	0.03
Forward Foreign Currency Contracts 14/9/2018	MXN(2,988,742)	(113,447)	(0.13)
Forward Foreign Currency Contracts 14/9/2018	£107,857	107,857	0.12
NZD Forward Foreign Currency Contracts 0.03% (-0.02%)			
Forward Foreign Currency Contracts 14/9/2018	NZD(2,127,409)	(1,087,412)	(1.25)
Forward Foreign Currency Contracts 14/9/2018	£1,116,068	1,116,068	1.28
SEK Forward Foreign Currency Contracts -0.02% (0.05%)			
Forward Foreign Currency Contracts 14/9/2018	SEK(8,855,653)	(751,565)	(0.86)
Forward Foreign Currency Contracts 14/9/2018	£754,786	754,786	0.87
Forward Foreign Currency Contracts 14/9/2018	SEK8,855,653	751,565	0.86
Forward Foreign Currency Contracts 14/9/2018	£(772,266)	(772,266)	(0.89)
USD Forward Foreign Currency Contracts -0.50% (0.37%)			
Forward Foreign Currency Contracts 14/9/2018	USD(1,022,582)	(771,963)	(0.89)
Forward Foreign Currency Contracts 14/9/2018	£763,451	763,451	0.88

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
USD Forward Foreign Currency Contracts (continued)			
Forward Foreign Currency Contracts 14/9/2018	USD(1,319,148)	(995,845)	(1.14)
Forward Foreign Currency Contracts 14/9/2018	£1,000,147	1,000,147	1.15
Forward Foreign Currency Contracts 14/9/2018	USD(341,205)	(257,581)	(0.30)
Forward Foreign Currency Contracts 14/9/2018	£256,366	256,366	0.29
Forward Foreign Currency Contracts 14/9/2018	USD(58,363,154)	(44,059,259)	(50.52)
Forward Foreign Currency Contracts 14/9/2018	£43,646,334	43,646,334	50.05
Forward Foreign Currency Contracts 14/9/2018	USD(177,816)	(134,236)	(0.15)
Forward Foreign Currency Contracts 14/9/2018	£133,546	133,546	0.15
Forward Foreign Currency Contracts 14/9/2018	USD2,004,000	1,512,851	1.73
Forward Foreign Currency Contracts 14/9/2018	£(1,511,431)	(1,511,431)	(1.73)
Forward Foreign Currency Contracts 14/9/2018	USD466,515	352,180	0.40
Forward Foreign Currency Contracts 14/9/2018	INR(31,908,000)	(348,147)	(0.40)
Forward Foreign Currency Contracts 14/9/2018	USD450,958	340,435	0.39
Forward Foreign Currency Contracts 14/9/2018	MXN(9,478,000)	(359,767)	(0.41)
Forward Foreign Currency Contracts 14/9/2018	USD635,701	479,901	0.55
Forward Foreign Currency Contracts 14/9/2018	PHP(34,209,000)	(480,702)	(0.55)
Portfolio of Investments*		85,174,880	97.67
Net current assets		2,029,364	2.33
Total Net Assets		87,204,244	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in KRW and SGD Forward Currency Contracts portfolio categories, which, at 30 June 2017, represented -0.01% and 0.01% % respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital (losses)/gains	3		(2,382,015)	306,004
Revenue	4	2,086,801		1,191,847
Expenses	5	(159,621)		(27,780)
Interest payable and similar charges	7	(12,336)		—
Net revenue before taxation		1,914,844		1,164,067
Taxation	6	(12,249)		(7,059)
Net revenue after taxation			1,902,595	1,157,008
Total return before distributions			(479,420)	1,463,012
Distributions	8		(2,057,564)	(1,187,362)
Change in net assets attributable to Shareholders from investment activities			(2,536,984)	275,650

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders				
Amounts received on issue of shares		53,521,492		20,760,795
Amounts paid on cancellation of shares		(12,500,963)		(1,185,208)
			41,020,529	19,575,587
Dilution adjustment			72,904	30,690
Change in net assets attributable to Shareholders from investment activities (see above)			(2,536,984)	275,650
Retained distributions on accumulation shares			67,392	1,503
Closing net assets attributable to Shareholders			87,204,244	48,580,403

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets*			85,760,384	48,083,376
Current assets				
Debtors	10	2,464,514		2,211,161
Cash and bank balances	11	2,455,819		1,587,997
Total other assets			4,920,333	3,799,158
Total assets			90,680,717	51,882,534
LIABILITIES				
Investment liabilities				
			(585,504)	(148,648)
Creditors				
Amount due to futures clearing houses and brokers		—		(1,253)
Distribution payable	12	(221,155)		(125,051)
Other creditors	12	(2,669,814)		(3,027,179)
Total other liabilities			(2,890,969)	(3,153,483)
Total liabilities			(3,476,473)	(3,302,131)
Net assets attributable to Shareholders			87,204,244	48,580,403

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Distribution Statements

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 June 2018

Group 2: Shares purchased 1 June 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Exempt Shares 2 (Income)				
Group 1	0.2696	—	0.2696	0.2634
Group 2	0.2696	0.0000	0.2696	0.2634
F Shares (Accumulation)				
Group 1	0.2700	—	0.2700	0.2624
Group 2	0.1685	0.1015	0.2700	0.2624
F Shares (Income)				
Group 1	0.2569	—	0.2569	0.2581
Group 2	0.1917	0.0652	0.2569	0.2581
Institutional W Shares (Income)				
Group 1	0.2608	—	0.2608	0.2619
Group 2	0.1766	0.0842	0.2608	0.2619
Sterling Income Shares				
Group 1	0.2516	—	0.2516	0.2605
Group 2	0.0097	0.2419	0.2516	0.2605
X Shares (Income)				
Group 1	0.2719	—	0.2719	0.2646
Group 2	0.1412	0.1307	0.2719	0.2646

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 May 2018

Group 2: Shares purchased 1 May 2018 to 31 May 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/05/2017
Exempt Shares 2 (Income)				
Group 1	0.2975	—	0.2975	0.2794
Group 2	0.2975	0.0000	0.2975	0.2794
F Shares (Accumulation)				
Group 1	0.2988	—	0.2988	0.2775
Group 2	0.0960	0.2028	0.2988	0.2775
F Shares (Income)				
Group 1	0.2845	—	0.2845	0.2740
Group 2	0.1147	0.1698	0.2845	0.2740
Institutional W Shares (Income)				
Group 1	0.2901	—	0.2901	0.2783
Group 2	0.0919	0.1982	0.2901	0.2783
Sterling Income Shares				
Group 1	0.2789	—	0.2789	0.2764
Group 2	0.0007	0.2782	0.2789	0.2764
X Shares (Income)				
Group 1	0.2998	—	0.2998	0.2805
Group 2	0.0124	0.2874	0.2998	0.2805

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 April 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/04/2017
Exempt Shares 2 (Income)				
Group 1	0.2909	—	0.2909	0.2414
Group 2	0.2909	0.0000	0.2909	0.2414
F Shares (Accumulation)				
Group 1	0.2975	—	0.2975	0.2380
Group 2	0.1299	0.1676	0.2975	0.2380
F Shares (Income)				
Group 1	0.2845	—	0.2845	0.2366
Group 2	0.0728	0.2117	0.2845	0.2366
Institutional W Shares (Income)				
Group 1	0.2891	—	0.2891	0.2406
Group 2	0.1484	0.1407	0.2891	0.2406
Sterling Income Shares				
Group 1	0.2852	—	0.2852	0.2392
Group 2	0.0272	0.2580	0.2852	0.2392
X Shares (Income)				
Group 1	0.2932	—	0.2932	0.2423
Group 2	0.1174	0.1758	0.2932	0.2423

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 March 2018

Group 2: Shares purchased 1 March 2018 to 31 March 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
Exempt Shares 2 (Income)				
Group 1	0.2703	—	0.2703	0.2894
Group 2	0.1891	0.0812	0.2703	0.2894
F Shares (Accumulation)				
Group 1	0.2754	—	0.2754	0.2862
Group 2	0.1917	0.0837	0.2754	0.2862
F Shares (Income)				
Group 1	0.2643	—	0.2643	0.2837
Group 2	0.1245	0.1398	0.2643	0.2837
Institutional W Shares (Income)				
Group 1	0.2685	—	0.2685	0.2885
Group 2	0.1574	0.1111	0.2685	0.2885
Sterling Income Shares				
Group 1	0.2650	—	0.2650	0.2868
Group 2	0.0229	0.2421	0.2650	0.2868
X Shares (Income)				
Group 1	0.2723	—	0.2723	0.2904
Group 2	0.0691	0.2032	0.2723	0.2904

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 February 2018

Group 2: Shares purchased 1 February 2018 to 28 February 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 28/02/2017
Exempt Shares 2 (Income)				
Group 1	0.2897	—	0.2897	0.2731
Group 2	0.2394	0.0503	0.2897	0.2731
F Shares (Accumulation)				
Group 1	0.2944	—	0.2944	0.2156
Group 2	0.2296	0.0648	0.2944	0.2156
F Shares (Income)				
Group 1	0.2833	—	0.2833	0.2142
Group 2	0.1604	0.1229	0.2833	0.2142
Institutional W Shares (Income)				
Group 1	0.2877	—	0.2877	0.2178
Group 2	0.0648	0.2229	0.2877	0.2178
Sterling Income Shares				
Group 1	0.2843	—	0.2843	0.2165
Group 2	0.0251	0.2592	0.2843	0.2165
X Shares (Income)				
Group 1	0.2918	—	0.2918	0.2739
Group 2	0.0240	0.2678	0.2918	0.2739

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/01/2017
Exempt Shares 2 (Income)				
Group 1	0.2727	—	0.2727	0.2751
Group 2	0.2727	0.0000	0.2727	0.2751
F Shares (Accumulation)				
Group 1	0.2763	—	0.2763	0.2160
Group 2	0.1814	0.0949	0.2763	0.2160
F Shares (Income)				
Group 1	0.2667	—	0.2667	0.2158
Group 2	0.0891	0.1776	0.2667	0.2158
Institutional W Shares (Income)				
Group 1	0.2708	—	0.2708	0.2195
Group 2	0.0881	0.1827	0.2708	0.2195
Sterling Income Shares				
Group 1	0.2678	—	0.2678	0.2189
Group 2	0.0114	0.2564	0.2678	0.2189
X Shares (Income)				
Group 1	0.2751	—	0.2751	0.2759
Group 2	0.0125	0.2626	0.2751	0.2759

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 December 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Exempt Shares 2 (Income)				
Group 1	0.2796	—	0.2796	0.2977
Group 2	0.2796	0.0000	0.2796	0.2977
F Shares (Accumulation)				
Group 1	0.2827	—	0.2827	0.2338
Group 2	0.2062	0.0765	0.2827	0.2338
F Shares (Income)				
Group 1	0.2736	—	0.2736	0.2337
Group 2	0.1641	0.1095	0.2736	0.2337
Institutional W Shares (Income)				
Group 1	0.2780	—	0.2780	0.2377
Group 2	0.1457	0.1323	0.2780	0.2377
Sterling Income Shares				
Group 1	0.2749	—	0.2749	0.2369
Group 2	0.0244	0.2505	0.2749	0.2369
X Shares (Income)				
Group 1	0.2814	—	0.2814	0.2984
Group 2	0.0225	0.2589	0.2814	0.2984

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 November 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/11/2016
Exempt Shares 2 (Income)				
Group 1	0.2664	—	0.2664	0.2435
Group 2	0.2664	0.0000	0.2664	0.2435
F Shares (Accumulation)				
Group 1	0.2687	—	0.2687	0.1774
Group 2	0.1058	0.1629	0.2687	0.1774
F Shares (Income)				
Group 1	0.2607	—	0.2607	0.1774
Group 2	0.1342	0.1265	0.2607	0.1774
Institutional W Shares (Income)				
Group 1	0.2649	—	0.2649	0.1943
Group 2	0.0664	0.1985	0.2649	0.1943
Sterling Income Shares				
Group 1	0.2622	—	0.2622	0.1941
Group 2	0.0147	0.2475	0.2622	0.1941
X Shares (Income)				
Group 1	0.2680	—	0.2680	0.2440
Group 2	0.0133	0.2547	0.2680	0.2440

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/10/2016
Exempt Shares 2 (Income)				
Group 1	0.2680	—	0.2680	0.3401
Group 2	0.2680	0.0000	0.2680	0.3401
F Shares (Accumulation)				
Group 1	0.2697	—	0.2697	n/a
Group 2	0.1287	0.1410	0.2697	n/a
F Shares (Income)				
Group 1	0.2624	—	0.2624	n/a
Group 2	0.1407	0.1217	0.2624	n/a
Institutional W Shares (Income)				
Group 1	0.2666	—	0.2666	0.2714
Group 2	0.1622	0.1044	0.2666	0.2714
Sterling Income Shares				
Group 1	0.2640	—	0.2640	0.2720
Group 2	0.0000	0.2640	0.2640	0.2720
X Shares (Income)				
Group 1	0.2696	—	0.2696	0.3406
Group 2	0.0370	0.2326	0.2696	0.3406

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 September 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
Exempt Shares 2 (Income)				
Group 1	0.2269	—	0.2269	0.2746
Group 2	0.2269	0.0000	0.2269	0.2746
F Shares (Accumulation)				
Group 1	0.2279	—	0.2279	n/a
Group 2	0.0798	0.1481	0.2279	n/a
F Shares (Income)				
Group 1	0.2222	—	0.2222	n/a
Group 2	0.0844	0.1378	0.2222	n/a
Institutional W Shares (Income)				
Group 1	0.2258	—	0.2258	0.2192
Group 2	0.1411	0.0847	0.2258	0.2192
Sterling Income Shares				
Group 1	0.2238	—	0.2238	0.2194
Group 2	0.0258	0.1980	0.2238	0.2194
X Shares (Income)				
Group 1	0.2282	—	0.2282	0.2750
Group 2	0.0234	0.2048	0.2282	0.2750

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Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 August 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/08/2016
Exempt Shares 2 (Income)				
Group 1	0.3644	—	0.3644	0.2814
Group 2	0.3644	0.0000	0.3644	0.2814
F Shares (Accumulation)				
Group 1	0.3646	—	0.3646	n/a
Group 2	0.1860	0.1786	0.3646	n/a
F Shares (Income)				
Group 1	0.3570	—	0.3570	n/a
Group 2	0.1281	0.2289	0.3570	n/a
Institutional W Shares (Income)				
Group 1	0.3628	—	0.3628	0.2247
Group 2	0.1727	0.1901	0.3628	0.2247
Sterling Income Shares				
Group 1	0.3597	—	0.3597	0.2263
Group 2	0.0158	0.3439	0.3597	0.2263
X Shares (Income)				
Group 1	0.3663	—	0.3663	0.2817
Group 2	0.0095	0.3568	0.3663	0.2817

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Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 July 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/07/2016
Exempt Shares 2 (Income)				
Group 1	0.2814	—	0.2814	0.2955
Group 2	0.2814	0.0000	0.2814	0.2955
F Shares (Accumulation)				
Group 1	0.2832	—	0.2832	n/a
Group 2	0.0892	0.1940	0.2832	n/a
F Shares (Income)				
Group 1	0.2758	—	0.2758	n/a
Group 2	0.1686	0.1072	0.2758	n/a
Institutional W Shares (Income)				
Group 1	0.2802	—	0.2802	0.2360
Group 2	0.1281	0.1521	0.2802	0.2360
Sterling Income Shares				
Group 1	0.2781	—	0.2781	0.2362
Group 2	0.0568	0.2213	0.2781	0.2362
X Shares (Income)				
Group 1	0.2827	—	0.2827	0.2957
Group 2	0.0256	0.2571	0.2827	0.2957
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			0.00	100.00
Interim distributions for 31 May 2018			0.00	100.00
Interim distributions for 30 April 2018			0.00	100.00
Interim distributions for 31 March 2018			0.00	100.00
Interim distributions for 28 February 2018			0.00	100.00
Interim distributions for 31 January 2018			0.00	100.00
Interim distributions for 31 December 2017			0.00	100.00
Interim distributions for 30 November 2017			0.00	100.00
Interim distributions for 31 October 2017			0.00	100.00
Interim distributions for 30 September 2017			0.00	100.00
Interim distributions for 31 August 2017			0.00	100.00
Interim distributions for 31 July 2017			0.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(2,200,903)	922,449
(Losses)/gains on derivative securities	(151,711)	119,449
Gains/(losses) on forward currency contracts	70,897	(1,200,631)
Currency exchange (losses)/gains	(52,522)	481,540
Activity charges	(47,776)	(16,803)
Net capital (losses)/gains	(2,382,015)	306,004

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	3,587	1,406
Interest on debt securities	2,019,772	1,164,809
Overseas dividends	53,435	30,215
Returns from bond futures	—	(5,380)
Stock Lending	10,007	797
Total revenue	2,086,801	1,191,847

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	146,216	22,096
Administration fees	13,982	10,646
Expenses capped*	(39,647)	(29,912)
Safe custody charges	7,160	5,438
	127,711	8,268
Other expenses		
Audit fee†	7,132	7,229
Depository's fees	15,730	10,448
Distribution fee	189	228
Financial Conduct Authority fee	46	187
Fund accounting fees	4,543	221
Professional fees	4,270	1,199
	31,910	19,512
Total expenses	159,621	27,780

†The Audit fee net of VAT for 2018 is £5,400 (30/06/17: £5,150).

*There is currently a discretionary cap of 6bps, excluding ACD fee, on expenses charged to the Exempt Shares 2 (Income) and X Shares (Income) share classes. The cap also includes expenses suffered for activity charges which are disclosed in Note 3, in addition to the expenses stated in this note. Please see Accounting policy note - 1.1(e) for further information.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018	30/06/2017
	£	£
a) Analysis of tax charge		
Income tax prior year adjustment	—	136
Overseas tax withheld	12,249	6,923
Total tax charge (see Note 6b)	12,249	7,059

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	1,914,844	1,164,067
Corporation tax @ 20%	382,969	232,814
Effects of:		
Overseas tax withheld	12,249	6,923
Income tax prior year adjustment	—	136
Indexation allowance	(80)	(70)
Relief on overseas tax expensed	(2,450)	(1,384)
Revenue not subject to tax	(8)	—
Tax deductible interest distributions	(380,431)	(231,360)
Total tax charge (see Note 6a)	12,249	7,059

c) Deferred tax

No deferred tax asset has been recognised in the accounts. The Sub-fund has no excess management expenses (30/06/17: £nil).

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Collateral interest payable	600	—
Interest	139	—
Return from short position bond futures	11,597	—
Total interest	12,336	—

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Notes to the Financial Statements

(continued)

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Interest distribution 31 July	142,774	91,002
Interim Interest distribution 31 August	189,071	88,264
Interim Interest distribution 30 September	132,649	86,197
Interim Interest distribution 31 October	172,023	106,839
Interim Interest distribution 30 November	173,427	74,486
Interim Interest distribution 31 December	185,652	95,190
Interim Interest distribution 31 January	154,967	89,348
Interim Interest distribution 28 February	164,759	92,890
Interim Interest distribution 31 March	156,099	114,088
Interim Interest distribution 30 April	181,311	98,303
Interim Interest distribution 31 May	220,162	126,996
Final distribution 30 June	237,211	126,085
Income tax withheld	—	27,846
	2,110,105	1,217,534
Amounts added on issue of shares	(77,507)	(31,586)
Amounts deducted on cancellation of shares	24,966	1,414
Net distributions for the year	2,057,564	1,187,362

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	1,902,595	1,157,008
Capitalised fees less tax relief paid from capital	154,969	27,780
Add: Equalisation on conversions	—	2,574
	2,057,564	1,187,362

10 Debtors

	30/06/2018 £	30/06/2017 £
Accrued revenue	853,278	567,376
Amount receivable for issue of shares	505,986	209,061
Amounts receivable on open currency contracts	1,094,677	720,284
Expenses cap refundable by the ACD	10,573	2,706
Sales awaiting settlement	—	711,734
Total debtors	2,464,514	2,211,161

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Notes to the Financial Statements

(continued)

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Amount held at futures clearing houses and brokers	202,156	2,565
Cash held at bank	5,678	1,585,432
Cash held in Insight Sterling Liquidity Fund	2,247,985	—
	2,455,819	1,587,997
Overdrawn cash and bank balances		
Overdraft position at brokers	—	1,253
	—	1,253

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	221,155	125,051
	221,155	125,051
b) Other creditors		
Accrued expenses	57,231	32,464
Amount payable for cancellation of shares	—	131,977
Foreign currency contracts awaiting settlement	1,098,964	720,779
Purchases awaiting settlement	1,513,619	2,141,959
Total other creditors	2,669,814	3,027,179

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £468,322 (30/06/17: £57,010 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk as at 30 June 2018 was as follows:

	30/06/2018	30/06/2017
	£	£
Investments held at the balance sheet date	85,632,363	47,821,157

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Dynamic Bond Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Market Price sensitivity (continued)

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/6/2017 - 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the period. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	4,282,592	(4,282,592)	2,387,136	(2,387,136)
Derivative securities	(171,857)	171,857	(113,109)	113,109
Net capital impact	4,110,735	(4,110,735)	2,274,027	(2,274,027)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	831,308	(32,442)
Level 2: Observable	84,929,076	(553,062)
	85,760,384	(585,504)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	2,867,497	—
Level 2: Observable	45,215,879	(148,648)
	48,083,376	(148,648)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank of Commerce	(6,788)	(6,788)
Citi	(18,998)	(18,998)
JP Morgan	(25,674)	(25,674)
Royal Bank of Scotland	63,620	63,620
State Street Bank	(467,139)	(467,139)
UBS	(2,504)	(2,504)
Total	(457,483)	(457,483)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £120,000 in the form of cash (30/06/17: £nil).
Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

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Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	6,821,866	78,011,631	79,497,922	164,331,419
Investment liabilities	—	—	(79,156,539)	(79,156,539)
Total	6,821,866	78,011,631	341,383	85,174,880

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	2,283,174	42,670,486	51,799,557	96,753,217
Investment liabilities	—	—	(48,818,489)	(48,818,489)
Total	2,283,174	42,670,486	2,981,068	47,934,728

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.8% (30/06/17: 0.9%) decrease/increase respectively in the portfolio valuation.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Australia	6,018	7,660	13,678	(1,415,089)
Brazil	484,288	9,531	493,819	—
Canada	(882,262)	4,735	(877,527)	(958,682)
China	353,003	—	353,003	9,333
Czech Republic	986,669	27,429	1,014,098	550,446
Dominican Republic	347,225	(117,130)	230,095	—
Eurozone	(3,745,055)	(220,025)	(3,965,080)	(1,103,100)
India	945,820	15,033	960,853	915,450
Indonesia	638,875	5,338	644,213	—
Japan	1,297,967	—	1,297,967	(953,260)
Malaysia	1,218,121	12,226	1,230,347	—
Mexico	343,113	2,864	345,977	940,668
New Zealand	24,030	8,713	32,743	20,244
Norway	—	—	—	(9,013)
Peru	—	—	—	451,496
Philippines	(480,702)	—	(480,702)	—
Poland	—	—	—	15,648
Singapore	—	—	—	(603,761)
Sweden	—	—	—	1,391,522
Switzerland	874,445	—	874,445	—
United States of America	571,629	565,142	1,136,771	(187,916)
Total	2,983,184	321,516	3,304,700	(936,014)

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Portfolio Statement by Credit Rating
as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Standard & Poor's Ratings:			
Investment grade securities	42,601	48.85	58.74
Below investment grade securities	23,876	27.38	24.93
Unrated Securities	19,175	21.99	14.61
Other liabilities/assets	(477)	(0.55)	0.39
Portfolio of investments	85,175	97.67	98.67
Net current assets	2,029	2.33	1.33
Total Net Assets	87,204	100.00	100.00

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Debt instruments (direct)	86,882	—	—	—	—
Collective investment schemes	3,263	1	0.02	—	—
Total purchases	90,145	1		—	
Total purchases including transaction costs	90,146				
	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Debt instruments (direct)	44,656	—	—	—	—
Collective investment schemes	5,156	1	0.02	—	—
Total sales	49,812	1		—	
Total sales net of transaction costs	49,811				
Total transaction costs		2		—	
Total transaction costs as a % of average net assets		0.01%		0.00%	

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Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	46,470	—	—	—	—
Collective investment schemes	3,790	1	0.01	—	—
Total purchases	50,260	1		—	
Total purchases including transaction costs	50,261				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	31,300	—	—	—	—
Collective investment schemes	1,217	—	—	—	—
Total sales	32,517	—		—	
Total sales net of transaction costs	32,517				

Total transaction costs		1		—	
Total transaction costs as a % of average net assets		0.01%		0.00%	

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

During the period the Sub-fund utilised derivative instruments including futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.34% (30/06/17: 0.38%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £12,598,300 of investments were subject to stock lending agreements and on behalf of the Sub-fund £13,867,757 was held in collateral. The collateral is held 11.50% in debt securities and 88.50% in equity securities.

As at 30 June 2017, £1,699,627 of investments were subject to stock lending agreements and on behalf of the Sub-fund £1,864,655 was held in collateral. The collateral is held 83.30% in debt securities and 16.70% in equity securities.

The gross earnings and fees for the year are £12,509 (30/06/17: £996) and £2,502 (30/06/17: £199).

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Notes to the Financial Statements

(continued)

17 Stock lending (continued)

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Credit Suisse Securities (Europe) Limited	4,205,175	4,623,671
HSBC Bank PLC	5,953,560	6,548,924
JP Morgan Securities, Plc.	199,477	219,591
Morgan Stanley & Co. International PLC	2,240,088	2,475,571

18 Shareholder's funds

The Sub-fund currently has six share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 2 (Income)	0.40%	0.03%
F Shares (Accumulation)	0.50%	0.03%
F Shares (Income)	0.50%	0.03%
Institutional W Shares (Income)	0.63%	0.03%
Sterling Income Shares	1.25%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 2 (Income)	4,184,456	201,667	—	—	4,386,123
F Shares (Accumulation)	393,638	5,715,522	(163,026)	—	5,946,134
F Shares (Income)	5,434,551	31,496,120	(247,803)	(48,489)	36,634,379
Institutional W Shares (Income)	2,029,031	12,308,965	(400,265)	47,753	13,985,484
Sterling Income Shares	100,890	21,242	—	—	122,132
X Shares (Income)	35,684,740	4,735,868	(11,566,082)	—	28,854,526

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Global Emerging Markets Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£258.89m
Comparative Index:	MSCI Emerging Markets NR
Sector:	The Investment Association Global Emerging Markets

Yield as at 30 June 2018:

B Shares (Accumulation)	0.30%
B Shares (Income)	0.30%
F Shares (Accumulation)	0.59%
F Shares (Income)	0.60%
Institutional W Shares (Accumulation)	0.46%
Institutional W Shares (Income)	0.46%
Sterling Accumulation Shares	0.00%
Sterling Income Shares	0.00%
X Shares (Income)	1.23%

Key Dates: Fund Launch 27 July 2015

Investment Objective

To achieve long-term capital growth.

Statutory Performance Data

From	30/06/2017	30/06/2016	27/07/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	3.58%	30.41%	11.47%
B Shares (Income)	3.59%	30.43%	11.45%
F Shares (Accumulation)	3.87%	30.72%	11.84%
F Shares (Income)	3.87%	30.72%	11.85%
Institutional W Shares (Accumulation)	3.72%	30.54%	11.66%
Institutional W Shares (Income)	3.73%	30.54%	11.66%
Sterling Accumulation Shares	2.89%	29.56%	10.88%
Sterling Income Shares	2.90%	29.56%	10.91%
X Shares (Income)	4.51%	31.52%	12.43%
MSCI Emerging Markets NR	6.46%	27.35%	3.46%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 2.90% against a return of 6.46% from the MSCI EM (Emerging Markets) NR Index.

The Sub-fund generated a positive return but was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards raising interest rates creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin markets although more recent US dollar strength caused a sell-off in emerging markets.

Both stock selection and sector allocation were negative factors in overall Sub-fund performance. While stock selection within the *consumer discretionary* sector was positive, this was outweighed by negative selection in *consumer staples* and financials. The overweight exposure to healthcare and zero exposure to telecommunications were positive factors over the period. However, these were offset by a zero position in energy and being overweight in *consumer staples* and *consumer discretionary* companies.

A significant detractor from performance over the review period was Indian software and retail service company Vakrangee. This followed a tabloid newspaper article, at the end of January, speculating the Indian regulator was conducting an inquiry into share-price manipulation. The auditor, PWC, subsequently resigned.

Other drags on performance included tobacco stocks such as British American Tobacco and Indian cigarette producer ITC. They were affected by a weakening outlook for tobacco sales, and in the latter's case, an increase in excise tax.

The main positive stock contributor was Sociedad Quimica y Minera (SQM) in Chile, partly owing to good operational performance but also because the company has considerable lithium reserves upon which the market is increasingly placing value.

Chinese biologic drug company 3SBio was also a strong performer over the 12 months to end of June 2018. There is a large market in China for biologic drugs (any pharmaceutical drug product manufactured in, extracted from, or semi-synthesised from biological sources), which means the volume growth environment is expected to be very supportive.

In terms of activity, a position in technology giant Samsung Electronics as a play on the strong demand for memory, spurred by areas such as cloud computing. Another new addition was China Harmony, the luxury car dealership and aftersales service provider. The manager's positive view on electric vehicles led to the purchase of lithium miner Orocobre, which operates in Argentina and has reserves that the manager believes will allow for an expansion of production at a low cost.

Major sales over the period included luxury retailer Richemont, Macau casino operator Sands China, microfinance lender Genera and Chinese education company TAL Education.

The manager believes that the long-term structural growth outlook for many emerging markets, particularly those in Asia, remains supported by demographics, technological innovation and government reform. Furthermore, it is the manager's belief that most emerging market countries are much better placed to weather interest rate increases and a stronger US dollar than in 2013, for example, when *current account deficits* were generally higher. Valuations look compelling compared to most other asset classes, and the manager remains confident in the Sub-fund's positioning in long-term structurally supported companies.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Samsung SDI	Vakrangee
Samsung Electronics	Indiabulls Housing Finance
British American Tobacco	TAL Education
Sociedad Quimica y Minera de Chile ADR	LIC Housing Finance
Tencent	Samsung SDI
Alibaba ADS	China Biologic Products
AIA	Tencent
Orocobre	Metropolitan Bank & Trust
Edelweiss	Genera
Taiwan Semiconductor Manufacturing	Naspers 'N'

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	145.29	112.87	100.00
Return before operating charges*	6.45	33.76	13.90
Operating charges	(1.61)	(1.34)	(1.03)
Return after operating charges	4.84	32.42	12.87
Distributions	(0.45)	(0.60)	(0.37)
Retained distributions on accumulation shares	0.45	0.60	0.37
Closing net asset value per share	150.13	145.29	112.87
*After direct transaction costs of	(0.30)	(0.25)	(0.16)
Performance			
Return after charges	3.33%	28.72%	12.87%
Other information			
Closing net asset value (£)	479,698	432,756	99,247
Closing number of shares	319,522	297,860	87,932
Operating charges**	1.04%	1.03%	1.14%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	169.61	149.74	111.47
Lowest share price	144.07	114.11	86.02

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	144.22	112.49	100.00
Return before operating charges*	6.41	33.68	13.90
Operating charges	(1.59)	(1.35)	(1.05)
Return after operating charges	4.82	32.33	12.85
Distributions	(0.44)	(0.60)	(0.36)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	148.60	144.22	112.49
*After direct transaction costs of	(0.29)	(0.24)	(0.16)
Performance			
Return after charges	3.34%	28.74%	12.85%
Other information			
Closing net asset value (£)	105,640	63,800	5,625
Closing number of shares	71,092	44,238	5,000
Operating charges**	1.04%	1.04%	1.16%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	168.38	149.26	111.45
Lowest share price	143.02	113.73	86.01

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share classes launched on 27 July 2015.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Statistics

(continued)

Comparative tables (continued)

F Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	146.12	113.24	100.00
Return before operating charges*	6.42	33.92	13.96
Operating charges	(1.14)	(1.04)	(0.72)
Return after operating charges	5.28	32.88	13.24
Distributions	(0.89)	(0.91)	(0.69)
Retained distributions on accumulation shares	0.89	0.91	0.69
Closing net asset value per share	151.40	146.12	113.24
*After direct transaction costs of	(0.30)	(0.25)	(0.16)
Performance			
Return after charges	3.61%	29.04%	13.24%
Other information			
Closing net asset value (£)	49,292,590	880,253	61,621
Closing number of shares	32,556,838	602,435	54,417
Operating charges**	0.73%	0.80%	0.80%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	170.82	150.59	111.84
Lowest share price	145.22	114.49	86.21

F Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	144.33	112.55	100.00
Return before operating charges*	6.35	33.72	13.96
Operating charges	(1.12)	(1.04)	(0.70)
Return after operating charges	5.23	32.68	13.26
Distributions	(0.87)	(0.90)	(0.71)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	148.69	144.33	112.55
*After direct transaction costs of	(0.30)	(0.25)	(0.16)
Performance			
Return after charges	3.62%	29.04%	13.26%
Other information			
Closing net asset value (£)	14,124,586	7,258	5,627
Closing number of shares	9,499,348	5,029	5,000
Operating charges**	0.73%	0.80%	0.77%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	168.74	149.67	111.85
Lowest share price	143.45	113.80	86.21

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***Share classes launched on 27 July 2015.

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Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	145.68	113.08	100.00
Return before operating charges*	6.41	33.84	13.94
Operating charges	(1.36)	(1.24)	(0.86)
Return after operating charges	5.05	32.60	13.08
Distributions	(0.69)	(0.71)	(0.54)
Retained distributions on accumulation shares	0.69	0.71	0.54
Closing net asset value per share	150.73	145.68	113.08
*After direct transaction costs of	(0.30)	(0.25)	(0.16)
Performance			
Return after charges	3.47%	28.83%	13.08%
Other information			
Closing net asset value (£)	107,228,141	50,851,411	16,224,382
Closing number of shares	71,139,880	34,907,192	14,348,054
Operating charges**	0.88%	0.95%	0.95%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	170.15	150.14	111.66
Lowest share price	144.61	114.32	86.12

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	159.68	124.53	113.02
Return before operating charges*	7.04	37.29	13.04
Operating charges	(1.50)	(1.36)	(0.95)
Return after operating charges	5.54	35.93	12.09
Distributions	(0.75)	(0.78)	(0.58)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	164.47	159.68	124.53
*After direct transaction costs of	(0.33)	(0.27)	(0.18)
Performance			
Return after charges	3.47%	28.85%	10.70%
Other information			
Closing net asset value (£)	21,419,022	12,709,969	7,657,495
Closing number of shares	13,022,848	7,959,632	6,148,997
Operating charges**	0.88%	0.95%	0.95%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	186.53	165.37	123.56
Lowest share price	158.52	125.91	95.30

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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***Share classes launched on 27 July 2015.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	159.25	124.53	113.30
Return before operating charges*	7.10	37.15	12.93
Operating charges	(2.89)	(2.43)	(1.70)
Return after operating charges	4.21	34.72	11.23
Distributions	—	—	—
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	163.46	159.25	124.53
*After direct transaction costs of	(0.32)	(0.27)	(0.18)
Performance			
Return after charges	2.64%	27.88%	9.91%
Other information			
Closing net asset value (£)	3,859,760	3,369,566	2,913,707
Closing number of shares	2,361,328	2,115,835	2,339,670
Operating charges**	1.71%	1.70%	1.70%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	185.26	164.16	122.99
Lowest share price	157.05	125.90	95.13

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	143.61	112.30	100.00
Return before operating charges*	6.38	33.50	13.82
Operating charges	(2.59)	(2.19)	(1.52)
Return after operating charges	3.79	31.31	12.30
Distributions	—	—	—
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	147.40	143.61	112.30
*After direct transaction costs of	(0.29)	(0.24)	(0.16)
Performance			
Return after charges	2.64%	27.88%	12.30%
Other information			
Closing net asset value (£)	688,144	143,597	40,330
Closing number of shares	466,863	99,993	35,914
Operating charges**	1.70%	1.70%	1.69%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	167.06	148.03	110.91
Lowest share price	141.62	113.53	85.79

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***Share classes launched on 27 July 2015.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	712.18	554.93	503.17
Return before operating charges*	31.41	166.83	58.67
Operating charges	(0.99)	(1.28)	(0.94)
Return after operating charges	30.42	165.55	57.73
Distributions	(9.12)	(8.30)	(5.97)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	733.48	712.18	554.93
*After direct transaction costs of	(1.46)	(1.21)	(0.81)
Performance			
Return after charges	4.27%	29.83%	11.47%
Other information			
Closing net asset value (£)	61,689,826	46,096,657	38,268,117
Closing number of shares	8,410,613	6,472,584	6,895,998
Operating charges**	0.13%	0.20%	0.21%
Direct transaction costs*	0.19%	0.19%	0.18%
Prices			
Highest share price	835.22	742.43	553.95
Lowest share price	710.63	561.12	425.58

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share class launched on 27 July 2015.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 5.25% (5.80%)			
British American Tobacco	269,022	10,286,367	3.97
Unilever	78,731	3,300,404	1.28
United States of America 4.32% (1.08%)			
Applied Materials	169,200	5,918,315	2.29
Hollysys Automation Technologies	313,402	5,255,611	2.03
Argentina 0.39% (0.00%)			
Grupo Financiero Galicia ADR	40,408	1,009,091	0.39
Australia 2.33% (0.00%)			
Orocobre	2,092,012	6,041,067	2.33
Brazil 0.95% (0.00%)			
CVC Brasil Operadora e Agencia de Viagens	277,600	2,466,378	0.95
Chile 3.93% (2.18%)			
Sociedad Quimica y Minera de Chile ADR	279,499	10,170,144	3.93
China 23.80% (21.82%)			
3SBio	5,119,500	8,797,793	3.40
51job ADR	40,688	3,006,644	1.16
Alibaba ADS	93,002	13,060,080	5.04
Baidu ADR	39,773	7,320,762	2.83
China Biologic Products	81,068	6,098,598	2.36
China Harmony New Energy Auto	11,656,500	3,792,488	1.46
China Yongda Auto	3,267,000	2,425,502	0.94
Ctrip.com International ADS	82,016	2,959,471	1.14
JD.com ADR	84,274	2,484,974	0.96
Tencent	307,339	11,678,820	4.51
Hong Kong 5.45% (5.13%)			
AIA	2,129,164	14,101,309	5.45
India 24.56% (30.55%)			
Amara Raja Batteries	159,982	1,284,091	0.50
Edelweiss	2,331,497	7,649,919	2.95
Godrej Consumer Products	400,263	5,402,803	2.09
Hindustan Unilever	271,916	4,918,461	1.90
Indiabulls Housing Finance	398,800	5,021,540	1.94
ITC	2,622,875	7,682,447	2.97
Jubilant Foodworks	231,442	3,567,566	1.38
Housing Development Finance	336,331	7,096,243	2.74
Maruti Suzuki India	108,270	10,551,235	4.08
PVR	268,188	4,049,935	1.56
Reliance Nippon Life Asset Management	735,393	1,871,064	0.72
Titan	297,438	2,881,425	1.11
Vakrangee	2,156,882	1,593,991	0.62
Indonesia 0.68% (0.72%)			
Surya Citra Media	16,204,500	1,755,849	0.68
Mexico 2.66% (5.05%)			
Aeropuerto del Centro Norte	885,200	3,529,475	1.36
Fomento Economico Mexicano	501,783	3,369,132	1.30
Philippines 1.43% (5.76%)			
GT Capital	124,010	1,601,640	0.62
Security Bank	741,627	2,105,147	0.81
South Africa 5.43% (6.14%)			
Discovery	418,916	3,414,629	1.32
Naspers 'N'	53,079	10,181,270	3.93
Net 1 UEPS Technologies	67,976	468,019	0.18

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
South Korea 10.98% (6.54%)			
LG Household & Healthcare	4,844	4,595,717	1.77
Samsung Biologics	4,100	1,161,940	0.45
Samsung Electronics	259,745	8,234,981	3.18
Samsung SDI	99,508	14,438,418	5.58
Taiwan 4.31% (5.16%)			
Taiwan Semiconductor Manufacturing	2,079,199	11,157,272	4.31
Portfolio of investments		249,758,027	96.47
Net current assets		9,129,380	3.53
Total Net Assets		258,887,407	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Georgia, Russia, Switzerland and Thailand portfolio categories, which, at 30 June 2017, represented 1.11% , 0.47% and 0.37% and 0.53% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital (losses)/gains	3		(2,964,996)		20,942,972
Revenue	4	3,276,016		1,367,092	
Expenses	5	(1,317,204)		(436,461)	
Interest payable and similar charges	7	(444)		(367)	
Net revenue before taxation		1,958,368		930,264	
Taxation	6	(261,306)		(129,217)	
Net revenue after taxation			1,697,062		801,047
Total return before distributions			(1,267,934)		21,744,019
Distributions	8		(1,715,586)		(807,668)
Change in net assets attributable to Shareholders from investment activities			(2,983,520)		20,936,351

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders		114,555,267		65,276,151
Amounts received on issue of shares	181,680,967		43,232,806	
Amounts paid on cancellation of shares	(35,384,707)		(15,167,758)	
		146,296,260		28,065,048
Dilution adjustment		239,780		22,966
Change in net assets attributable to Shareholders from investment activities (see above)		(2,983,520)		20,936,351
Retained distributions on accumulation shares		779,620		254,751
Closing net assets attributable to Shareholders		258,887,407		114,555,267

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			249,758,027		112,730,920
Current assets					
Debtors	10	3,004,819		2,365,222	
Cash and bank balances	11	9,591,732		2,301,564	
Total other assets			12,596,551		4,666,786
Total assets			262,354,578		117,397,706
LIABILITIES					
Creditors					
Distribution payable	12	(948,027)		(599,561)	
Other creditors	12	(2,519,144)		(2,242,878)	
Total other liabilities			(3,467,171)		(2,842,439)
Total liabilities			(3,467,171)		(2,842,439)
Net assets attributable to Shareholders			258,887,407		114,555,267

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	0.4499	—	0.4499	0.6011
Group 2	0.4499	0.0000	0.4499	0.6011
B Shares (Income)				
Group 1	0.4402	—	0.4402	0.5959
Group 2	0.4402	0.0000	0.4402	0.5959
F Shares (Accumulation)				
Group 1	0.8871	—	0.8871	0.9101
Group 2	0.7751	0.1120	0.8871	0.9101
F Shares (Income)				
Group 1	0.8703	—	0.8703	0.8996
Group 2	0.7489	0.1214	0.8703	0.8996
Institutional W Shares (Accumulation)				
Group 1	0.6879	—	0.6879	0.7090
Group 2	0.6542	0.0337	0.6879	0.7090
Institutional W Shares (Income)				
Group 1	0.7541	—	0.7541	0.7804
Group 2	0.6983	0.0558	0.7541	0.7804
Sterling Accumulation Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Sterling Income Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
X Shares (Income)				
Group 1	9.1174	—	9.1174	8.2987
Group 2	8.0942	1.0232	9.1174	8.2987
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(2,791,309)	21,097,535
Currency exchange losses	(119,741)	(39,729)
Activity charges	(53,946)	(114,834)
Net capital (losses)/gains	(2,964,996)	20,942,972

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	17,510	3,356
Overseas dividends	2,803,727	1,289,501
Stock lending	29,434	5,069
UK dividends	425,345	69,166
Total revenue	3,276,016	1,367,092

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	1,085,589	371,973
Administration fees	68,051	29,118
Collection charges	—	360
Expenses capped*	(5,146)	(73,323)
Safe custody charges	97,439	45,492
	1,245,933	373,620
Other expenses		
Audit fee†	5,978	7,202
Depository's fees	26,847	19,365
FCA fees	120	301
Professional fees	38,326	35,973
	71,271	62,841
Total expenses	1,317,204	436,461

†The Audit fee net of VAT for 2018 is £6,300 (30/06/17: £6,000).

*Previously there was a discretionary cap of 20bps, excluding ACD fee, on expenses charged to all share classes. Please see Accounting policy note - 1.1(e) for further information.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	261,306	129,217
Total tax charge (see Note 6b)	261,306	129,217

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:

Net revenue before taxation	1,958,368	930,264
Corporation tax @ 20%	391,674	186,053
Effects of:		
Dividends not subject to corporation tax	(644,272)	(269,672)
Excess management expenses	252,867	83,891
Overseas tax expensed	(269)	(272)
Overseas tax withheld	261,306	129,217
Total tax charge (see Note 6a)	261,306	129,217

c) Deferred tax

At the year end there is a potential deferred tax asset of £353,597 (30/06/17 - £100,730) due to excess management expenses of £1,767,985 (30/06/17 - £503,649). It is unlikely that the Sub-fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	444	367
Total interest	444	367

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	1,727,647	854,312
	1,727,647	854,312
Amounts added on issue of shares	(104,390)	(72,121)
Amounts deducted on cancellation of shares	92,329	25,477
Net distributions for the year	1,715,586	807,668

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	1,697,062	801,047
Equalisation on conversions	498	149
Transfers from capital distribution for deficits	18,026	6,472
	1,715,586	807,668

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	872,456	247,068
Amount receivable for issue of shares	766,996	1,344,094
Amounts receivable on open currency contracts	540,307	771,265
Overseas tax recoverable	475	2,795
Sales awaiting settlement	824,585	—
Total debtors	3,004,819	2,365,222

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	529,068	465,468
Cash held in BNY Mellon Sterling Liquidity Fund	—	1,836,096
Cash held in Insight Sterling Liquidity Fund	9,062,664	—
	9,591,732	2,301,564

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	948,027	599,561
	948,027	599,561
b) Other creditors		
Accrued expenses	189,464	126,803
Amount payable for cancellation of shares	8,317	89,677
Amounts payable on open currency contracts	543,075	773,840
Purchases awaiting settlement	1,778,288	1,252,558
Total other creditors	2,519,144	2,242,878

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £589,771 (30/06/17: £1,136,932 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	249,758,027	112,730,920

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	12,487,901	(12,487,901)	5,636,546	(5,636,546)
Net capital impact	12,487,901	(12,487,901)	5,636,546	(5,636,546)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	249,758,027	—
	249,758,027	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	112,730,920	—
	112,730,920	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign Currency risk	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments £	Net Current Assets/Liabilities £	Total £	Total £
Australia	6,041,067	—	6,041,067	—
Brazil	2,466,378	—	2,466,378	—
Eurozone	—	475	475	2,795
Georgia	—	—	—	18,289
Hong Kong	40,795,912	182,765	40,978,677	13,413,762
India	63,570,720	184,835	63,755,555	35,077,594
Indonesia	1,755,849	(9,744)	1,746,105	797,228
Mexico	6,898,607	—	6,898,607	5,784,548
Philippines	3,706,787	—	3,706,787	6,601,790
South Africa	23,882,266	128,364	24,010,630	11,682,764
South Korea	28,431,056	48,555	28,479,611	7,497,781
Switzerland	—	—	—	(5,594)
Taiwan	11,157,272	474,842	11,632,114	6,050,973
Thailand	—	—	—	607,905
United States of America	57,751,709	(855,424)	56,896,285	22,465,650
Total	246,457,623	154,668	246,612,291	109,995,485

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Hong Kong	40,978,677	2,156,772	(1,951,366)
India	63,755,555	3,355,556	(3,035,979)
South Korea	28,479,611	1,498,927	(1,356,172)
United States of America	56,896,285	2,994,541	(2,709,347)

30 June 2017

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Hong Kong	13,413,762	705,987	(638,751)
India	35,077,594	1,846,189	(1,670,362)
South Africa	11,682,764	614,882	(556,322)
United States of America	22,465,650	1,182,403	(1,069,793)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	216,846	105	0.05	158	0.07
Total purchases	216,846	105		158	
Total purchases including transaction costs	217,109				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	77,688	57	0.07	95	0.12
Total sales	77,688	57		95	
Total sales net of transaction costs	77,536				

Total transaction costs **162** **253**

Total transaction costs as a % of average net assets **0.07%** **0.12%**

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	62,351	51	0.08	52	0.08
Total purchases	62,351	51		52	
Total purchases including transaction costs	62,454				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	35,180	36	0.10	31	0.09
Total sales	35,180	36		31	
Total sales net of transaction costs	35,113				

Total transaction costs **87** **83**

Total transaction costs as a % of average net assets **0.10%** **0.09%**

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.11% (30/06/17: 0.16%).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £19,632,487 of investments were subject to stock lending agreements and on behalf of the Sub-fund £21,255,744 was held in collateral. The collateral is held 46.27% in debt securities and 53.73% in equity securities.

As at 30 June 2017, £6,821,579 of investments was subject to stock lending agreements and on behalf of the Sub-fund £7,526,563 was held in collateral. The collateral is held 56.49% in debt securities and 43.51% in equity securities.

The gross earnings and the fees for the year are £36,793 (30/06/17: £6,336) and £7,359 (30/06/17: £1,267) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Credit Suisse Securities (Europe) Limited	5,671,733	6,570,107
Credit Suisse Securities (USA) LLC	6,962,437	7,106,797
Deutsche Bank, AG	981,912	1,116,907
HSBC Bank PLC	3,472,676	3,809,763
J.P. Morgan Securities LLC	2,006,577	2,049,328
UBS AG	537,152	602,842

18 Shareholder's funds

The Sub-fund currently has nine share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
F Shares (Accumulation)	0.60%	0.03%
F Shares (Income)	0.60%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Accumulation Shares	1.50%	0.10%
Sterling Income Shares	1.50%	0.10%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Emerging Markets Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	297,860	188,271	(115,189)	(51,420)	319,522
B Shares (Income)	44,238	42,432	(26,507)	10,929	71,092
F Shares (Accumulation)	602,435	35,056,219	(3,154,468)	52,652	32,556,838
F Shares (Income)	5,029	11,114,974	(1,620,655)	—	9,499,348
Institutional W Shares (Accumulation)	34,907,192	40,688,978	(4,505,827)	49,537	71,139,880
Institutional W Shares (Income)	7,959,632	5,844,504	(781,288)	—	13,022,848
Sterling Accumulation Shares	2,115,835	701,689	(409,237)	(46,959)	2,361,328
Sterling Income Shares	99,993	391,659	(13,779)	(11,010)	466,863
X Shares (Income)	6,472,584	4,388,813	(2,450,784)	—	8,410,613

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton Global Equity Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£2,180.59m
Comparative Index:	MSCI AC World NR GBP
Sector:	The Investment Association Global

Yield as at 30 June 2018:

Euro Accumulation Shares	0.00%
B Shares (Accumulation)	0.93%
B Shares (Income)	0.93%
Exempt Shares 1 (Accumulation)	1.31%
Exempt Shares 2 (Accumulation)	1.22%
Exempt Shares 3 (Accumulation)	1.07%
Institutional W Shares (Accumulation)	1.07%
Institutional W Shares (Income)	1.07%
Sterling Income Shares	0.29%
X Shares (Accumulation)	1.79%

Key Dates: Fund Launch 1 June 1987 (Managed by Newton since November 1994)

Investment Objective

To achieve capital growth from a portfolio of international securities.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
Euro Accumulation Shares	6.03%	15.55%	12.86%
B Shares (Accumulation)	7.39%	17.66%	12.91%
B Shares (Income)	7.39%	17.66%	12.91%
Exempt Shares 1 (Accumulation)	7.82%	18.12%	13.51%
Exempt Shares 2 (Accumulation)	7.71%	18.01%	13.40%
Exempt Shares 3 (Accumulation)	7.55%	17.84%	13.22%
Institutional W Shares (Accumulation)	7.55%	17.84%	13.23%
Institutional W Shares (Income)	7.55%	17.83%	13.23%
Sterling Income Shares	6.68%	16.87%	12.30%
X Shares (Accumulation)	8.36%	18.71%	14.08%
MSCI AC World NR GBP	8.94%	22.24%	13.26%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 6.68%, against a return of 8.94% from the MSCI AC World Index NR.

The Sub-fund produced a positive return but was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards raising interest rates created an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin markets during the review period ending 30 June 2018.

On a relative basis, sector selection had a neutral impact on the Sub-fund's returns over the 12-months. Holdings in the healthcare sector were notably weak. Teva Pharmaceutical was the single weakest performing stock in relative terms. The company reported weak results reflecting pricing pressure in the US generics market. Roche Holdings also had a negative impact.

Indian tech company Vakrangee, which provides financial services to India's rural areas, was the largest faller in absolute terms over the review period. The company fell sharply, triggered by speculation in a tabloid newspaper article that the regulator was conducting an inquiry into share-price manipulation. The news of PwC resigning as auditor was another blow to the stock.

Within *consumer staples*, tobacco holdings detracted from returns. Altria Group was weak while shares in Japan Tobacco fell as the company disappointed investors with its profit guidance for 2018 and issued conservative forecasts, particularly in its domestic market.

While stock selection in information technology was weaker largely due to Vakrangee, the Sub-fund's largest positive contribution to relative performance came from Microsoft. The stock appreciated along with the sector but also as the market recognised its strong competitive position. Other stocks within the technology sector that contributed positively included Cisco System and Intuit. The overweight position in information technology, the best performing sector over the period, was accretive to returns.

Energy holdings also contributed significantly to relative returns, specifically ConocoPhillips and Suncor Energy.

In terms of activity, the manager bought shares in Amazon, attracted by the strong growth potential across its main divisions and the appearance of its competitors as fragmented and relatively vulnerable.

Elsewhere, a holding in Royal Dutch Shell was purchased largely due to increased discipline surrounding capital spending and costs. The large industrial company ABB was also added. It has a thematically well-positioned portfolio with automation and electrification as the main end markets.

Major sales over the period included Walt Disney, diversified consumer products group Newell Brands, Indiabulls Housing Finance and food company Yum! Brands.

With the scale of debt in the global economy so high, higher interest rates are likely to have ramifications across developed and emerging economies. Uncertainty around the future of international trade agreements also poses a threat to economic growth.

At the midway point of the year, stock market valuations remain elevated. However, as markets appear set to become more *volatile*, this could throw up greater opportunities as well as greater risks. The manager will continue to invest in those companies where growth expectations can be achieved and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

CMS Energy
Deutsche Post
Amazon
Costco Wholesale
Royal Dutch Shell class 'A' Shares
Altria
Eversource Energy
BNP Paribas
Deutsche Wohnen
Sony

Sales

United Technologies
Walt Disney
British American Tobacco
Align Technology
Nielsen
Principal Financial
Wolters Kluwer
Express Scripts
TJX
Anheuser-Busch InBev

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Euro Accumulation Shares	30/06/2018 ^(c) (cents)	30/06/2017 ^(b) (cents)	30/06/2016 ^(a) (cents)
Change in net assets per share			
Opening net asset value per share	145.85	135.23	139.18
Return before operating charges*	10.79	13.64	(1.09)
Operating charges	(3.14)	(3.02)	(2.86)
Return after operating charges	7.65	10.62	(3.95)
Distributions	—	—	—
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	153.50	145.85	135.23
*After direct transaction costs of	(0.07)	(0.11)	(0.07)
Performance			
Return after charges	5.25%	7.85%	(2.84%)
Other information			
Closing net asset value (£)	3,964,414	2,086,081	2,254,455
Closing number of shares	2,920,333	1,628,924	2,006,174
Operating charges**	2.12%	2.11%	2.12%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	137.40	152.11	149.13
Lowest share price	122.90	133.25	119.81

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	184.12	159.69	138.68
Return before operating charges*	15.15	26.09	22.54
Operating charges	(1.80)	(1.66)	(1.53)
Return after operating charges	13.35	24.43	21.01
Distributions	(1.84)	(1.68)	(1.44)
Retained distributions on accumulation shares	1.84	1.68	1.44
Closing net asset value per share	197.47	184.12	159.69
*After direct transaction costs of	(0.09)	(0.13)	(0.08)
Performance			
Return after charges	7.25%	15.30%	15.15%
Other information			
Closing net asset value (£)	236,649	153,231	33,151
Closing number of shares	119,838	83,222	20,759
Operating charges**	0.95%	0.94%	1.07%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	199.75	191.08	156.95
Lowest share price	178.22	160.97	130.47

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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Exchange rates:

a) Euro/Sterling exchange rate at close of business 30 June 2016

1.2033

c) Euro/Sterling exchange rate at close of business 30 June 2018

1.1308

b) Euro/Sterling exchange rate at close of business 30 June 2017

1.1389

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B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	176.18	154.21	135.11
Return before operating charges*	14.52	25.19	22.00
Operating charges	(1.73)	(1.60)	(1.49)
Return after operating charges	12.79	23.59	20.51
Distributions	(1.76)	(1.62)	(1.41)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	187.21	176.18	154.21
*After direct transaction costs of	(0.08)	(0.13)	(0.07)
Performance			
Return after charges	7.26%	15.30%	15.18%
Other information			
Closing net asset value (£)	2,246,511	1,434,372	575,718
Closing number of shares	1,199,982	814,151	373,337
Operating charges**	0.95%	0.94%	1.07%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	191.15	184.54	152.94
Lowest share price	170.54	155.46	127.13

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	238.88	206.36	178.25
Return before operating charges*	19.70	33.75	29.12
Operating charges	(1.36)	(1.23)	(1.01)
Return after operating charges	18.34	32.52	28.11
Distributions	(3.38)	(3.08)	(2.83)
Retained distributions on accumulation shares	3.38	3.08	2.83
Closing net asset value per share	257.22	238.88	206.36
*After direct transaction costs of	(0.11)	(0.17)	(0.10)
Performance			
Return after charges	7.68%	15.76%	15.77%
Other information			
Closing net asset value (£)	157,875,914	161,657,920	165,883,098
Closing number of shares	61,377,565	67,674,498	80,386,223
Operating charges**	0.55%	0.54%	0.55%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	260.15	247.88	202.82
Lowest share price	231.90	208.02	167.86

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Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	326.69	282.49	244.26
Return before operating charges*	26.93	46.20	39.87
Operating charges	(2.19)	(2.00)	(1.64)
Return after operating charges	24.74	44.20	38.23
Distributions	(4.28)	(3.91)	(3.62)
Retained distributions on accumulation shares	4.28	3.91	3.62
Closing net asset value per share	351.43	326.69	282.49
*After direct transaction costs of	(0.16)	(0.23)	(0.14)
Performance			
Return after charges	7.57%	15.65%	15.65%
Other information			
Closing net asset value (£)	15,542,169	17,530,971	3,643,653
Closing number of shares	4,422,582	5,366,170	1,289,821
Operating charges**	0.65%	0.64%	0.65%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	355.45	339.02	277.65
Lowest share price	316.92	284.76	229.99

Exempt Shares 3 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	233.87	202.54	175.39
Return before operating charges*	19.27	33.10	28.60
Operating charges	(1.93)	(1.77)	(1.45)
Return after operating charges	17.34	31.33	27.15
Distributions	(2.70)	(2.46)	(2.33)
Retained distributions on accumulation shares	2.70	2.46	2.33
Closing net asset value per share	251.21	233.87	202.54
*After direct transaction costs of	(0.11)	(0.16)	(0.10)
Performance			
Return after charges	7.41%	15.47%	15.48%
Other information			
Closing net asset value (£)	44,796,929	48,485,145	43,856,692
Closing number of shares	17,832,749	20,731,328	21,653,880
Operating charges**	0.80%	0.79%	0.80%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	254.09	242.71	199.06
Lowest share price	226.63	204.16	165.10

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Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	192.62	166.81	144.44
Return before operating charges*	15.87	27.26	23.56
Operating charges	(1.59)	(1.45)	(1.19)
Return after operating charges	14.28	25.81	22.37
Distributions	(2.22)	(2.03)	(1.92)
Retained distributions on accumulation shares	2.22	2.03	1.92
Closing net asset value per share	206.90	192.62	166.81
*After direct transaction costs of	(0.09)	(0.14)	(0.08)
Performance			
Return after charges	7.41%	15.47%	15.49%
Other information			
Closing net asset value (£)	39,541,939	43,094,335	27,794,112
Closing number of shares	19,111,466	22,372,962	16,661,905
Operating charges**	0.80%	0.79%	0.80%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	209.28	199.89	163.94
Lowest share price	186.66	168.15	135.97

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	181.71	159.03	139.30
Return before operating charges*	14.98	26.00	22.73
Operating charges	(1.50)	(1.39)	(1.15)
Return after operating charges	13.48	24.61	21.58
Distributions	(2.10)	(1.93)	(1.85)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	193.09	181.71	159.03
*After direct transaction costs of	(0.09)	(0.13)	(0.08)
Performance			
Return after charges	7.42%	15.48%	15.49%
Other information			
Closing net asset value (£)	46,055,274	47,270,703	50,217,172
Closing number of shares	23,852,007	26,013,666	31,576,656
Operating charges**	0.80%	0.79%	0.80%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	197.42	190.58	158.12
Lowest share price	176.09	160.33	131.14

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Comparative tables

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	142.40	124.66	109.30
Return before operating charges*	11.67	20.33	17.70
Operating charges	(2.37)	(2.21)	(1.82)
Return after operating charges	9.30	18.12	15.88
Distributions	(0.43)	(0.38)	(0.52)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	151.27	142.40	124.66
*After direct transaction costs of	(0.07)	(0.10)	(0.06)
Performance			
Return after charges	6.53%	14.54%	14.53%
Other information			
Closing net asset value (£)	670,051,685	675,291,781	646,334,751
Closing number of shares	442,958,821	474,233,305	518,466,802
Operating charges**	1.62%	1.61%	1.62%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	153.48	148.21	123.04
Lowest share price	137.15	125.67	102.76
<hr/>			
X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	250.33	215.19	184.95
Return before operating charges*	20.71	35.24	30.34
Operating charges	(0.13)	(0.10)	(0.10)
Return after operating charges	20.58	35.14	30.24
Distributions	(4.85)	(4.42)	(3.90)
Retained distributions on accumulation shares	4.85	4.42	3.90
Closing net asset value per share	270.91	250.33	215.19
*After direct transaction costs of	(0.12)	(0.18)	(0.10)
Performance			
Return after charges	8.22%	16.33%	16.35%
Other information			
Closing net asset value (£)	1,200,275,825	1,329,252,690	1,513,829,671
Closing number of shares	443,056,003	530,994,136	703,477,700
Operating charges**	0.05%	0.04%	0.05%
Direct transaction costs*	0.04%	0.07%	0.05%
Prices			
Highest share price	273.96	259.73	211.50
Lowest share price	243.92	216.93	174.31

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 9.90% (13.80%)			
Associated British Foods	1,398,707	38,296,597	1.76
Diageo	1,649,381	44,896,151	2.06
Informa	4,539,371	37,894,669	1.74
Royal Bank of Scotland	13,578,663	34,761,377	1.59
Unilever	987,768	41,519,888	1.90
Vodafone	10,015,742	18,408,934	0.85
Canada 3.63% (2.15%)			
Intact Financial	627,145	33,605,179	1.54
Suncor Energy	1,479,921	45,581,260	2.09
United States of America 47.40% (51.58%)			
Abbott Laboratories	891,821	41,205,136	1.89
Accenture	312,978	38,787,700	1.78
Alphabet class 'A' shares	80,779	69,089,066	3.17
Altria	1,070,218	46,034,978	2.11
Amazon	24,048	30,941,548	1.42
Apple	554,264	76,788,812	3.52
CA	1,432,058	38,669,091	1.77
Cerner	183,044	8,288,105	0.38
Cisco Systems	1,729,224	56,359,408	2.59
Citigroup	1,491,625	75,629,144	3.47
CMS Energy	1,308,784	46,869,387	2.15
ConocoPhillips	675,345	35,617,703	1.63
Costco Wholesale	284,429	45,019,601	2.06
Dollar General	429,475	32,074,406	1.47
eBay	1,149,732	31,576,809	1.45
Eversource Energy	1,056,719	46,911,040	2.15
Gilead Sciences	601,615	32,285,115	1.48
Intuit	185,597	28,717,103	1.32
Medtronic	661,122	42,869,649	1.97
Merck & Co	708,434	32,571,061	1.49
Microsoft	1,509,012	112,708,709	5.17
Principal Financial	5,190	208,111	0.01
Trimble Navigation	315,988	7,862,303	0.36
Walgreens Boots Alliance	557,286	25,330,606	1.16
Western Union	2,007,097	30,906,481	1.42
Yum! Brands	3,513	208,186	0.01
Brazil 0.43% (0.32%)			
IMC	5,986,342	9,345,649	0.43
Hong Kong 2.71% (2.22%)			
AIA	8,936,800	59,187,820	2.71
India 0.19% (1.79%)			
Vakrangee	5,679,264	4,197,121	0.19
Japan 8.49% (7.89%)			
Ebara	456,900	10,732,210	0.49
Japan Tobacco	2,033,400	42,993,574	1.97
Seven & I	951,800	31,403,949	1.44
Sony	1,064,700	41,222,883	1.89
Sugi	741,500	32,502,026	1.49
Suntory Beverage & Food	817,300	26,407,334	1.21
Jersey 2.65% (0.00%)			
Ferguson	938,590	57,713,899	2.65
Thailand 0.31% (0.52%)			
Bangkok Bank	1,467,200	6,658,433	0.31
South Korea 1.23% (0.66%)			
Samsung SDI	185,416	26,903,503	1.23

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Portfolio Statement

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Investments	Holding	Market Value (£)	Total Net Assets (%)
France 4.16% (3.07%)			
BNP Paribas	370,268	17,410,700	0.80
L'Oréal	141,310	26,181,247	1.20
Vivendi	2,549,643	47,216,029	2.16
Germany 6.58% (3.52%)			
Deutsche Post	1,156,086	28,576,258	1.31
Deutsche Wohnen	664,679	24,347,561	1.12
Infineon Technologies	1,883,834	36,368,867	1.67
SAP	618,532	54,115,738	2.48
Ireland 1.12% (1.21%)			
AIB	5,919,719	24,396,100	1.12
Netherlands 4.99% (3.58%)			
RELX	3,076,265	49,514,060	2.27
Royal Dutch Shell class 'A' Shares	1,306,522	34,386,111	1.58
Wolters Kluwer	598,129	24,861,431	1.14
Norway 0.97% (0.86%)			
DNB	1,431,095	21,179,291	0.97
Switzerland 4.03% (3.16%)			
ABB (Regd.)	925,198	15,321,166	0.70
Novartis	669,935	38,468,884	1.76
Roche Holding	203,143	34,167,072	1.57
Portfolio of investments		2,154,272,229	98.79
Net current assets		26,315,080	1.21
Total Net Assets		2,180,587,309	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Belgium and Israel Equity Investment Instruments portfolio category, which, at 30 June 2017, represented 1.00% and 1.72% respectively of the Total Net Assets of the Fund

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Statement of Total Return

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
Income					
Net capital gains	3		140,808,318		322,908,209
Revenue	4	47,673,107		51,380,777	
Expenses	5	(13,665,891)		(13,678,632)	
Interest payable and similar charges	7	(4,756)		(2,193)	
Net revenue before taxation		34,002,460		37,699,952	
Taxation	6	(5,038,306)		(5,337,265)	
Net revenue after taxation			28,964,154		32,362,687
Total return before distributions			169,772,472		355,270,896
Distributions	8		(28,975,608)		(32,420,398)
Change in net assets attributable to Shareholders from investment activities			140,796,864		322,850,498

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
		£	£	£	£
Opening net assets attributable to Shareholders			2,326,257,229		2,454,422,473
Amounts received on issue of shares		86,492,083		99,735,873	
Amounts paid on cancellation of shares		(397,813,394)		(577,585,682)	
			(311,321,311)		(477,849,809)
Dilution adjustment			181,125		116,710
Stamp Duty Reserve Tax			22,592		—
Change in net assets attributable to Shareholders from investment activities (see above)			140,796,864		322,850,498
Retained distributions on accumulation shares			24,650,359		26,713,376
Unclaimed distributions			451		3,981
Closing net assets attributable to Shareholders			2,180,587,309		2,326,257,229

Balance Sheet

as at 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
ASSETS					
Fixed assets					
Investment assets			2,154,272,229		2,304,052,833
Current assets					
Debtors	10	10,299,009		20,144,811	
Cash and bank balances	11	22,257,827		7,275,088	
Total other assets			32,556,836		27,419,899
Total assets			2,186,829,065		2,331,472,732
LIABILITIES					
Creditors					
Bank overdraft	11	(129)		(46)	
Distribution payable	12	(2,445,892)		(2,340,999)	
Other creditors	12	(3,795,735)		(2,874,458)	
Total other liabilities			(6,241,756)		(5,215,503)
Total liabilities			(6,241,756)		(5,215,503)
Net assets attributable to Shareholders			2,180,587,309		2,326,257,229

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Distribution Statement

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.8379	—	1.8379	1.6759
Group 2	0.9322	0.9057	1.8379	1.6759
B Shares (Income)				
Group 1	1.7586	—	1.7586	1.6183
Group 2	0.9984	0.7602	1.7586	1.6183
Exempt Shares 1 (Accumulation)				
Group 1	3.3783	—	3.3783	3.0831
Group 2	2.1264	1.2519	3.3783	3.0831
Exempt Shares 2 (Accumulation)				
Group 1	4.2800	—	4.2800	3.9063
Group 2	2.9247	1.3553	4.2800	3.9063
Exempt Shares 3 (Accumulation)				
Group 1	2.6990	—	2.6990	2.4629
Group 2	1.9331	0.7659	2.6990	2.4629
Institutional W Shares (Accumulation)				
Group 1	2.2230	—	2.2230	2.0284
Group 2	1.6422	0.5808	2.2230	2.0284
Institutional W Shares (Income)				
Group 1	2.0970	—	2.0970	1.9339
Group 2	1.4138	0.6832	2.0970	1.9339
Sterling Income Shares				
Group 1	0.4345	—	0.4345	0.3848
Group 2	0.4345	0.0000	0.4345	0.3848
X Shares (Accumulation)				
Group 1	4.8480	—	4.8480	4.4165
Group 2	3.3435	1.5045	4.8480	4.4165

Final Dividend distribution in cents per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Euro Accumulation Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000

Final distributions for 30 June 2018

Franked (%) Unfranked (%)

100.00 0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	141,432,588	324,453,333
Losses on forward currency contracts	—	(286,470)
Currency exchange losses	(589,176)	(1,221,256)
Activity charges	(35,094)	(37,398)
Net capital gains	140,808,318	322,908,209

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	136,743	174,265
Overseas dividends	42,041,874	42,899,248
Stock lending	19,279	60,139
UK dividends	5,475,211	8,247,125
Total revenue	47,673,107	51,380,777

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	12,173,489	12,146,373
Administration fees	1,153,626	1,217,665
Safe custody charges	233,582	205,044
	13,560,697	13,569,082
Other expenses:		
Audit fee†	7,722	7,401
Depositary's fees	86,681	91,200
Financial Conduct Authority fee	120	(324)
Professional fees	10,671	11,273
	105,194	109,550
Total expenses	13,665,891	13,678,632

†The Audit fee net of VAT for 2018 is £6,500 (30/06/17: £6,200).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018	30/06/2017
	£	£
a) Analysis of tax charge		
Overseas tax	5,038,306	5,337,265
Total tax charge (see Note 6b)	5,038,306	5,337,265

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	34,002,460	37,699,952
Corporation tax @ 20%	6,800,492	7,539,990
Effects of:		
Dividends not subject to corporation tax	(9,483,293)	(9,887,629)
Excess management expenses	2,685,820	2,398,886
Overseas tax	5,038,306	5,337,265
Relief on overseas tax expensed	(3,019)	(51,247)
Total tax charge (see Note 6a)	5,038,306	5,337,265

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £90,651,887 (30/06/17: £77,222,787), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £18,130,377 (30/06/17: £15,444,557).

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Interest	4,756	2,193
Total interest	4,756	2,193

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018	30/06/2017
	£	£
Final Dividend distribution 30 June	27,096,251	29,054,375
	27,096,251	29,054,375
Amounts added on issue of shares	(94,113)	(354,666)
Amounts deducted on cancellation of shares	1,973,470	3,720,689
Net distributions for the year	28,975,608	32,420,398

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	28,964,154	32,362,687
Equalisation on conversions	3,636	53,328
Transfer from capital for deficit on Euro Accumulation share class	7,818	4,409
Tax relief on capitalise fees	—	(26)
Distributions	28,975,608	32,420,398

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	3,402,041	3,166,609
Amount receivable for issue of shares	2,156,473	63,023
Amounts receivable on open currency contracts	1,274,727	719,023
Overseas tax recoverable	2,479,965	3,329,753
Sales awaiting settlement	985,803	12,866,403
	10,299,009	20,144,811

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	3,903,824	1,032,536
Cash held in BNY Mellon Sterling Liquidity Fund	—	6,242,552
Cash held in Insight Sterling Liquidity Fund	18,354,003	—
	22,257,827	7,275,088
Overdrawn cash and bank balances		
Bank overdraft	129	46
	129	46

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	2,445,892	2,340,999
	2,445,892	2,340,999
b) Other creditors		
Accrued expenses	1,144,172	1,262,174
Amount payable for cancellation of shares	1,378,765	894,208
Amounts payable on open currency contracts	1,272,798	718,076
Total other creditors	3,795,735	2,874,458

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £366,318 (30/06/17: £2,063,572 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	2,154,272,229	2,304,052,833

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	107,713,611	(107,713,611)	115,202,642	(115,202,642)
Net capital impact	107,713,611	(107,713,611)	115,202,642	(115,202,642)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	2,154,272,229	—
	2,154,272,229	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	2,304,052,833	—
	2,304,052,833	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments £	Net Current Assets £	Total £	Total £
Brazil	9,345,649	—	9,345,649	7,547,273
Canada	79,186,439	214,862	79,401,301	50,127,990
Eurozone	408,893,989	2,260,903	411,154,892	337,751,691
Hong Kong	59,187,820	—	59,187,820	51,572,178
India	4,197,121	—	4,197,121	41,605,996
Japan	185,261,976	1,219,099	186,481,075	184,584,931
Norway	21,179,291	705,054	21,884,345	20,661,379
South Korea	26,903,503	—	26,903,503	15,255,676
Switzerland	87,957,122	819,860	88,776,982	75,249,577
Taiwan	—	146,769	146,769	149,511
Thailand	6,658,433	271,058	6,929,491	12,096,230
United States of America	1,033,529,258	704,603	1,034,233,861	1,253,335,139
Total	1,922,300,601	6,342,208	1,928,642,809	2,049,937,571

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/07/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018		Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency				
Eurozone		411,154,892	21,639,731	(19,578,804)
United States of America		1,034,233,861	54,433,361	(49,249,231)
30 June 2017		Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency				
Eurozone		337,751,691	17,776,405	(16,083,414)
United States of America		1,253,335,139	65,965,007	(59,682,626)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	557,580	307	0.06	244	0.04
Total purchases	557,580	307		244	
Total purchases including transaction costs	558,131				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	846,399	433	0.05	58	0.01
Total sales	846,399	433		58	
Total sales net of transaction costs	845,908				

Total transaction costs 740 302

Total transaction costs as a % of average net assets 0.03% 0.01%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	691,258	587	0.08	642	0.09
Total purchases	691,258	587		642	
Total purchases including transaction costs	692,487				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	1,075,755	563	0.05	15	0.00
Total sales	1,075,755	563		15	
Total sales net of transaction costs	1,075,177				

Total transaction costs 1,150 657

Total transaction costs as a % of average net assets 0.05% 0.02%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.19% (30/06/17: 0.07%).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £8,519,243 of investments were subject to stock lending agreements and on behalf of the Sub-fund £9,580,181 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, there were no investments subject to stock lending agreements.

The gross earnings and the fees for the year are £24,099 (30/06/17: £75,174) and £4,820 (30/06/17: £15,035).

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Credit Suisse AG	683,267	785,651
UBS AG	7,835,976	8,794,530

18 Shareholder's funds

The Sub-fund currently has ten share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Euro Accumulation Shares	2.00%	0.10%
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 1 (Accumulation)	0.50%	0.03%
Exempt Shares 2 (Accumulation)	0.60%	0.03%
Exempt Shares 3 (Accumulation)	0.75%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%
X Shares (Accumulation)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Equity Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Euro Accumulation Shares	1,628,924	9,601,431	(8,310,022)	—	2,920,333
B Shares (Accumulation)	83,222	38,779	(2,163)	—	119,838
B Shares (Income)	814,151	32,520	(106,199)	459,510	1,199,982
Exempt Shares 1 (Accumulation)	67,674,498	5,153,862	(11,450,795)	—	61,377,565
Exempt Shares 2 (Accumulation)	5,366,170	441,085	(1,384,673)	—	4,422,582
Exempt Shares 3 (Accumulation)	20,731,328	628,402	(3,526,981)	—	17,832,749
Institutional W Shares (Accumulation)	22,372,962	1,478,260	(4,739,756)	—	19,111,466
Institutional W Shares (Income)	26,013,666	982,007	(3,285,458)	141,792	23,852,007
Sterling Income Shares	474,233,305	25,376,522	(55,899,007)	(751,999)	442,958,821
X Shares (Accumulation)	530,994,136	6,555,057	(94,493,190)	—	443,056,003

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Global High Yield Bond Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£129.93m
Comparative Index:	ICE BofA Merrill Lynch Glo HY ex Bnk Cap & Jr Sub (GBP Hedged)
Sector:	The Investment Association £ High Yield

Yield as at 30 June 2018:

B Shares (Accumulation)	4.90%
B Shares (Income)	4.90%
Institutional W Shares (Accumulation)	4.85%
Institutional W Shares (Income)	4.85%
P Shares (Accumulation)	4.86%
Sterling Income Shares	4.78%
X Shares (Accumulation)	4.85%
X Shares (Income)	4.85%

Key Dates: Fund Launch 2 October 2000

Investment Objective

To achieve a high yield from a globally diversified portfolio which may include but is not limited to fixed interest bonds and other debt instruments (such as floating rate notes and index-linked notes). At least 80% of the Sub-fund's assets should be in Sterling denominated assets or hedged back to Sterling.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	-0.40%	10.89%	1.86%
B Shares (Income)	-0.40%	10.90%	1.86%
Institutional W Shares (Accumulation)	-0.19%	11.10%	2.15%
Institutional W Shares (Income)	-0.19%	11.11%	2.14%
P Shares (Accumulation)	-0.69%	10.56%	1.63%
Sterling Income Shares	-0.75%	10.49%	1.58%
X Shares (Accumulation)	0.30%	11.66%	2.67%
X Shares (Income)	0.30%	11.68%	2.67%
ICE BofA Merrill Lynch Glo HY ex Bnk Cap & Jr Sub (GBP Hedged)	0.61%	11.58%	2.51%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income Share Class of the Sub-fund returned -0.75% against 0.61% from the ICE Bank of America Merrill Lynch Global High Yield excluding Bank Capital & Junior subordinated GBP (Hedged) Index TR.

The Sub-fund produced a negative absolute return and was behind the comparative index.

Bond markets remained unsettled with *quantitative tightening* more visible, as the US Federal Reserve raised interest rates on several occasions and the European Central Bank set a date for the final abandonment of its monthly bond-purchasing scheme. Rising oil prices and low unemployment in the US encouraged the notion that risks were to rising *inflation*.

Initially, the Sub-fund suffered from its weighting in government bonds with approximately 15% exposure, which produced inferior returns. However, performance from government bonds improved relatively, later in the period and helped to reduce the Sub-fund's *volatility*.

Concerns about high levels of corporate debt led to periodic *spread* widening through the period causing the high *yield* asset class to sell off, which affected some of our holdings.

Bonds with the longest *duration* were most negatively affected, with shorter-*duration* bonds doing relatively well. This translated into BB-rated bonds (the high-end of the *high yield* bond ratings) being the worst performing category (as they tend to have the longest *duration*), with the CCC category (the lowest rating for high yield bonds and featuring a shorter *duration*) performing better during the period. This trend detracted from returns given our lack of exposure to the CCC-rated bonds.

In the emerging market government bond (EM Sovereigns) space, local currency bonds (as opposed to dollar-denominated bonds) weighed on performance, as *yields* rose and currencies came under pressure. Ecuador and Brazil dollar-denominated emerging market bonds also incurred losses as *spreads* widened.

In terms of activity, the Sub-fund participated in a variety of new bonds over the period. These included, among others, McLaren (UK automotive), Rede D'Or (Brazilian healthcare), GMR (Indian airports) and Lycra (global textiles).

In the secondary market, exposure to short-*duration* bonds such as JBS (Brazilian poultry), Cemex (building materials) and French cable company SFR was made. Exposure was also added in HCA (US hospital operator), First Data (technology) and Matalan (UK retail). In emerging market sovereigns, short-dated Sri Lanka, Turkey, Mongolia, Ecuador and Brazil bonds were added.

Notable sales during the period were positions in Bertelsmann (media, services and education), Viridian (owing to regulatory concerns), AA (because of a change in management strategy) and the Sub-fund's position in Russia.

The manager's strategic *bearish* outlook on the high *yield* market remains intact as the manager continues to be concerned about the deteriorating fundamentals in the US corporate sector and the *macroeconomic* situation in China. A trade war is likely to have a detrimental effect on the global economy, while Brexit and the associated political uncertainty it has brought about in the UK and EU poses an additional significant challenge.

Given the manager's overall cautious view of the market, the Sub-fund continues to hold around 15% in government bonds and other *investment grade* debt as a *hedge* against a significant market sell-off.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
iShares USD High Yield Bond UCITS ETF USD Dist	iShares Euro High Yield Corporate Bond UCITS ETF
iShares Euro High Yield Corporate Bond UCITS ETF	iShares USD High Yield Bond UCITS ETF USD Dist
US Treasury 2.875% Notes 15/5/2043	US Treasury 2.875% Notes 15/5/2043
New South Wales Treasury 3% Bonds 20/5/2027	Sprint 7.875% 15/9/2023
Telecom Italia 6.999% 4/6/2018	Petrobras Global Finance 6.625% Guaranteed Bonds 16/1/2034
Treasury of Victoria 4.25% Bonds 20/12/2032	New Red Finance 6% Bonds 1/4/2022
CCO Holdings 5.75% Senior Notes 15/1/2024	New South Wales Treasury 3% Bonds 20/5/2027
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	Petrobras Global Finance 6.75% Bonds 27/1/2041
Virgin Media Receivables Financing Notes I DAC 5.5% Bonds 15/9/2024	EMC 1.875% Bonds 1/6/2018
EMC 1.875% Bonds 1/6/2018	Telecom Italia 6.999% 4/6/2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	122.51	110.68	108.34
Return before operating charges*	0.60	13.59	4.60
Operating charges	(0.99)	(0.95)	(0.96)
Return after operating charges	(0.39)	12.64	3.64
Distributions	(6.05)	(6.08)	(6.48)
Retained distributions on accumulation shares	6.05	5.27	5.18
Closing net asset value per share	122.12	122.51	110.68
*After direct transaction costs of	(0.02)	(0.01)	—
Performance			
Return after charges	(0.32%)	11.42%	3.36%
Other information			
Closing net asset value (£)	114,219	114,550	81,382
Closing number of shares	93,530	93,504	73,528
Operating charges**	0.80%	0.80%	0.90%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	125.18	123.52	110.97
Lowest share price	121.67	111.66	100.72

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	96.70	91.31	93.84
Return before operating charges*	0.51	11.08	3.73
Operating charges	(0.76)	(0.77)	(0.82)
Return after operating charges	(0.25)	10.31	2.91
Distributions	(4.67)	(4.92)	(5.44)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	91.78	96.70	91.31
*After direct transaction costs of	(0.01)	—	—
Performance			
Return after charges	(0.26%)	11.29%	3.10%
Other information			
Closing net asset value (£)	723,326	489,975	422,262
Closing number of shares	788,123	506,709	462,435
Operating charges**	0.80%	0.80%	0.91%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	97.41	97.89	94.86
Lowest share price	92.12	92.12	84.72

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	127.87	115.30	112.55
Return before operating charges*	0.62	14.16	4.79
Operating charges	(0.77)	(0.74)	(0.68)
Return after operating charges	(0.15)	13.42	4.11
Distributions	(6.38)	(6.40)	(6.81)
Retained distributions on accumulation shares	6.38	5.55	5.45
Closing net asset value per share	127.72	127.87	115.30
*After direct transaction costs of	(0.02)	(0.01)	—
Performance			
Return after charges	(0.12%)	11.64%	3.66%
Other information			
Closing net asset value (£)	11,109,684	6,675,113	4,949,057
Closing number of shares	8,698,469	5,220,180	4,292,348
Operating charges**	0.60%	0.60%	0.61%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	130.76	128.92	115.60
Lowest share price	127.19	116.32	104.83

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	100.13	94.41	96.80
Return before operating charges*	0.53	11.46	3.91
Operating charges	(0.59)	(0.60)	(0.57)
Return after operating charges	(0.06)	10.86	3.34
Distributions	(4.89)	(5.14)	(5.73)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	95.18	100.13	94.41
*After direct transaction costs of	(0.01)	—	—
Performance			
Return after charges	(0.06%)	11.50%	3.45%
Other information			
Closing net asset value (£)	22,317,808	25,423,927	24,006,892
Closing number of shares	23,448,548	25,391,202	25,428,614
Operating charges**	0.60%	0.60%	0.61%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	100.89	101.36	97.87
Lowest share price	95.54	95.25	87.53

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Statistics

(continued)

Comparative tables (continued)

P Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	120.74	109.42	107.34
Return before operating charges*	0.60	13.42	4.55
Operating charges	(1.34)	(1.29)	(1.17)
Return after operating charges	(0.74)	12.13	3.38
Distributions	(6.01)	(6.06)	(6.48)
Retained distributions on accumulation shares	6.01	5.25	5.18
Closing net asset value per share	120.00	120.74	109.42
*After direct transaction costs of	(0.02)	(0.01)	—
Performance			
Return after charges	(0.61%)	11.09%	3.15%
Other information			
Closing net asset value (£)	12,000	12,074	10,942
Closing number of shares	10,000	10,000	10,000
Operating charges**	1.10%	1.10%	1.11%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	123.25	121.74	109.72
Lowest share price	119.66	110.39	99.67

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	62.14	58.88	60.68
Return before operating charges*	0.33	7.13	2.43
Operating charges	(0.72)	(0.72)	(0.69)
Return after operating charges	(0.39)	6.41	1.74
Distributions	(2.98)	(3.15)	(3.54)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	58.77	62.14	58.88
*After direct transaction costs of	(0.01)	—	—
Performance			
Return after charges	(0.63%)	10.89%	2.87%
Other information			
Closing net asset value (£)	11,208,650	13,390,870	14,497,225
Closing number of shares	19,072,707	21,551,043	24,621,283
Operating charges**	1.17%	1.17%	1.18%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	62.58	62.90	61.33
Lowest share price	58.99	59.40	54.70

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	121.48	109.00	105.85
Return before operating charges*	0.58	13.40	4.55
Operating charges	(0.12)	(0.12)	(0.11)
Return after operating charges	0.46	13.28	4.44
Distributions	(6.08)	(6.06)	(6.43)
Retained distributions on accumulation shares	6.08	5.26	5.14
Closing net asset value per share	121.94	121.48	109.00
*After direct transaction costs of	(0.02)	(0.01)	—
Performance			
Return after charges	0.38%	12.18%	4.20%
Other information			
Closing net asset value (£)	77,670,663	33,644,730	30,206,453
Closing number of shares	63,693,960	27,694,725	27,712,804
Operating charges**	0.10%	0.10%	0.11%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	124.44	122.48	109.27
Lowest share price	120.96	109.97	98.91

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	87.29	81.89	83.54
Return before operating charges*	0.46	9.96	3.39
Operating charges	(0.09)	(0.09)	(0.09)
Return after operating charges	0.37	9.87	3.30
Distributions	(4.27)	(4.47)	(4.95)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	83.39	87.29	81.89
*After direct transaction costs of	(0.01)	—	—
Performance			
Return after charges	0.42%	12.05%	3.95%
Other information			
Closing net asset value (£)	6,771,163	23,716,069	25,537,062
Closing number of shares	8,120,211	27,170,730	31,185,246
Operating charges**	0.10%	0.10%	0.11%
Direct transaction costs*	0.01%	0.00%	0.00%
Prices			
Highest share price	88.07	88.36	84.48
Lowest share price	83.70	82.62	75.78

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Overseas Government Bonds 22.20% (16.00%)			
Bahrain (Kingdom) 5.5% Bonds 31/3/2020	USD350,000	261,456	0.20
Brazil (Republic) 0% Bonds 1/7/2021	BRL7,000,000	1,043,514	0.80
Brazil 4.625% Bonds 13/1/2028	USD700,000	478,508	0.37
Dominican (Republic) 8.9% Bonds 15/2/2023	DOP32,900,000	519,259	0.40
Ecuador (Republic) 8.875% Bonds 23/10/2027	USD451,000	303,855	0.23
Ecuador (Republic) 10.5% Bonds 24/3/2020	USD610,000	472,429	0.36
El Salvador (Republic) 7.375% Bonds 1/12/2019	USD500,000	387,711	0.30
Ethiopia (Republic) 6.625% Bonds 11/12/2024	USD530,000	391,403	0.30
Fiji (Republic) 6.625% Bonds 2/10/2020	USD1,000,000	757,357	0.58
Guatemala (Republic) 5.75% Bonds 6/6/2022	USD500,000	392,388	0.30
Indonesia (Republic) 8.25% Bonds 15/5/2036	IDR13,266,000,000	692,428	0.53
Italy (Republic) 0.35% Bonds 15/6/2020	EUR750,000	658,492	0.51
Malaysia (Government) 4.059% Bonds 30/9/2024	MYR7,040,000	1,313,115	1.01
Mexico (Government) 8.5% Bonds 13/12/2018	MXN18,834,900	727,180	0.56
Mongolia (Government) 5.625% Bonds 1/5/2023	USD1,190,000	851,770	0.66
National Highways Authority of India 7.3% Bonds 18/5/2022	INR90,000,000	985,596	0.76
New South Wales Treasury 3% Bonds 20/5/2027	AUD4,560,000	2,567,126	1.98
New Zealand (Government) 4.5% Bonds 15/4/2027	NZD4,821,000	2,652,606	2.04
Sri Lanka (Republic) 6% Bonds 14/1/2019	USD1,000,000	760,273	0.59
Treasury of Victoria 4.25% Bonds 20/12/2032	AUD2,683,000	1,688,222	1.30
US Treasury 0% Bonds 15/5/2043	USD8,064,000	2,927,563	2.25
US Treasury 2.875% Bonds 15/5/2043	USD9,951,300	7,390,221	5.69
Vietnam (Republic) 6.75% Bonds 29/1/2020	USD789,000	619,254	0.48
Sterling Denominated Corporate Bonds 19.64% (18.83%)			
Arqiva Broadcast Finance 9.5% Bonds 31/3/2020	£900,000	931,770	0.72
B&M European Value Retail 4.125% Bonds 1/2/2022	£640,000	645,248	0.50
Bank of Ireland 3.125% Floating Rate Notes 19/9/2027	£497,000	481,399	0.37
Coventry Building Society 6.375% Perpetual Floating Rate Notes	£748,000	762,803	0.59
CPUK Finance 4.25% Bonds 28/8/2022	£593,000	595,752	0.46
CPUK Finance 4.875% Bonds 28/8/2025	£363,000	364,216	0.28
Drax Finco 4.25% Bonds 1/5/2022	£1,096,000	1,100,899	0.85
Ei 6.375% Bonds 15/2/2022	£100,000	103,923	0.08
Enterprise Inns 6.5% Bonds 6/12/2018	£1,256,000	1,269,502	0.98
Heathrow Finance 5.75% Bonds 3/3/2025	£1,035,000	1,106,042	0.85
Iceland Bondco 4.625% Bonds 15/3/2025	£1,304,000	1,173,874	0.90
Investec 6.75% Perpetual Floating Rate Notes	£741,000	740,481	0.57
Iron Mountain 3.875% Bonds 15/11/2025	£1,330,000	1,255,799	0.97
Jerrold Finco 6.125% Bonds 15/1/2024	£1,109,000	1,110,553	0.85
Lloyds Banking 7% Perpetual Bonds Perpetual Floating Rate Notes	£882,000	898,149	0.69
Luxembourg (Government) 7.625% Bonds 15/1/2024	£1,210,000	1,251,503	0.96
Matalan Finance 6.75% Bonds 31/1/2023	£730,000	666,928	0.51
Mclaren Finance 5% Bonds 1/8/2022	£671,000	656,822	0.51
Nationwide Building Society 6.875% Perpetual Floating Rate Notes	£885,000	903,107	0.69
Petrobras International 6.25% Bonds 14/12/2026	£934,000	941,397	0.72
Saga 3.375% Bonds 12/5/2024	£1,082,000	1,026,136	0.79
Telecom Italia 6.375% Bonds 24/6/2019	£850,000	885,947	0.68
Tesco Property Finance 3 5.744% Bonds 13/4/2040	£1,329,273	1,540,588	1.19
Virgin Media Receivables Financing Notes I DAC 5.5% Bonds 15/9/2024	£1,489,000	1,464,432	1.13
Virgin Media Secured Finance 6.25% Bonds 28/3/2029	£920,000	959,606	0.74
Virgin Media Secured Finance 7% Bonds 15/4/2023	£1,400,000	1,442,210	1.11
Wagamama Finance 4.125% Bonds 1/7/2022	£1,280,000	1,235,635	0.95

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds 55.71% (63.41%)			
Afren 11.5% Bonds 1/2/2016	USD3,122,675	426	0.00
African Minerals 8.5% Bonds 10/2/2017	USD1,600,000	49,082	0.04
AnaCap Financial 5% Floating Rate Notes 1/8/2024	EUR1,442,000	1,163,394	0.90
Antero Resources 5.625% Bonds 1/6/2023	USD1,869,000	1,433,336	1.10
Aquarius Plus 8.25% Index Linked Perpetual Bonds	USD1,300,000	987,124	0.76
ArcelorMittal 5.125% Bonds 1/6/2020	USD900,000	698,731	0.54
Banco Bilbao Vizcaya Argentaria 5.875% Perpetual Floating Rate Bonds	EUR1,200,000	1,086,023	0.84
Banco Santander 5.25% Perpetual Bonds	EUR1,200,000	1,047,521	0.81
Banglalink Digital Communications 8.625% Bonds 6/5/2019	USD670,000	513,823	0.40
Belden 2.875% Bonds 15/9/2025	EUR1,521,000	1,307,004	1.01
Bumi Resources Tbk PT 0% Bonds 11/12/2022	USD33,041	9,635	0.01
Buzzi Unicem 6.25% Bonds 28/9/2018	EUR850,000	760,170	0.58
BWAY Holding 4.75% Bonds 15/4/2024	EUR609,000	539,006	0.41
CCO Holdings 5.75% Bonds 15/1/2024	USD2,538,000	1,927,169	1.48
Cemex Finance 6% Bonds 1/4/2024	USD1,000,000	766,900	0.59
Dana Gas Sukuk 9% Bonds 31/10/2017	USD450,900	312,940	0.24
DEMIRE Deutsche Mittelstand Real Estate 2.875% Bonds 15/7/2022	EUR1,319,000	1,176,293	0.91
Diamond 1 Finance 5.875% Bonds 15/6/2021	USD670,000	514,457	0.40
DKT Finance ApS 7% Bonds 17/6/2023	EUR324,000	290,005	0.22
Eagle Intermediate Global 5.375% Bonds 1/5/2023	EUR761,000	667,183	0.51
Eagle Intermediate Global 7.5% Bonds 1/5/2025	USD1,100,000	832,134	0.64
ECL Finance 9.05% Bonds 28/12/2019	INR65,000,000	716,339	0.55
Enviva Partners Finance 8.5% Bonds 1/11/2021	USD820,000	645,938	0.50
Equinix 2.875% Bonds 1/2/2026	EUR1,547,000	1,292,872	0.99
ERC Ireland Finance 5.349% Floating Rate Notes 15/8/2016**	EUR1,100,000	-	0.00
Eterna Capital Pte 7.5% Bonds 11/12/2022	USD192,998	146,731	0.11
Eterna Capital Pte 8% Bonds 11/12/2022	USD216,368	156,509	0.12
First Data 5.375% Bonds 15/8/2023	USD1,300,000	993,770	0.76
First Quantum Minerals 6.875% Bonds 1/3/2026	USD560,000	406,135	0.31
First Quantum Minerals 7% Bonds 15/2/2021	USD759,000	580,640	0.45
Four Finance 10.75% Bonds 1/5/2022	USD973,000	738,824	0.57
Freeport-McMoRan Copper & Gold 3.1% Bonds 15/3/2020	USD1,000,000	742,284	0.57
Georgian Railway 7.75% Bonds 11/7/2022	USD800,000	635,486	0.49
GMR Hyderabad International Airport 4.25% Bonds 27/10/2027	USD477,000	303,115	0.23
Grupo Isolux Corsan 0.25% Bonds 30/12/2021**	EUR294	-	0.00
Grupo Isolux Corsan 3% Index Linked Bonds 30/12/2021	EUR213,598	945	0.00
HCA 6.5% Bonds 15/2/2020	USD1,350,000	1,061,518	0.82
Hellas Telecommunications Finance 8.835% Bonds 15/7/2015**	EUR552,457	-	0.00
Hellas Telecommunications II 0% Floating Rate Notes 15/1/2015	EUR300,000	2,169	0.00
Housing Development Finance 7.875% Bonds 21/8/2019	INR60,000,000	666,894	0.51
Innovate Capital Pte 6% Bonds 11/12/2024	USD137,946	69,234	0.05
InterXion 4.75% Bonds 15/6/2025	EUR1,261,000	1,118,200	0.86
Iron Mountain 3% Bonds 15/1/2025	EUR708,000	619,171	0.48
JBS Investments 7.25% Bonds 3/4/2024	USD1,305,000	957,353	0.74
Jeld-Wen 4.625% Bonds 15/12/2025	USD415,000	299,404	0.23
KCA Deutag UK Finance 7.25% Bonds 15/5/2021	USD550,000	403,049	0.31
KFC 5% Bonds 1/6/2024	USD1,718,000	1,284,612	0.99
KPN Qwest 10% Convertible Bonds 15/3/2012**	EUR22,000	-	0.00
LGE HoldCo 7.125% Bonds 15/5/2024	EUR1,019,000	962,091	0.74
Light Servicos de Eletricidade 7.25% Bonds 3/5/2023	USD924,000	658,750	0.51
Mercury Bondco 7.125% Bonds 30/5/2021	EUR500,000	456,998	0.35
NatWest Markets 7.5% Perpetual Floating Rate Convertible Bonds	USD1,272,000	982,241	0.76

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds (continued)			
Neptune Energy Bondco 6.625% Bonds 15/5/2025	USD1,192,000	879,159	0.68
Netflix 3.625% Bonds 15/5/2027	EUR450,000	389,398	0.30
Nexi Capital 4.125% Bonds 1/11/2023	EUR698,000	606,579	0.47
Nova Austral 8.25% Bonds 26/5/2021	USD550,000	393,616	0.30
Petrobras Global Finance 6.875% Bonds 20/1/2040	USD1,180,000	808,415	0.62
Post 5.5% Bonds 1/3/2025	USD1,926,000	1,424,168	1.10
Pro 3% Bonds 31/3/2026	EUR1,500,000	1,287,778	0.99
Pro-Gest 3.25% Bonds 15/12/2024	EUR1,529,000	1,281,480	0.99
PSPC Escrow 6% Senior Bonds 1/2/2023	EUR1,129,000	1,038,920	0.80
Quintiles IMS 3.25% Bonds 15/3/2025	EUR796,000	683,395	0.53
Range Resources 5% Bonds 15/3/2023	USD2,010,000	1,472,960	1.13
Rede D'or Finance Sarl 4.95% Bonds 17/1/2028	USD1,090,000	735,817	0.57
Reynolds 5.75% Bonds 15/10/2020	USD872,197	663,108	0.51
RWT 5.625% Bonds 15/11/2019	USD572,000	437,751	0.34
Sable International Finance 6.875% Bonds 1/8/2022	USD1,557,000	1,214,348	0.93
Sazka 9% Bonds 12/7/2021	EUR192,197	17	0.00
SFR 7.375% Bonds 1/5/2026	USD1,400,000	1,036,758	0.80
SFR 6% Bonds 15/5/2022	USD860,000	653,704	0.50
Silgan s 3.25% Bonds 15/3/2025	EUR1,168,000	1,044,315	0.80
Société Générale 8.25% Perpetual Floating Rate Notes	USD1,272,000	974,293	0.75
SoftBank 6% Perpetual Floating Rate Notes	USD601,000	396,961	0.31
Spectrum Brands 4% Bonds 1/10/2026	EUR1,989,000	1,716,600	1.32
Spectrum Brands 6.625% Bonds 15/11/2022	USD1,366,000	1,068,279	0.82
Sprint 7.125% Bonds 15/6/2024	USD2,142,000	1,637,979	1.26
Sprint Capital 8.75% Bonds 15/3/2032	USD5,122,000	4,151,138	3.19
Sprint Communications 9.25% Bonds 15/4/2022	USD2,531,000	2,156,694	1.66
Telecom Italia 5.303% Bonds 30/5/2024	USD1,330,000	993,533	0.76
Telefonica Europe 4.2% Perpetual Floating Rate Notes	EUR1,300,000	1,184,975	0.91
Teva Pharmaceutical Finance Netherlands II 1.125% Bonds 15/10/2024	EUR985,000	736,187	0.57
Teva Pharmaceutical Finance Netherlands III BV 2.2% Bonds 21/7/2021	USD1,150,000	807,928	0.62
T-Mobile USA 6% Bonds 1/3/2023	USD1,674,000	1,309,784	1.01
T-Mobile USA 6% Bonds 15/4/2024	USD1,823,000	1,429,127	1.10
UBS 7.125% Perpetual Bonds	USD1,273,000	989,576	0.76
Unitymedia Hessen 6.25% Bonds 15/1/2029	EUR2,746,800	2,719,982	2.09
Virgolino de Oliveira Finance 10.5% Bonds 28/1/2018	USD2,200,000	108,313	0.08
Waterford Wedgwood 9.875% Bonds 1/12/2010**	EUR340,000	—	0.00
Winstar Communications 12.75% Bonds 15/4/2010**	EUR400,000	—	0.00
Ziggo Bond Finance 4.625% Bonds 15/1/2025	EUR1,110,000	968,858	0.75
Equity 0.09% (0.00%)			
Bumi Resources	9,948,768	117,792	0.09
Warrants 0.00% (0.00%)			
Grupo Isolux warrants 30/12/2021**	524	—	0.00
Exchange Traded Funds 1.99% (0.00%)			
iShares USD High Yield Bond UCITS ETF USD Dist	33,793	2,586,723	1.99
Derivatives -1.41% (-1.10%)			
Options 0.02% (0.00%)			
US 10 Year August 2018 117 (Put Options)	633	22,474	0.02
AUD Forward Foreign Currency Contracts -0.08% (-0.17%)			
Forward Foreign Currency Contracts 16/8/2018	AUD(11,311,904)	(6,318,545)	(4.86)
Forward Foreign Currency Contracts 16/8/2018	£6,213,703	6,213,703	4.78
Forward Foreign Currency Contracts 16/8/2018	AUD3,724,010	2,080,138	1.60
Forward Foreign Currency Contracts 16/8/2018	£(2,078,675)	(2,078,675)	(1.60)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
CAD Forward Foreign Currency Contracts -0.01% (0.00%)			
Forward Foreign Currency Contracts 16/8/2018	CAD(2,294,000)	(1,319,194)	(1.02)
Forward Foreign Currency Contracts 16/8/2018	£1,306,773	1,306,773	1.01
CHF Forward Foreign Currency Contracts 0.06% (-0.01%)			
Forward Foreign Currency Contracts 16/8/2018	CHF202,625	154,841	0.12
Forward Foreign Currency Contracts 16/8/2018	£(150,017)	(150,017)	(0.12)
Forward Foreign Currency Contracts 16/8/2018	CHF3,008,000	2,298,643	1.77
Forward Foreign Currency Contracts 16/8/2018	£(2,226,972)	(2,226,972)	(1.71)
CNY Forward Foreign Currency Contracts -0.05% (0.00%)			
Forward Foreign Currency Contracts 16/8/2018	CNY11,410,000	1,298,710	1.00
Forward Foreign Currency Contracts 16/8/2018	USD(1,782,395)	(1,347,302)	(1.04)
Forward Foreign Currency Contracts 16/8/2018	CNY5,584,000	635,582	0.49
Forward Foreign Currency Contracts 16/8/2018	USD(866,274)	(654,811)	(0.50)
EUR Forward Foreign Currency Contracts -0.14% (-0.87%)			
Forward Foreign Currency Contracts 16/8/2018	EUR(31,895,842)	(28,244,013)	(21.74)
Forward Foreign Currency Contracts 16/8/2018	£28,091,330	28,091,330	21.62
Forward Foreign Currency Contracts 16/8/2018	EUR(1,490,000)	(1,319,406)	(1.01)
Forward Foreign Currency Contracts 16/8/2018	£1,309,773	1,309,773	1.01
Forward Foreign Currency Contracts 16/8/2018	EUR(191,293)	(169,391)	(0.13)
Forward Foreign Currency Contracts 16/8/2018	£167,939	167,939	0.13
Forward Foreign Currency Contracts 16/8/2018	EUR(2,797,678)	(2,477,365)	(1.91)
Forward Foreign Currency Contracts 16/8/2018	£2,456,963	2,456,963	1.89
Forward Foreign Currency Contracts 16/8/2018	EUR(524,732)	(464,655)	(0.36)
Forward Foreign Currency Contracts 16/8/2018	£462,828	462,828	0.36
Forward Foreign Currency Contracts 16/8/2018	EUR314,356	278,365	0.21
Forward Foreign Currency Contracts 16/8/2018	£(277,660)	(277,660)	(0.21)
JPY Forward Foreign Currency Contracts 0.04% (0.00%)			
Forward Foreign Currency Contracts 16/8/2018	JPY(287,505,547)	(1,968,060)	(1.51)
Forward Foreign Currency Contracts 16/8/2018	£1,978,638	1,978,638	1.52
Forward Foreign Currency Contracts 16/8/2018	JPY148,584,547	1,017,105	0.78
Forward Foreign Currency Contracts 16/8/2018	£(1,010,620)	(1,010,620)	(0.78)
Forward Foreign Currency Contracts 16/8/2018	JPY138,921,000	950,955	0.73
Forward Foreign Currency Contracts 16/8/2018	£(938,296)	(938,296)	(0.72)
Forward Foreign Currency Contracts 16/8/2018	JPY287,970,000	1,971,239	1.52
Forward Foreign Currency Contracts 16/8/2018	£(1,949,753)	(1,949,753)	(1.50)
MXN Forward Foreign Currency Contracts 0.00% (-0.08%)			
Forward Foreign Currency Contracts 16/8/2018	MXN(18,823,326)	(718,702)	(0.55)
Forward Foreign Currency Contracts 16/8/2018	£696,447	696,447	0.54
Forward Foreign Currency Contracts 16/8/2018	MXN 17,816,991	680,279	0.52
Forward Foreign Currency Contracts 16/8/2018	£(662,258)	(662,258)	(0.51)
NZD Forward Foreign Currency Contracts 0.00% (-0.12%)			
Forward Foreign Currency Contracts 16/8/2018	NZD(5,792,085)	(2,964,346)	(2.28)
Forward Foreign Currency Contracts 16/8/2018	£2,974,820	2,974,820	2.29
Forward Foreign Currency Contracts 16/8/2018	NZD 695,846	356,129	0.27
Forward Foreign Currency Contracts 16/8/2018	£(358,181)	(358,181)	(0.28)
SEK Forward Foreign Currency Contracts 0.00% (0.08%)			
Forward Foreign Currency Contracts 16/8/2018	SEK(15,561,000)	(1,319,322)	(1.02)
Forward Foreign Currency Contracts 16/8/2018	£1,324,935	1,324,935	1.02
Forward Foreign Currency Contracts 16/8/2018	SEK15,561,000	1,319,322	1.02
Forward Foreign Currency Contracts 16/8/2018	£(1,318,928)	(1,318,928)	(1.02)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
USD Forward Foreign Currency Contracts -1.25% (0.05%)			
Forward Foreign Currency Contracts 16/8/2018	USD(87,163,347)	(65,886,256)	(50.71)
Forward Foreign Currency Contracts 16/8/2018	£64,229,576	64,229,576	49.44
Forward Foreign Currency Contracts 16/8/2018	USD(1,412,309)	(1,067,556)	(0.82)
Forward Foreign Currency Contracts 16/8/2018	£1,039,264	1,039,264	0.80
Forward Foreign Currency Contracts 16/8/2018	USD(3,179,000)	(2,402,987)	(1.85)
Forward Foreign Currency Contracts 16/8/2018	£2,340,384	2,340,384	1.80
Forward Foreign Currency Contracts 16/8/2018	USD(305,796)	(231,149)	(0.18)
Forward Foreign Currency Contracts 16/8/2018	£229,487	229,487	0.18
Forward Foreign Currency Contracts 16/8/2018	USD(3,928,983)	(2,969,895)	(2.29)
Forward Foreign Currency Contracts 16/8/2018	£2,919,337	2,919,337	2.25
Forward Foreign Currency Contracts 16/8/2018	USD1,786,861	1,350,678	1.04
Forward Foreign Currency Contracts 16/8/2018	CNY(11,410,000)	(1,298,710)	(1.00)
Forward Foreign Currency Contracts 16/8/2018	USD2,030,716	1,535,006	1.18
Forward Foreign Currency Contracts 16/8/2018	£(1,491,591)	(1,491,591)	(1.15)
Forward Foreign Currency Contracts 16/8/2018	USD8,137,960	6,151,435	4.74
Forward Foreign Currency Contracts 16/8/2018	£(6,088,480)	(6,088,480)	(4.69)
Forward Foreign Currency Contracts 16/8/2018	USD207,651	156,962	0.12
Forward Foreign Currency Contracts 16/8/2018	£(154,675)	(154,675)	(0.12)
Forward Foreign Currency Contracts 16/8/2018	USD2,991,846	2,261,519	1.74
Forward Foreign Currency Contracts 16/8/2018	£(2,249,894)	(2,249,894)	(1.73)
Portfolio of investments*		127,610,397	98.22
Net current assets		2,317,116	1.78
Total Net Assets		129,927,513	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

During the period ended 30 June 2018, the Sub-fund disposed of its holdings in the CZK, KRW, PLN and SGD Forward Foreign Currency Contracts portfolio categories, which, at 30 June 2017, represented 0.08%, (0.01%), (0.03%) & (0.02%) respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent debt securities and equities issued by the relevant companies or issuers.

*Net of investment liabilities.

**Delisted/Suspended/Unlisted.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital (losses)/gains	3		(6,121,232)		6,525,315
Revenue	4	5,832,258		5,416,258	
Expenses	5	(387,781)		(383,596)	
Interest payable and similar charges	7	(2,557)		(866)	
Net revenue before taxation		5,441,920		5,031,796	
Taxation	6	(6,855)		—	
Net revenue after taxation			5,435,065		5,031,796
Total return before distributions			(686,167)		11,557,111
Distributions	8		(5,732,609)		(5,328,845)
Change in net assets attributable to Shareholders from investment activities			(6,418,776)		6,228,266

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders			103,467,308	99,711,275
Amounts received on issue of shares	60,622,727			15,347,855
Amounts paid on cancellation of shares	(31,292,773)			(19,498,943)
			29,329,954	(4,151,088)
Dilution adjustment			212,606	6,440
Change in net assets attributable to Shareholders from investment activities (see above)			(6,418,776)	6,228,266
Retained distributions on accumulation shares			3,335,191	1,667,617
Unclaimed distributions			1,230	4,798
Closing net assets attributable to Shareholders			129,927,513	103,467,308

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			129,805,580		102,170,202
Current assets					
Debtors	10	3,251,305		2,996,307	
Cash and bank balances	11	1,811,413		3,850,341	
Total other assets			5,062,718		6,846,648
Total assets			134,868,298		109,016,850
LIABILITIES					
Investment liabilities					
			(2,195,183)		(1,664,725)
Creditors					
Bank overdraft	11	(192)		—	
Distribution payable	12	(164,089)		(256,362)	
Other creditors	12	(2,581,321)		(3,628,455)	
Total other liabilities			(2,745,602)		(3,884,817)
Total liabilities			(4,940,785)		(5,549,542)
Net assets attributable to Shareholders			129,927,513		103,467,308

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 June 2018

Group 2: Shares purchased 1 June 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	0.4835	—	0.4835	0.4929
Group 2	0.4098	0.0737	0.4835	0.4929
B Shares (Income)				
Group 1	0.3648	—	0.3648	0.3907
Group 2	0.0246	0.3402	0.3648	0.3907
Institutional W Shares (Accumulation)				
Group 1	0.5109	—	0.5109	0.5197
Group 2	0.2412	0.2697	0.5109	0.5197
Institutional W Shares (Income)				
Group 1	0.3823	—	0.3823	0.4086
Group 2	0.2046	0.1777	0.3823	0.4086
P Shares (Accumulation)				
Group 1	0.4800	—	0.4800	0.4909
Group 2	0.4800	0.0000	0.4800	0.4909
Sterling Income Shares				
Group 1	0.2327	—	0.2327	0.2500
Group 2	0.0819	0.1508	0.2327	0.2500
X Shares (Accumulation)				
Group 1	0.4877	—	0.4877	0.4936
Group 2	0.1441	0.3436	0.4877	0.4936
X Shares (Income)				
Group 1	0.3349	—	0.3349	0.3561
Group 2	0.3349	0.0000	0.3349	0.3561

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 May 2018

Group 2: Shares purchased 1 May 2018 to 31 May 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/05/2017
B Shares (Accumulation)				
Group 1	0.5654	—	0.5654	0.5484
Group 2	0.4178	0.1476	0.5654	0.5484
B Shares (Income)				
Group 1	0.4287	—	0.4287	0.4366
Group 2	0.2632	0.1655	0.4287	0.4366
Institutional W Shares (Accumulation)				
Group 1	0.5966	—	0.5966	0.5777
Group 2	0.3032	0.2934	0.5966	0.5777
Institutional W Shares (Income)				
Group 1	0.4486	—	0.4486	0.4563
Group 2	0.1591	0.2895	0.4486	0.4563
P Shares (Accumulation)				
Group 1	0.5613	—	0.5613	0.5463
Group 2	0.5613	0.0000	0.5613	0.5463
Sterling Income Shares				
Group 1	0.2736	—	0.2736	0.2796
Group 2	0.1718	0.1018	0.2736	0.2796
X Shares (Accumulation)				
Group 1	0.5693	—	0.5693	0.5484
Group 2	0.1277	0.4416	0.5693	0.5484
X Shares (Income)				
Group 1	0.3927	—	0.3927	0.3975
Group 2	0.3927	0.0000	0.3927	0.3975

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 April 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/04/2017
B Shares (Accumulation)				
Group 1	0.5128	—	0.5128	0.4492
Group 2	0.4149	0.0979	0.5128	0.4492
B Shares (Income)				
Group 1	0.3905	—	0.3905	0.3591
Group 2	0.0396	0.3509	0.3905	0.3591
Institutional W Shares (Accumulation)				
Group 1	0.5419	—	0.5419	0.4739
Group 2	0.2831	0.2588	0.5419	0.4739
Institutional W Shares (Income)				
Group 1	0.4091	—	0.4091	0.3758
Group 2	0.1903	0.2188	0.4091	0.3758
P Shares (Accumulation)				
Group 1	0.5094	—	0.5094	0.4482
Group 2	0.5094	0.0000	0.5094	0.4482
Sterling Income Shares				
Group 1	0.2492	—	0.2492	0.2299
Group 2	0.1370	0.1122	0.2492	0.2299
X Shares (Accumulation)				
Group 1	0.5167	—	0.5167	0.4498
Group 2	0.1935	0.3232	0.5167	0.4498
X Shares (Income)				
Group 1	0.3581	—	0.3581	0.3273
Group 2	0.3581	0.0000	0.3581	0.3273

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 March 2018

Group 2: Shares purchased 1 March 2018 to 31 March 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	0.4371	—	0.4371	0.5369
Group 2	0.4169	0.0202	0.4371	0.5369
B Shares (Income)				
Group 1	0.3340	—	0.3340	0.4310
Group 2	0.0402	0.2938	0.3340	0.4310
Institutional W Shares (Accumulation)				
Group 1	0.4619	—	0.4619	0.5654
Group 2	0.2187	0.2432	0.4619	0.5654
Institutional W Shares (Income)				
Group 1	0.3501	—	0.3501	0.4503
Group 2	0.1494	0.2007	0.3501	0.4503
P Shares (Accumulation)				
Group 1	0.4346	—	0.4346	0.5347
Group 2	0.4346	0.0000	0.4346	0.5347
Sterling Income Shares				
Group 1	0.2131	—	0.2131	0.2761
Group 2	0.0509	0.1622	0.2131	0.2761
X Shares (Accumulation)				
Group 1	0.4405	—	0.4405	0.5364
Group 2	0.4405	0.0000	0.4405	0.5364
X Shares (Income)				
Group 1	0.3063	—	0.3063	0.3920
Group 2	0.3063	0.0000	0.3063	0.3920

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 February 2018

Group 2: Shares purchased 1 February 2018 to 28 February 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 28/02/2017
B Shares (Accumulation)				
Group 1	0.4935	—	0.4935	0.3791
Group 2	0.4935	0.0000	0.4935	0.3791
B Shares (Income)				
Group 1	0.3784	—	0.3784	0.3052
Group 2	0.0632	0.3152	0.3784	0.3052
Institutional W Shares (Accumulation)				
Group 1	0.5206	—	0.5206	0.3994
Group 2	0.2775	0.2431	0.5206	0.3994
Institutional W Shares (Income)				
Group 1	0.3960	—	0.3960	0.3189
Group 2	0.2554	0.1406	0.3960	0.3189
P Shares (Accumulation)				
Group 1	0.4897	—	0.4897	0.3780
Group 2	0.4897	0.0000	0.4897	0.3780
Sterling Income Shares				
Group 1	0.2417	—	0.2417	0.1956
Group 2	0.1364	0.1053	0.2417	0.1956
X Shares (Accumulation)				
Group 1	0.4956	—	0.4956	0.3786
Group 2	0.4956	0.0000	0.4956	0.3786
X Shares (Income)				
Group 1	0.3463	—	0.3463	0.2775
Group 2	0.3463	0.0000	0.3463	0.2775

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/01/2017
B Shares (Accumulation)				
Group 1	0.4350	—	0.4350	0.3818
Group 2	0.1812	0.2538	0.4350	0.3818
B Shares (Income)				
Group 1	0.3349	—	0.3349	0.3086
Group 2	0.0224	0.3125	0.3349	0.3086
Institutional W Shares (Accumulation)				
Group 1	0.4602	—	0.4602	0.4025
Group 2	0.1929	0.2673	0.4602	0.4025
Institutional W Shares (Income)				
Group 1	0.3513	—	0.3513	0.3226
Group 2	0.1436	0.2077	0.3513	0.3226
P Shares (Accumulation)				
Group 1	0.4336	—	0.4336	0.3809
Group 2	0.4336	0.0000	0.4336	0.3809
Sterling Income Shares				
Group 1	0.2137	—	0.2137	0.1977
Group 2	0.1106	0.1031	0.2137	0.1977
X Shares (Accumulation)				
Group 1	0.4383	—	0.4383	0.3815
Group 2	0.0060	0.4323	0.4383	0.3815
X Shares (Income)				
Group 1	0.3071	—	0.3071	0.2806
Group 2	0.3071	0.0000	0.3071	0.2806

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 December 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.5135	—	0.5135	0.4153
Group 2	0.4141	0.0994	0.5135	0.4153
B Shares (Income)				
Group 1	0.3969	—	0.3969	0.3366
Group 2	0.0617	0.3352	0.3969	0.3366
Institutional W Shares (Accumulation)				
Group 1	0.5419	—	0.5419	0.4371
Group 2	0.3016	0.2403	0.5419	0.4371
Institutional W Shares (Income)				
Group 1	0.4155	—	0.4155	0.3516
Group 2	0.2513	0.1642	0.4155	0.3516
P Shares (Accumulation)				
Group 1	0.5107	—	0.5107	0.4143
Group 2	0.5107	0.0000	0.5107	0.4143
Sterling Income Shares				
Group 1	0.2536	—	0.2536	0.2159
Group 2	0.0876	0.1660	0.2536	0.2159
X Shares (Accumulation)				
Group 1	0.5161	—	0.5161	0.4142
Group 2	0.5161	0.0000	0.5161	0.4142
X Shares (Income)				
Group 1	0.3630	—	0.3630	0.3057
Group 2	0.3630	0.0000	0.3630	0.3057

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 November 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/11/2016
B Shares (Accumulation)				
Group 1	0.4813	—	0.4813	0.3600
Group 2	0.3812	0.1001	0.4813	0.3600
B Shares (Income)				
Group 1	0.3734	—	0.3734	0.2927
Group 2	0.1055	0.2679	0.3734	0.2927
Institutional W Shares (Accumulation)				
Group 1	0.5081	—	0.5081	0.3793
Group 2	0.2087	0.2994	0.5081	0.3793
Institutional W Shares (Income)				
Group 1	0.3910	—	0.3910	0.3060
Group 2	0.1423	0.2487	0.3910	0.3060
P Shares (Accumulation)				
Group 1	0.4789	—	0.4789	0.3591
Group 2	0.4789	0.0000	0.4789	0.3591
Sterling Income Shares				
Group 1	0.2386	—	0.2386	0.1877
Group 2	0.0931	0.1455	0.2386	0.1877
X Shares (Accumulation)				
Group 1	0.4836	—	0.4836	0.3592
Group 2	0.3732	0.1104	0.4836	0.3592
X Shares (Income)				
Group 1	0.3415	—	0.3415	0.2660
Group 2	0.3415	0.0000	0.3415	0.2660

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/10/2016
B Shares (Accumulation)				
Group 1	0.5178	—	0.5178	0.4419
Group 2	—	0.5178	0.5178	0.4419
B Shares (Income)				
Group 1	0.4036	—	0.4036	0.3608
Group 2	0.0838	0.3198	0.4036	0.3608
Institutional W Shares (Accumulation)				
Group 1	0.5463	—	0.5463	0.4646
Group 2	0.2074	0.3389	0.5463	0.4646
Institutional W Shares (Income)				
Group 1	0.4224	—	0.4224	0.3766
Group 2	0.2233	0.1991	0.4224	0.3766
P Shares (Accumulation)				
Group 1	0.5151	—	0.5151	0.4403
Group 2	0.5151	0.0000	0.5151	0.4403
Sterling Income Shares				
Group 1	0.2580	—	0.2580	0.2316
Group 2	0.1230	0.1350	0.2580	0.2316
X Shares (Accumulation)				
Group 1	0.5198	—	0.5198	0.4400
Group 2	0.3375	0.1823	0.5198	0.4400
X Shares (Income)				
Group 1	0.3687	—	0.3687	0.3271
Group 2	0.3687	0.0000	0.3687	0.3271

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 September 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	0.5315	—	0.5315	0.3832
Group 2	0.5315	0.0000	0.5315	0.3832
B Shares (Income)				
Group 1	0.4160	—	0.4160	0.3138
Group 2	0.0545	0.3615	0.4160	0.3138
Institutional W Shares (Accumulation)				
Group 1	0.5604	—	0.5604	0.4034
Group 2	0.2546	0.3058	0.5604	0.4034
Institutional W Shares (Income)				
Group 1	0.4350	—	0.4350	0.3277
Group 2	0.1985	0.2365	0.4350	0.3277
P Shares (Accumulation)				
Group 1	0.5285	—	0.5285	0.3825
Group 2	0.5285	0.0000	0.5285	0.3825
Sterling Income Shares				
Group 1	0.2661	—	0.2661	0.2014
Group 2	0.1865	0.0796	0.2661	0.2014
X Shares (Accumulation)				
Group 1	0.5330	—	0.5330	0.3817
Group 2	0.2394	0.2936	0.5330	0.3817
X Shares (Income)				
Group 1	0.3796	—	0.3796	0.2846
Group 2	0.3796	0.0000	0.3796	0.2846

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 August 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/08/2016
B Shares (Accumulation)				
Group 1	0.5576	—	0.5576	0.4441
Group 2	0.0465	0.5111	0.5576	0.4441
B Shares (Income)				
Group 1	0.4381	—	0.4381	0.3651
Group 2	0.0238	0.4143	0.4381	0.3651
Institutional W Shares (Accumulation)				
Group 1	0.5874	—	0.5874	0.4670
Group 2	0.3462	0.2412	0.5874	0.4670
Institutional W Shares (Income)				
Group 1	0.4580	—	0.4580	0.3809
Group 2	0.2075	0.2505	0.4580	0.3809
P Shares (Accumulation)				
Group 1	0.5550	—	0.5550	0.4428
Group 2	0.5550	0.0000	0.5550	0.4428
Sterling Income Shares				
Group 1	0.2803	—	0.2803	0.2345
Group 2	0.1129	0.1674	0.2803	0.2345
X Shares (Accumulation)				
Group 1	0.5584	—	0.5584	0.4416
Group 2	0.5584	0.0000	0.5584	0.4416
X Shares (Income)				
Group 1	0.3995	—	0.3995	0.3306
Group 2	0.3995	0.0000	0.3995	0.3306

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 July 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/07/2016
B Shares (Accumulation)				
Group 1	0.5180	—	0.5180	0.4345
Group 2	0.5180	0.0000	0.5180	0.4345
B Shares (Income)				
Group 1	0.4090	—	0.4090	0.3585
Group 2	0.0535	0.3555	0.4090	0.3585
Institutional W Shares (Accumulation)				
Group 1	0.5463	—	0.5463	0.4567
Group 2	0.2109	0.3354	0.5463	0.4567
Institutional W Shares (Income)				
Group 1	0.4277	—	0.4277	0.3740
Group 2	0.1916	0.2361	0.4277	0.3740
P Shares (Accumulation)				
Group 1	0.5151	—	0.5151	0.4336
Group 2	0.5151	0.0000	0.5151	0.4336
Sterling Income Shares				
Group 1	0.2617	—	0.2617	0.2303
Group 2	0.0665	0.1952	0.2617	0.2303
X Shares (Accumulation)				
Group 1	0.5190	—	0.5190	0.4318
Group 2	0.5190	0.0000	0.5190	0.4318
X Shares (Income)				
Group 1	0.3730	—	0.3730	0.3245
Group 2	0.3730	0.0000	0.3730	0.3245
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			0.00	100.00
Interim distributions for 31 May 2018			0.00	100.00
Interim distributions for 30 April 2018			0.00	100.00
Interim distributions for 31 March 2018			0.00	100.00
Interim distributions for 28 February 2018			0.00	100.00
Interim distributions for 31 January 2018			0.00	100.00
Interim distributions for 31 December 2017			0.00	100.00
Interim distributions for 30 November 2017			0.00	100.00
Interim distributions for 31 October 2017			0.00	100.00
Interim distributions for 30 September 2017			0.00	100.00
Interim distributions for 31 August 2017			0.00	100.00
Interim distributions for 31 July 2017			0.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(5,340,156)	9,804,764
Gains/(losses) on derivative contracts	12,518	(66,511)
Losses on forward currency contracts	(856,322)	(2,572,210)
Currency exchange gains/(losses)	100,167	(609,987)
Activity charges	(37,439)	(30,741)
Net capital (losses)/gains	(6,121,232)	6,525,315

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	3,346	3,270
Interest on debt securities	5,724,074	5,384,960
Stock lending	28,324	16,487
Taxable overseas dividends	76,514	11,541
Total revenue	5,832,258	5,416,258

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	297,539	297,040
Administration fees	47,010	44,473
Safe custody charges	10,328	12,976
	354,877	354,489
Other expenses		
Audit fee†	8,867	8,531
Depositary's fees	21,398	20,570
Financial Conduct Authority fee	120	(324)
Professional fees	2,519	330
	32,904	29,107
Total expenses	387,781	383,596

†The Audit fee net of VAT for 2018 is £7,500 (30/06/17: £7,150)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax	6,855	—
Total tax charge (see Note 6b)	6,855	—

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	5,441,920	5,031,796
Corporation tax @ 20%	1,088,384	1,006,359
Effects of:		
Overseas tax withheld	6,855	—
Tax deductible interest distributions	(1,088,384)	(1,006,359)
Total tax charge (see Note 6a)	6,855	—

c) Deferred tax

At 30 June 2018, the Sub-fund has a potential deferred tax asset of £nil (30/06/17: £nil) in relation to surplus management expenses of £nil (30/06/17: £nil). Current period income has been set off against tax deductible interest distributions. No deferred tax asset has been recognised in the year or prior year.

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	2,557	866
Total interest	2,557	866

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Interest distribution 31 July	443,434	397,161
Interim Interest distribution 31 August	467,347	403,205
Interim Interest distribution 30 September	455,127	342,619
Interim Interest distribution 31 October	445,225	387,288
Interim Interest distribution 30 November	417,441	315,798
Interim Interest distribution 31 December	445,516	360,534
Interim Interest distribution 31 January	491,484	329,603
Interim Interest distribution 28 February	535,201	326,870
Interim Interest distribution 31 March	472,172	461,570
Interim Interest distribution 30 April	550,633	387,462
Interim Interest distribution 31 May	608,003	473,219
Final Interest distribution 30 June	519,688	420,700
Income tax withheld	—	717,262
	5,851,271	5,323,291
Amounts added on issue of shares	(187,234)	(29,341)
Amounts deducted on cancellation of shares	68,572	34,895
Net distributions for the year	5,732,609	5,328,845

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	5,435,065	5,031,796
Capitalised fees less tax relief paid from capital	297,539	297,040
Equalisation on conversions	5	9
	5,732,609	5,328,845

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	1,726,063	1,423,568
Amount receivable for issue of shares	59,241	180,983
Amounts receivable on open currency contracts	361,876	707,474
Sales awaiting settlement	1,104,125	684,282
Total debtors	3,251,305	2,996,307

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	25,064	28,095
Cash held in Insight Sterling Liquidity Fund	496,349	2,052,246
Cash held on margin account	1,290,000	1,770,000
	1,811,413	3,850,341
Overdrawn cash and bank balances		
Overdraft position at brokers	192	—
	192	—

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	164,089	256,362
	164,089	256,362
b) Other creditors		
Accrued expenses	40,612	56,683
Amount payable for cancellation of shares	68,379	1,575,356
Amounts payable on open currency contracts	362,154	707,114
Purchases awaiting settlement	2,110,176	1,289,302
Total other creditors	2,581,321	3,628,455

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £49,424 (30/06/17: £1,442,729).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	129,468,957	101,653,411

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	6,472,324	(6,472,324)	5,082,671	(5,082,671)
Derivative securities	1,124	(1,124)	—	—
Net capital impact	6,473,448	(6,473,448)	5,082,671	(5,082,671)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	2,726,989	—
Level 2: Observable	127,078,591	(2,195,183)
	129,805,580	(2,195,183)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 2: Observable	102,170,202	(1,664,725)
	102,170,202	(1,664,725)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank of Commerce	(172,708)	(172,708)
Citigroup	(2,609)	(2,609)
JP Morgan	(29,117)	(29,117)
Royal Bank of Scotland	32,761	32,761
State Street	(1,530,199)	(1,530,199)
UBS	(156,688)	(156,688)
Total	(1,858,560)	(1,858,560)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £1,290,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	4,990,741	124,337,950	142,379,371	271,708,062
Investment liabilities	—	—	(144,097,665)	(144,097,665)
Total	4,990,741	124,337,950	(1,718,294)	127,610,397

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	3,879,656	97,773,755	129,058,205	230,711,616
Investment liabilities	—	—	(130,206,139)	(130,206,139)
Total	3,879,656	97,773,755	(1,147,934)	100,505,477

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.9% (30/06/17: 1.2%) decrease/increase respectively in the portfolio valuation.

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Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
Australia	16,942	10,273	27,215	(2,165,329)
Brazil	1,043,514	—	1,043,514	—
Canada	(1,319,194)	—	(1,319,194)	(2,111,404)
China	635,582	—	635,582	—
Czech Republic	—	—	—	1,099,434
Dominican Republic	519,259	16,754	536,013	—
Eurozone	(5,590,446)	(205,380)	(5,795,826)	(2,928,468)
India	2,368,829	38,391	2,407,220	1,216,515
Indonesia	810,220	5,785	816,005	—
Japan	1,971,239	—	1,971,239	1,553,341
Malaysia	1,313,115	13,322	1,326,437	—
Mexico	688,757	2,228	690,985	1,232,157
New Zealand	44,389	20,792	65,181	(6,451)
Poland	—	—	—	31,337
Singapore	—	—	—	(987,875)
South Africa	—	—	—	(888,549)
Sweden	—	—	—	2,169,047
Switzerland	2,453,485	—	2,453,485	2,381,901
United States of America	353,788	791,089	1,144,877	(431,041)
Total	5,309,479	693,254	6,002,733	164,615

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade securities	17,445	13.44	14.34
Below investment grade securities	92,462	71.16	72.54
Unrated securities	19,563	15.05	11.36
Other liabilities	(1,859)	(1.43)	(1.10)
Portfolio of investments	127,611	98.22	97.14
Net current assets	2,317	1.78	2.86
Total Net Assets	129,928	100.00	100.00

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Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	220	—	—	—	—
Debt instruments (direct)	109,180	—	—	—	—
Collective investment schemes	24,624	7	0.03	—	—
Total purchases	134,024	7		—	
Total purchases including transaction costs	134,031				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	78,228	—	—	—	—
Collective investment schemes	21,972	7	0.03	—	—
Total sales	100,200	7		—	
Total sales net of transaction costs	100,193				

Derivative transaction costs

1

—

Total transaction costs

15

—

Total transaction costs

as a % of average net assets

0.01%

0.00%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	54,709	—	—	—	—
Collective investment schemes	7,204	2	0.03	—	—
Total purchases	61,913	2		—	
Total purchases including transaction costs	61,915				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	9	—	—	—	—
Debt instruments (direct)	65,719	—	—	—	—
Collective investment schemes	7,631	2	0.03	—	—
Total sales	73,359	2		—	
Total sales net of transaction costs	73,357				

Total transaction costs

4

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

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Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

During the period the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivatives positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.66% (30/06/17: 0.70%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £11,649,362 of investments were subject to stock lending agreements and on behalf of the Sub-fund £12,619,012 was held in collateral. The collateral is held 35.85% in debt securities and 64.15% in equity securities.

As at 30 June 2017, £7,412,544 of investments were subject to stock lending agreements and on behalf of the Sub-fund £7,854,297 was held in collateral. The collateral is held 39.67% in equity and 60.33% in debt securities.

The gross earnings and the fees for the year are £35,405 (30/06/17: £20,609) and £7,081 (30/06/17: £4,122) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Bank PLC	1,508,786	1,550,890
BNP Paribas	818,914	852,278
Credit Suisse Securities (Europe) Limited	722,254	788,100
Goldman Sachs International	644,034	676,323
HSBC Bank PLC	7,358,671	8,094,548
JP Morgan Securities, Plc.	596,703	656,873

18 Shareholder's funds

The Sub-fund currently has eight share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.65%	0.08%
B Shares (Income)	0.65%	0.08%
Institutional W Shares (Accumulation)	0.50%	0.03%
Institutional W Shares (Income)	0.50%	0.03%
P Shares (Accumulation)	1.00%	0.03%
Sterling Income Shares	1.00%	0.10%
X Shares (Accumulation)	0.00%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global High Yield Bond Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	93,504	25,368	(25,342)	—	93,530
B Shares (Income)	506,709	31,733	(675)	250,356	788,123
Institutional W Shares (Accumulation)	5,220,180	4,126,980	(648,691)	—	8,698,469
Institutional W Shares (Income)	25,391,202	2,748,950	(4,809,184)	117,580	23,448,548
P Shares (Accumulation)	10,000	—	—	—	10,000
Sterling Income Shares	21,551,043	944,965	(2,842,873)	(580,428)	19,072,707
X Shares (Accumulation)	27,694,725	42,012,709	(6,013,474)	—	63,693,960
X Shares (Income)	27,170,730	—	(19,050,519)	—	8,120,211

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton Global Income Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£5,339.13m
Comparative Index:	FTSE World TR GBP
Sector:	The Investment Association Global Equity Income

Yield as at 30 June 2018:

B Shares (Accumulation)	3.18%
B Shares (Income)	3.21%
Exempt Shares 2 (Accumulation)	3.18%
Exempt Shares 2 (Income)	3.20%
Institutional Shares (Accumulation)	3.18%
Institutional Shares (Income)	3.21%
Institutional W Shares (Accumulation)	3.18%
Institutional W Shares (Income)	3.20%
Sterling Accumulation Shares	3.19%
Sterling Income Shares	3.22%
U Shares (Accumulation)	3.18%
U Shares (Income)	3.20%
X Shares (Accumulation)	3.18%
X Shares (Income)	3.20%

Key Dates: Fund Launch 30 November 2005

Investment Objective

To generate distributions over an annual period together with long-term capital growth from investing predominantly in global securities.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
B Shares (Accumulation)	4.31%	16.17%	28.51%
B Shares (Income)	4.31%	16.18%	28.53%
Exempt Shares 2 (Accumulation)	4.46%	16.36%	28.88%
Exempt Shares 2 (Income)	4.46%	16.34%	28.88%
Institutional Shares (Accumulation)	4.20%	16.06%	28.56%
Institutional Shares (Income)	4.20%	16.05%	28.56%
Institutional W Shares (Accumulation)	4.46%	16.35%	28.87%
Institutional W Shares (Income)	4.46%	16.34%	28.88%
Sterling Accumulation Shares	3.61%	15.40%	27.84%
Sterling Income Shares	3.61%	15.40%	27.83%
U Shares (Accumulation)	4.56%	16.47%	29.01%
U Shares (Income)	4.56%	16.46%	29.01%
X Shares (Accumulation)	5.23%	17.19%	29.80%
X Shares (Income)	5.23%	17.20%	29.81%
FTSE World TR GBP	9.35%	22.88%	14.62%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month review period, the Sterling Income share class of the Sub-fund returned 3.61% against a return of 9.35% for the FTSE World Index TR. The Sub-fund produced a positive return but was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards raising interest rates for the first time in years creating an unsettled backdrop. Robust growth in earnings, especially in the US, helped to underpin markets.

Both stock and sector selection had a negative impact on returns. The stock selection and overweight position within the *consumer goods* sector was notably detrimental to performance. Within *consumer goods*, tobacco stocks such as British American Tobacco, Philip Morris International and Japan Tobacco were all weak in relative and absolute terms as the outlook for tobacco turned down and as alternative products such as e-cigarette IQOS performed only modestly. The manager will continue to assess the evolution of the move from traditional cigarettes to next-generation products, and how that might affect future profitability.

The worst relative stock performer over the period was Swedish low-cost, fast-fashion business Hennes & Mauritz (H&M), which was weak after reporting disappointing sales numbers and as it faces ongoing challenges in its inventory position, hit by the growth in online shopping. The manager believes the company's strong, globally recognised brand and its efforts to improve its online offering should enable it to compete over the long term.

The overweight position of the technology sector, and stock selection within it, had a positive influence on returns even though the Sub-fund is unable to hold many of the largest US technology stocks such as Amazon, as they do not meet its *yield* criteria. However, the holdings in technology, such as Microsoft and Cisco Systems, were strong contributors.

The top performing stock in the Sub-fund was luxury retail stock Ralph Lauren, which appears to be delivering successfully on its plan to shrink its presence with the aim of boosting profitability. Alcoholic beverages company Diageo also performed well after reporting strong results.

In terms of activity, a new position was taken during the reporting period in Indian technology services company Infosys. The company is refocusing and driving through improved efficiency while investing in new offerings.

A new position in American advertising agency Omnicom was established. The company is well prepared, in the manager's opinion, for the new digital environment, with robust investment in people and technology.

A position in PepsiCo was also purchased. The company enjoys by far the largest market share of the global snacks market, its market-leading positions provide important barriers to entry and it has delivered 42 years of dividend growth.

In terms of major sales, utility company SSE, casino operator Las Vegas Sands, technology company Microsoft, toymaker Mattel and pharmaceutical company GlaxoSmithKline were all sold.

With the scale of debt in the global economy so high, tighter *monetary policy* is likely to have ramifications across developed and emerging economies. Uncertainty around the future of international trade agreements also poses a threat to economic growth.

At the midway point of the year, stock market valuations remain elevated. However, as markets appear set to become more *volatile*, the manager believes this should throw up greater opportunities as well as greater risks. The manager will continue to invest in those companies where growth expectations can be achieved and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Qualcomm	Microsoft
Pepsico	GlaxoSmithKline
Omnicom	McDonald's
Infosys ADR (each representing 1 ordinary share)	UBM
Coty	SSE
BAE Systems	Ralph Lauren class 'A' shares
Centrica	Reynolds American
Cisco Systems	Mattel
Ralph Lauren class 'A' shares	Las Vegas Sands
Hennes & Mauritz series 'B' shares	Atlantia

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	184.78	163.48	123.24
Return before operating charges*	9.85	22.96	41.70
Operating charges	(1.75)	(1.66)	(1.46)
Return after operating charges	8.10	21.30	40.24
Distributions	(6.14)	(5.72)	(4.88)
Retained distributions on accumulation shares	6.14	5.72	4.88
Closing net asset value per share	192.88	184.78	163.48
*After direct transaction costs of	(0.09)	(0.11)	(0.10)
Performance			
Return after charges	4.38%	13.03%	32.65%
Other information			
Closing net asset value (£)	5,314,931	5,497,120	3,268,667
Closing number of shares	2,755,502	2,974,944	1,999,471
Operating charges**	0.94%	0.94%	1.07%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	193.64	191.65	159.65
Lowest share price	174.43	164.76	119.83

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	154.71	141.30	110.17
Return before operating charges*	8.11	19.73	36.73
Operating charges	(1.45)	(1.42)	(1.29)
Return after operating charges	6.66	18.31	35.44
Distributions	(5.08)	(4.90)	(4.31)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	156.29	154.71	141.30
*After direct transaction costs of	(0.07)	(0.10)	(0.09)
Performance			
Return after charges	4.30%	12.96%	32.17%
Other information			
Closing net asset value (£)	12,425,236	9,608,583	5,731,466
Closing number of shares	7,950,303	6,210,782	4,056,369
Operating charges**	0.94%	0.94%	1.07%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	159.60	162.23	139.53
Lowest share price	144.15	142.32	107.13

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	174.20	153.88	115.69
Return before operating charges*	9.29	21.64	39.20
Operating charges	(1.39)	(1.32)	(1.01)
Return after operating charges	7.90	20.32	38.19
Distributions	(5.79)	(5.40)	(4.59)
Retained distributions on accumulation shares	5.79	5.40	4.59
Closing net asset value per share	182.10	174.20	153.88
*After direct transaction costs of	(0.09)	(0.11)	(0.09)
Performance			
Return after charges	4.54%	13.21%	33.01%
Other information			
Closing net asset value (£)	15,162,422	31,275,915	34,718,304
Closing number of shares	8,326,202	17,954,016	22,562,538
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	182.81	180.67	150.27
Lowest share price	164.62	155.08	112.54

Exempt Shares 2 (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	215.81	196.80	153.02
Return before operating charges*	11.31	27.49	51.10
Operating charges	(1.71)	(1.67)	(1.32)
Return after operating charges	9.60	25.82	49.78
Distributions	(7.09)	(6.81)	(6.00)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	218.32	215.81	196.80
*After direct transaction costs of	(0.10)	(0.13)	(0.12)
Performance			
Return after charges	4.45%	13.12%	32.53%
Other information			
Closing net asset value (£)	23,095,818	23,684,909	22,799,304
Closing number of shares	10,578,725	10,975,032	11,585,192
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	222.69	226.29	194.34
Lowest share price	201.30	198.23	148.86

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	343.18	303.92	229.05
Return before operating charges*	18.29	42.68	77.50
Operating charges	(3.60)	(3.42)	(2.63)
Return after operating charges	14.69	39.26	74.87
Distributions	(11.39)	(10.64)	(9.08)
Retained distributions on accumulation shares	11.39	10.64	9.08
Closing net asset value per share	357.87	343.18	303.92
*After direct transaction costs of	(0.17)	(0.21)	(0.18)
Performance			
Return after charges	4.28%	12.92%	32.69%
Other information			
Closing net asset value (£)	190,463,831	190,160,780	183,214,007
Closing number of shares	53,221,934	55,411,905	60,283,954
Operating charges**	1.04%	1.04%	1.04%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	359.28	355.95	296.79
Lowest share price	323.71	306.30	222.73

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	210.02	192.00	149.66
Return before operating charges*	10.99	26.79	49.90
Operating charges	(2.18)	(2.14)	(1.70)
Return after operating charges	8.81	24.65	48.20
Distributions	(6.89)	(6.63)	(5.86)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	211.94	210.02	192.00
*After direct transaction costs of	(0.10)	(0.13)	(0.12)
Performance			
Return after charges	4.19%	12.84%	32.21%
Other information			
Closing net asset value (£)	142,212,479	151,839,582	187,125,553
Closing number of shares	67,101,458	72,297,689	97,459,899
Operating charges**	1.04%	1.04%	1.04%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	216.64	220.24	189.60
Lowest share price	195.54	193.40	145.54

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	189.16	167.11	125.63
Return before operating charges*	10.09	23.48	42.58
Operating charges	(1.51)	(1.43)	(1.10)
Return after operating charges	8.58	22.05	41.48
Distributions	(6.29)	(5.85)	(4.99)
Retained distributions on accumulation shares	6.29	5.85	4.99
Closing net asset value per share	197.74	189.16	167.11
*After direct transaction costs of	(0.09)	(0.11)	(0.10)
Performance			
Return after charges	4.54%	13.19%	33.02%
Other information			
Closing net asset value (£)	863,401,115	880,822,610	729,183,539
Closing number of shares	436,627,196	465,651,774	436,360,186
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	198.51	196.18	163.18
Lowest share price	178.75	168.42	122.21

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	157.71	143.82	111.83
Return before operating charges*	8.28	20.08	37.34
Operating charges	(1.25)	(1.22)	(0.97)
Return after operating charges	7.03	18.86	36.37
Distributions	(5.18)	(4.97)	(4.38)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	159.56	157.71	143.82
*After direct transaction costs of	(0.08)	(0.10)	(0.09)
Performance			
Return after charges	4.46%	13.11%	32.52%
Other information			
Closing net asset value (£)	2,590,541,552	2,619,193,624	2,444,855,248
Closing number of shares	1,623,588,332	1,660,763,050	1,699,976,232
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	162.74	165.37	142.02
Lowest share price	147.12	144.86	108.79

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	187.59	167.08	126.63
Return before operating charges*	9.95	23.41	42.70
Operating charges	(3.04)	(2.90)	(2.25)
Return after operating charges	6.91	20.51	40.45
Distributions	(6.21)	(5.82)	(5.01)
Retained distributions on accumulation shares	6.21	5.82	5.01
Closing net asset value per share	194.50	187.59	167.08
*After direct transaction costs of	(0.09)	(0.11)	(0.10)
Performance			
Return after charges	3.68%	12.28%	31.94%
Other information			
Closing net asset value (£)	61,194,722	65,113,911	68,973,022
Closing number of shares	31,463,083	34,711,630	41,281,926
Operating charges**	1.61%	1.61%	1.61%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	195.30	194.59	163.16
Lowest share price	176.20	168.39	123.03

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	197.85	181.91	142.61
Return before operating charges*	10.32	25.34	47.37
Operating charges	(3.18)	(3.13)	(2.50)
Return after operating charges	7.14	22.21	44.87
Distributions	(6.47)	(6.27)	(5.57)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	198.52	197.85	181.91
*After direct transaction costs of	(0.10)	(0.12)	(0.11)
Performance			
Return after charges	3.61%	12.21%	31.46%
Other information			
Closing net asset value (£)	639,280,464	736,223,795	803,042,870
Closing number of shares	322,024,966	372,109,033	441,444,067
Operating charges**	1.61%	1.61%	1.61%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	203.94	207.52	179.64
Lowest share price	183.44	183.23	138.56

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Statistics

(continued)

Comparative tables (continued)

U Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	159.29	140.56	105.57
Return before operating charges*	8.50	19.78	35.80
Operating charges	(1.11)	(1.05)	(0.81)
Return after operating charges	7.39	18.73	34.99
Distributions	(5.30)	(4.92)	(4.19)
Retained distributions on accumulation shares	5.30	4.92	4.19
Closing net asset value per share	166.68	159.29	140.56
*After direct transaction costs of	(0.08)	(0.10)	(0.09)
Performance			
Return after charges	4.64%	13.33%	33.14%
Other information			
Closing net asset value (£)	119,245,646	97,802,680	1,915,810
Closing number of shares	71,540,302	61,400,713	1,362,939
Operating charges**	0.69%	0.69%	0.69%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	167.33	165.20	137.27
Lowest share price	150.63	141.67	102.72

U Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	141.01	128.46	99.78
Return before operating charges*	7.40	17.94	33.34
Operating charges	(0.97)	(0.95)	(0.75)
Return after operating charges	6.43	16.99	32.59
Distributions	(4.64)	(4.44)	(3.91)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	142.80	141.01	128.46
*After direct transaction costs of	(0.07)	(0.09)	(0.08)
Performance			
Return after charges	4.56%	13.23%	32.66%
Other information			
Closing net asset value (£)	388,043,146	249,544,253	122,367,546
Closing number of shares	271,740,389	176,966,514	95,256,476
Operating charges**	0.69%	0.69%	0.69%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	145.53	147.86	126.85
Lowest share price	131.63	129.40	97.09

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	353.35	309.92	231.33
Return before operating charges*	18.92	43.56	78.69
Operating charges	(0.14)	(0.13)	(0.10)
Return after operating charges	18.78	43.43	78.59
Distributions	(11.82)	(10.88)	(9.20)
Retained distributions on accumulation shares	11.82	10.88	9.20
Closing net asset value per share	372.13	353.35	309.92
*After direct transaction costs of	(0.17)	(0.21)	(0.19)
Performance			
Return after charges	5.31%	14.01%	33.97%
Other information			
Closing net asset value (£)	14,873,386	189,584,760	340,127,010
Closing number of shares	3,996,814	53,653,251	109,747,885
Operating charges**	0.04%	0.04%	0.04%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	373.52	366.42	302.64
Lowest share price	335.73	312.36	225.30

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	184.01	166.58	128.59
Return before operating charges*	9.67	23.28	43.10
Operating charges	(0.07)	(0.07)	(0.06)
Return after operating charges	9.60	23.21	43.04
Distributions	(6.08)	(5.78)	(5.05)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	187.53	184.01	166.58
*After direct transaction costs of	(0.09)	(0.11)	(0.10)
Performance			
Return after charges	5.22%	13.93%	33.47%
Other information			
Closing net asset value (£)	273,875,600	286,137,494	259,088,303
Closing number of shares	146,039,812	155,498,734	155,535,474
Operating charges**	0.04%	0.04%	0.04%
Direct transaction costs*	0.05%	0.06%	0.07%
Prices			
Highest share price	190.88	192.92	164.46
Lowest share price	172.58	167.77	125.25

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund
Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 21.69% (20.95%)			
BAE Systems	21,478,206	138,878,080	2.60
British American Tobacco	2,014,802	77,156,843	1.45
British American Tobacco ADR (each representing 1 share)	1,902,881	72,713,764	1.36
Centrica	80,320,025	126,624,519	2.37
Diageo	6,630,201	180,474,071	3.38
Informa	24,527,579	204,756,230	3.84
RELX	8,767,038	141,109,964	2.64
Unilever	3,643,762	152,746,503	2.86
Vodafone	34,478,780	63,371,998	1.19
United States of America 46.30% (47.29%)			
CA	7,034,334	189,944,334	3.56
Cisco Systems	8,841,861	288,176,693	5.40
CMS Energy	2,708,250	96,986,222	1.82
Coty	10,631,655	113,543,901	2.13
Emerson Electric	1,004,354	52,589,276	0.98
Eversource Energy	2,071,470	91,958,990	1.72
Gilead Sciences	2,517,590	135,104,148	2.53
Maxim Integrated Products	3,908,210	173,615,994	3.25
McDonald's	420,611	49,928,541	0.93
Merck & Co	2,227,165	102,396,452	1.92
Omnicom	2,366,941	136,718,743	2.56
Paychex	1,792,187	92,782,414	1.74
PepsiCo	2,114,034	174,342,755	3.26
Philip Morris International	1,517,323	92,792,016	1.74
Principal Financial	1,306,150	52,374,612	0.98
Procter & Gamble	1,508,777	89,206,690	1.67
Qualcomm	3,795,143	161,349,272	3.02
Ralph Lauren class 'A' shares	1,943,823	185,114,081	3.47
Verizon Communications	1,541,440	58,762,110	1.10
Western Union	8,726,595	134,377,335	2.52
Australia 1.08% (1.16%)			
Dexus Property	10,619,202	57,704,657	1.08
Hong Kong 1.52% (1.34%)			
Link Real Estate Investment Trust	11,752,642	81,297,631	1.52
India 2.91% (0.00%)			
Infosys ADR (each representing 1 ordinary share)	10,553,204	155,390,483	2.91
Israel 1.48% (1.03%)			
Bank Hapoalim	15,380,615	78,767,233	1.48
Japan 1.50% (2.00%)			
Japan Tobacco	3,788,600	80,104,974	1.50
South Korea 1.09% (0.87%)			
Macquarie Korea Infrastructure Fund	9,586,805	58,312,367	1.09
France 5.10% (5.74%)			
Sanofi	1,665,090	101,061,355	1.89
TF1	7,124,400	56,831,385	1.06
Total	2,481,130	114,539,010	2.15
Netherlands 2.45% (2.71%)			
Royal Dutch Shell class 'A' Shares	4,971,149	130,834,751	2.45
New Zealand 0.38% (0.45%)			
Spark New Zealand	10,710,619	20,487,492	0.38
Norway 1.84% (2.25%)			
Orkla	14,803,299	98,197,078	1.84

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sweden 1.56% (1.79%)			
Hennes & Mauritz series 'B' shares	7,369,221	83,319,781	1.56
Switzerland 8.40% (9.66%)			
Nestlé	1,499,090	87,841,414	1.65
Novartis	2,406,484	138,184,680	2.59
Roche Holding	635,672	106,915,085	2.00
Zurich Insurance	513,972	115,261,455	2.16
Portfolio of investments		5,194,947,382	97.30
Net current assets		144,182,966	2.70
Total Net Assets		5,339,130,348	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in Italy and Jersey portfolio categories, which, at 30 June 2017, represented 0.91% and 1.47% of the Total Net Assets of the Sub-fund respectively.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		102,893,031		542,705,975
Revenue	4	201,460,053		199,951,168	
Expenses	5	(47,589,706)		(47,335,087)	
Interest payable and similar charges	7	(6,369)		(6,290)	
Net revenue before taxation		153,863,978		152,609,791	
Taxation	6	(19,837,754)		(19,481,967)	
Net revenue after taxation			134,026,224		133,127,824
Total return before distributions			236,919,255		675,833,799
Distributions	8		(180,305,866)		(179,067,791)
Change in net assets attributable to Shareholders from investment activities			56,613,389		496,766,008

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		617,230,257		412,966,830	
Amounts paid on cancellation of shares		(914,334,426)		(627,872,830)	
			(297,104,169)		(214,906,000)
Dilution adjustment			654,587		130,992
Change in net assets attributable to Shareholders from investment activities (see above)			56,613,389		496,766,008
Retained distributions on accumulation shares			42,475,599		48,044,189
Unclaimed distributions			926		44,178
Closing net assets attributable to Shareholders			5,339,130,348		5,536,490,016

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			5,194,947,382		5,515,703,115
Current assets					
Debtors	10	166,933,822		31,657,147	
Cash and bank balances	11	165,527,529		53,274,504	
Total other assets			332,461,351		84,931,651
Total assets			5,527,408,733		5,600,634,766
LIABILITIES					
Investment liabilities					
			—		—
Creditors					
Bank overdrafts	11	—		(98,392)	
Distribution payable	12	(57,136,731)		(45,000,412)	
Other creditors	12	(131,141,654)		(19,045,946)	
Total other liabilities			(188,278,385)		(64,144,750)
Total liabilities			(188,278,385)		(64,144,750)
Net assets attributable to Shareholders			5,339,130,348		5,536,490,016

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	2.6707	—	2.6707	2.0168
Group 2	1.4163	1.2544	2.6707	2.0168
B Shares (Income)				
Group 1	2.1951	—	2.1951	1.7073
Group 2	1.2442	0.9509	2.1951	1.7073
Exempt Shares 2 (Accumulation)				
Group 1	2.5207	—	2.5207	1.9028
Group 2	1.2239	1.2968	2.5207	1.9028
Exempt Shares 2 (Income)				
Group 1	3.0647	—	3.0647	2.3824
Group 2	0.9453	2.1194	3.0647	2.3824
Institutional Shares (Accumulation)				
Group 1	4.9553	—	4.9553	3.7483
Group 2	0.4883	4.4670	4.9553	3.7483
Institutional Shares (Income)				
Group 1	2.9762	—	2.9762	2.3219
Group 2	1.5457	1.4305	2.9762	2.3219
Institutional W Shares (Accumulation)				
Group 1	2.7373	—	2.7373	2.0642
Group 2	1.4477	1.2896	2.7373	2.0642
Institutional W Shares (Income)				
Group 1	2.2395	—	2.2395	1.7401
Group 2	1.1674	1.0721	2.2395	1.7401
Sterling Accumulation Shares				
Group 1	2.6953	—	2.6953	2.0525
Group 2	1.3689	1.3264	2.6953	2.0525
Sterling Income Shares				
Group 1	2.7898	—	2.7898	2.1902
Group 2	1.3861	1.4037	2.7898	2.1902
U Shares (Accumulation)				
Group 1	2.3070	—	2.3070	1.7375
Group 2	1.2365	1.0705	2.3070	1.7375
U Shares (Income)				
Group 1	2.0042	—	2.0042	1.5551
Group 2	0.9474	1.0568	2.0042	1.5551
X Shares (Accumulation)				
Group 1	5.1610	—	5.1610	3.8511
Group 2	5.1610	0.0000	5.1610	3.8511
X Shares (Income)				
Group 1	2.6362	—	2.6362	2.0276
Group 2	0.3075	2.3287	2.6362	2.0276

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	1.0366	—	1.0366	1.5253
Group 2	0.5656	0.4710	1.0366	1.5253
B Shares (Income)				
Group 1	0.8567	—	0.8567	1.3021
Group 2	0.6880	0.1687	0.8567	1.3021
Exempt Shares 2 (Accumulation)				
Group 1	0.9778	—	0.9778	1.4372
Group 2	0.7520	0.2258	0.9778	1.4372
Exempt Shares 2 (Income)				
Group 1	1.1963	—	1.1963	1.8153
Group 2	0.7185	0.4778	1.1963	1.8153
Institutional Shares (Accumulation)				
Group 1	1.9240	—	1.9240	2.8339
Group 2	1.2083	0.7157	1.9240	2.8339
Institutional Shares (Income)				
Group 1	1.1623	—	1.1623	1.7679
Group 2	0.8071	0.3552	1.1623	1.7679
Institutional W Shares (Accumulation)				
Group 1	1.0623	—	1.0623	1.5610
Group 2	0.6862	0.3761	1.0623	1.5610
Institutional W Shares (Income)				
Group 1	0.8744	—	0.8744	1.3268
Group 2	0.5456	0.3288	0.8744	1.3268
Sterling Accumulation Shares				
Group 1	1.0475	—	1.0475	1.5520
Group 2	0.6804	0.3671	1.0475	1.5520
Sterling Income Shares				
Group 1	1.0906	—	1.0906	1.6685
Group 2	0.6458	0.4448	1.0906	1.6685
U Shares (Accumulation)				
Group 1	0.8952	—	0.8952	1.3139
Group 2	0.5447	0.3505	0.8952	1.3139
U Shares (Income)				
Group 1	0.7822	—	0.7822	1.1860
Group 2	0.4685	0.3137	0.7822	1.1860
X Shares (Accumulation)				
Group 1	1.9957	—	1.9957	2.9088
Group 2	1.8054	0.1903	1.9957	2.9088
X Shares (Income)				
Group 1	1.0252	—	1.0252	1.5443
Group 2	0.0337	0.9915	1.0252	1.5443

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.2372	—	1.2372	1.1443
Group 2	0.8898	0.3474	1.2372	1.1443
B Shares (Income)				
Group 1	1.0293	—	1.0293	0.9831
Group 2	0.6080	0.4213	1.0293	0.9831
Exempt Shares 2 (Accumulation)				
Group 1	1.1674	—	1.1674	1.0794
Group 2	0.2294	0.9380	1.1674	1.0794
Exempt Shares 2 (Income)				
Group 1	1.4364	—	1.4364	1.3717
Group 2	0.5747	0.8617	1.4364	1.3717
Institutional Shares (Accumulation)				
Group 1	2.2967	—	2.2967	2.1286
Group 2	1.4244	0.8723	2.2967	2.1286
Institutional Shares (Income)				
Group 1	1.3972	—	1.3972	1.3391
Group 2	0.8183	0.5789	1.3972	1.3391
Institutional W Shares (Accumulation)				
Group 1	1.2670	—	1.2670	1.1700
Group 2	0.7612	0.5058	1.2670	1.1700
Institutional W Shares (Income)				
Group 1	1.0495	—	1.0495	1.0012
Group 2	0.7327	0.3168	1.0495	1.0012
Sterling Accumulation Shares				
Group 1	1.2540	—	1.2540	1.1696
Group 2	0.7703	0.4837	1.2540	1.1696
Sterling Income Shares				
Group 1	1.3144	—	1.3144	1.2679
Group 2	0.7775	0.5369	1.3144	1.2679
U Shares (Accumulation)				
Group 1	1.0671	—	1.0671	0.9839
Group 2	0.6695	0.3976	1.0671	0.9839
U Shares (Income)				
Group 1	0.9386	—	0.9386	0.8940
Group 2	0.5376	0.4010	0.9386	0.8940
X Shares (Accumulation)				
Group 1	2.3751	—	2.3751	2.1750
Group 2	2.1124	0.2627	2.3751	2.1750
X Shares (Income)				
Group 1	1.2287	—	1.2287	1.1619
Group 2	1.1579	0.0708	1.2287	1.1619

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	1.1932	—	1.1932	1.0361
Group 2	0.4035	0.7897	1.1932	1.0361
B Shares (Income)				
Group 1	0.9991	—	0.9991	0.9053
Group 2	0.6593	0.3398	0.9991	0.9053
Exempt Shares 2 (Accumulation)				
Group 1	1.1249	—	1.1249	0.9840
Group 2	0.2293	0.8956	1.1249	0.9840
Exempt Shares 2 (Income)				
Group 1	1.3937	—	1.3937	1.2393
Group 2	0.2888	1.1049	1.3937	1.2393
Institutional Shares (Accumulation)				
Group 1	2.2154	—	2.2154	1.9304
Group 2	1.0036	1.2118	2.2154	1.9304
Institutional Shares (Income)				
Group 1	1.3560	—	1.3560	1.2009
Group 2	0.6490	0.7070	1.3560	1.2009
Institutional W Shares (Accumulation)				
Group 1	1.2215	—	1.2215	1.0549
Group 2	0.6394	0.5821	1.2215	1.0549
Institutional W Shares (Income)				
Group 1	1.0183	—	1.0183	0.9061
Group 2	0.5113	0.5070	1.0183	0.9061
Sterling Accumulation Shares				
Group 1	1.2101	—	1.2101	1.0473
Group 2	0.6517	0.5584	1.2101	1.0473
Sterling Income Shares				
Group 1	1.2765	—	1.2765	1.1437
Group 2	0.5518	0.7247	1.2765	1.1437
U Shares (Accumulation)				
Group 1	1.0288	—	1.0288	0.8863
Group 2	0.5571	0.4717	1.0288	0.8863
U Shares (Income)				
Group 1	0.9107	—	0.9107	0.8069
Group 2	0.4647	0.4460	0.9107	0.8069
X Shares (Accumulation)				
Group 1	2.2884	—	2.2884	1.9475
Group 2	0.5795	1.7089	2.2884	1.9475
X Shares (Income)				
Group 1	1.1894	—	1.1894	1.0496
Group 2	0.1678	1.0216	1.1894	1.0496
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00
Interim distributions for 31 March 2018			100.00	0.00
Interim distributions for 31 December 2017			100.00	0.00
Interim distributions for 30 September 2017			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	103,031,817	546,967,956
Currency exchange losses	(90,751)	(4,208,227)
Activity charges	(48,035)	(53,754)
Net capital gains	102,893,031	542,705,975

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	377,823	293,410
Overseas dividends	148,113,459	150,406,596
Property income distribution	5,657,919	6,292,565
Stock lending	1,035,160	910,157
UK dividends	46,275,692	42,048,440
Total revenue	201,460,053	199,951,168

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	44,676,014	44,418,696
Administration fees	2,190,073	2,281,784
Safe custody charges	513,767	420,089
	47,379,854	47,120,569
Other expenses		
Audit fee†	7,721	7,401
Depositary's fees	164,676	164,963
Financial Conduct Authority fee	120	(324)
Professional fees	37,335	42,478
	209,852	214,518
Total expenses	47,589,706	47,335,087

†The Audit fee net of VAT for 2018 is £6,500 (30/06/17: £6,200).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	19,837,754	19,481,967
Total tax charge (see Note 6b)	19,837,754	19,481,967
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	153,863,978	152,609,791
Corporation tax @ 20%	30,772,796	30,521,958
Effects of:		
Dividends not subject to corporation tax	(38,413,503)	(38,491,007)
Excess management expenses	7,177,940	8,052,056
Overseas tax expensed	(151,784)	(83,007)
Overseas tax withheld	19,837,754	19,481,967
Prior year adjustment	614,551	—
Total tax charge (see Note 6a)	19,837,754	19,481,967

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £246,500,768 (30/06/17: £207,538,313), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £49,300,154 (30/06/17: £41,507,663).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	6,369	6,290
Total interest	6,369	6,290

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 30 September	35,575,193	32,944,428
Interim Dividend distribution 31 December	37,736,862	36,227,310
Interim Dividend distribution 31 March	30,341,757	48,183,570
Final Dividend distribution 30 June	74,713,805	60,936,431
	178,367,617	178,291,739
Amounts added on issue of shares	(1,836,027)	2,132,594
Amounts deducted on cancellation of shares	3,774,276	(1,356,542)
Net distributions for the year	180,305,866	179,067,791

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	134,026,224	133,127,824
Capitalised fees less tax relief paid from capital	46,279,878	45,939,584
Equalisation on conversions	(236)	383
	180,305,866	179,067,791

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	14,987,676	15,065,439
Amount receivable for issue of shares	135,900,504	5,243,248
Amounts receivable for open currency contracts	3,052,615	—
Overseas tax recoverable	12,299,492	11,348,460
Sales awaiting settlement	693,535	—
Total debtors	166,933,822	31,657,147

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	8,358,161	3,401,755
Cash held in BNY Mellon Sterling Liquidity Fund	—	49,872,749
Cash held in Insight Sterling Liquidity Fund	157,169,368	—
	165,527,529	53,274,504
Overdrawn cash and bank balances		
Bank overdraft	—	98,392
	—	98,392

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	57,136,731	45,000,412
	57,136,731	45,000,412
b) Other creditors		
Accrued expenses	3,936,994	4,206,604
Amount payable for cancellation of shares	123,586,882	11,417,173
Amounts payable on open currency contracts	3,049,401	—
Corporation tax payable	5,998	5,997
Purchases awaiting settlement	562,379	3,416,172
Total other creditors	131,141,654	19,045,946

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £8,384,220 (30/06/17: £10,373,338 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	5,194,947,382	5,515,703,115

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	259,747,369	(259,747,369)	275,785,156	(275,785,156)
Net capital impact	259,747,369	(259,747,369)	275,785,156	(275,785,156)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	5,194,947,382	—
	5,194,947,382	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	5,515,703,115	—
	5,515,703,115	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current Assets	Total	Total
	£	£	£	£
Australia	57,704,657	1,432,244	59,136,901	65,748,319
Denmark	—	536,884	536,884	534,192
Eurozone	544,376,465	5,558,283	549,934,748	673,603,657
Hong Kong	81,297,631	1,477,511	82,775,142	75,833,097
Israel	78,767,233	120,500	78,887,733	57,279,446
Japan	80,104,974	1,748,735	81,853,709	112,459,526
New Zealand	20,487,492	—	20,487,492	24,674,111
Norway	98,197,078	3,971,787	102,168,865	126,861,601
South Korea	58,312,367	1,560,013	59,872,380	49,025,659
Sweden	83,319,781	—	83,319,781	98,938,862
Switzerland	448,202,634	5,393,654	453,596,288	541,639,115
Taiwan	—	1,374,280	1,374,280	706,574
United States of America	2,700,168,826	8,690,321	2,708,859,147	2,621,598,953
Total	4,250,939,138	31,864,212	4,282,803,350	4,448,903,112

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure	Impact of a 5% weakening of base currency	Impact of a 5% strengthening of base currency
	£	£	£
Eurozone	549,934,748	28,943,934	(26,187,369)
United States of America	2,708,859,147	142,571,534	(128,993,293)

30 June 2017

Currency	Total Exposure	Impact of a 5% weakening of base currency	Impact of a 5% strengthening of base currency
	£	£	£
Eurozone	673,603,657	35,452,824	(32,076,365)
United States of America	2,621,598,953	137,978,892	(124,838,045)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	1,577,145	788	0.05	1,109	0.07
Total purchases	1,577,145	788		1,109	
Total purchases including transaction costs	1,579,042				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	1,994,783	735	0.04	41	0.00
Total sales	1,994,783	735		41	
Total sales net of transaction costs	1,994,007				

Total transaction costs 1,523 1,150

Total transaction costs as a % of average net assets 0.03% 0.02%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	1,320,001	932	0.07	1,674	0.13
Total purchases	1,320,001	932		1,674	
Total purchases including transaction costs	1,322,607				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	1,485,903	896	0.06	34	—
Total sales	1,485,903	896		34	
Total sales net of transaction costs	1,484,973				

Total transaction costs 1,828 1,708

Total transaction costs as a % of average net assets 0.03% 0.03%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.10% (30/06/17 : 0.05%)

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £594,565,921 of investments were subject to stock lending agreements and on behalf of the Sub-fund £654,443,747 was held in collateral. The collateral is held 20.50% in debt securities and 79.50% in equity securities.

As at 30 June 2017, £353,892,562 of investments were subject to stock lending agreements and on behalf of the Sub-fund £387,046,633 was held in collateral. The collateral is held 95.94% in equity securities and 4.06% in debt securities.

The gross earnings and the fees for the year are £1,293,950 (30/06/17: £1,137,696) and £258,790 (30/06/17: £227,539) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Bank PLC	8,258,040	8,454,065
CREDIT SUISSE AG	46,203,742	53,148,540
Citigroup Global Markets Limited	118,677,573	133,130,119
Credit Suisse Securities (Europe) Limited	1,206,947	1,398,121
Credit Suisse Securities (USA) LLC	13,259,973	13,534,906
Deutsche Bank, AG	53,703,646	60,904,728
HSBC Bank PLC	187,602,420	207,137,309
J.P. Morgan Securities LLC	88,216,048	90,095,527
Merrill Lynch International	1,430,487	1,512,715
Merrill Lynch, Pierce, Fenner & Smith Inc.	6,200,285	6,337,034
Morgan Stanley & Co. LLC	3,589,359	3,661,506
Nomura International PLC	34,968,794	40,131,540
Skandinaviska Enskilda Banken AB	23,266,190	26,038,752
UBS AG	7,982,417	8,958,885

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Income Fund

Notes to the Financial Statements

(continued)

18 Shareholder's funds

The Sub-fund currently has fourteen share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 2 (Accumulation)	0.75%	0.03%
Exempt Shares 2 (Income)	0.75%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional Shares (Income)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Accumulation Shares	1.50%	0.10%
Sterling Income Shares	1.50%	0.10%
U Shares (Accumulation)	0.65%	0.03%
U Shares (Income)	0.65%	0.03%
X Shares (Accumulation)	0.00%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	2,974,944	263,122	(493,372)	10,808	2,755,502
B Shares (Income)	6,210,782	770,411	(442,706)	1,411,816	7,950,303
Exempt Shares 2 (Accumulation)	17,954,016	143,234	(9,801,234)	30,186	8,326,202
Exempt Shares 2 (Income)	10,975,032	55,450	(427,391)	(24,366)	10,578,725
Institutional Shares (Accumulation)	55,411,905	7,896,338	(10,050,300)	(36,009)	53,221,934
Institutional Shares (Income)	72,297,689	2,233,908	(8,132,227)	702,088	67,101,458
Institutional W Shares (Accumulation)	465,651,774	7,584,830	(38,363,772)	1,754,364	436,627,196
Institutional W Shares (Income)	1,660,763,050	285,103,392	(262,558,980)	(59,719,130)	1,623,588,332
Sterling Accumulation Shares	34,711,630	802,184	(2,904,360)	(1,146,371)	31,463,083
Sterling Income Shares	372,109,033	8,130,589	(39,266,822)	(18,947,834)	322,024,966
U Shares (Accumulation)	61,400,713	10,721,876	(3,987,677)	3,405,390	71,540,302
U Shares (Income)	176,966,514	17,431,904	(8,594,660)	85,936,631	271,740,389
X Shares (Accumulation)	53,653,251	12,579,736	(62,236,173)	—	3,996,814
X Shares (Income)	155,498,734	7,328,650	(16,787,572)	—	146,039,812

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Global Opportunities Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Fund Report

for the year ending 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£216.38m
Comparative Index:	MSCI AC World NR GBP
Sector:	The Investment Association Global

Yield as at 30 June 2018:

B Shares (Accumulation)	0.94%
B Shares (Income)	0.94%
Exempt Shares 1 (Accumulation)	0.17%
Exempt Shares 2 (Accumulation)	1.08%
Exempt Shares 2 (Income)	1.08%
Institutional W Shares (Accumulation)	1.08%
Institutional W Shares (Income)	1.08%
Sterling Income Shares	0.29%
X Shares (Accumulation)	1.79%

Key Dates: Fund Launch 1 July 2005

Investment Objective

To achieve long-term capital growth from a concentrated portfolio predominately invested in the securities of companies located worldwide. The Sub-fund does not have a bias towards any economic sector or company size.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
B Shares (Accumulation)	6.77%	15.69%	16.76%
B Shares (Income)	6.77%	15.68%	16.77%
Exempt Shares 1 (Accumulation)*	n/a	n/a	n/a
Exempt Shares 2 (Accumulation)	6.92%	15.86%	18.34%
Exempt Shares 2 (Income)	6.94%	15.85%	17.08%
Institutional W Shares (Accumulation)	6.94%	15.86%	17.10%
Institutional W Shares (Income)	6.95%	15.86%	17.08%
Sterling Income Shares	6.07%	14.91%	16.12%
X Shares (Accumulation)	7.74%	16.73%	17.95%
MSCI AC World NR GBP	8.94%	22.24%	13.26%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 458 to 462.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 6.07% against a return of 8.94% from the MSCI AC World Index NR.

The Sub-fund produced a positive return but was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards *quantitative tightening* creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin markets.

Both sector allocation and stock selection detracted from overall returns. The Sub-fund's underweight exposure to energy and materials negatively affected performance as commodity prices rose. At the same time the overweight position in *consumer staples* hurt performance. Meanwhile, the overweight exposure to information technology was a positive factor, as the sector was the best performing sector over the period.

Stock selection was positive in *consumer staples*, industrials and energy but this was offset by weaker selection particularly in the *consumer discretionary* and healthcare sectors.

The Sub-fund's US Treasury holdings also acted as a drag at a time when equities outperformed bonds.

Regarding single stock contributors, Newell Brands was a key detractor as a range of external events and the online threat to its business contributed to a more challenging operating environment. Teva Pharmaceutical Industries was a weak performer as the shares fell sharply with the company reporting weak results reflecting pricing pressure in the US generics market. The absence of a holding in Amazon detracted from performance as the stock was strong.

On the positive side was Blue Buffalo Pet Products, the top performing individual stock, benefiting from positive earnings and the announcement of the company's entry into the mass grocery channel, which should expand its addressable market.

Microsoft also bolstered Sub-fund returns on impressive results. The company appreciated along with the sector but also as the market recognised its strong competitive position.

In terms of activity, a position in Intact Financial, the Canadian property and casualty insurer, was initiated. The business has been consistently well managed and pricing should improve following a period of elevated insurance claims resulting from several natural disasters. The large industrial company ABB was added. It has a thematically well-positioned portfolio with automation and electrification as the main end markets. Infineon Technologies, the leading provider of semiconductors to the automotive and industrial markets was another purchase.

Among the key sales over the period were Walt Disney, British American Tobacco, retail company Walmart de Mexico and online travel company TripAdvisor.

Stimulatory *monetary policy* has buoyed financial asset prices over the course of the last decade and better *growth* and *inflation* prospects have allowed a few central banks to raise interest rates. Uncertainty around the future of international trade agreements poses a threat to economic growth.

The manager continues to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Altria
Roche Holding
Royal Dutch Shell class 'A' Shares
TJX
Deutsche Post
Intact Financial
ABB (Regd.)
Suzuki Motor
eBay
Treasury 1.25% Bonds 22/07/2018

Sales

Blue Buffalo Pet Products
ConocoPhillips
CH Robinson Worldwide
Walmart de Mexico
RELX
Discovery
Apple
BAE Systems
Emerson Electric
Bank Hapoalim

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	187.70	165.37	138.88
Return before operating charges*	13.99	24.09	28.10
Operating charges	(1.86)	(1.76)	(1.61)
Return after operating charges	12.13	22.33	26.49
Distributions	(1.87)	(1.49)	(1.58)
Retained distributions on accumulation shares	1.87	1.49	1.58
Closing net asset value per share	199.83	187.70	165.37
*After direct transaction costs of	(0.19)	(0.11)	(0.16)
Performance			
Return after charges	6.46%	13.50%	19.07%
Other information			
Closing net asset value (£)	1,778,443	2,190,406	3,164,610
Closing number of shares	889,968	1,166,963	1,913,612
Operating charges**	0.97%	0.97%	1.10%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	203.22	194.44	162.57
Lowest share price	179.81	166.74	131.14

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	179.75	159.63	135.33
Return before operating charges*	13.42	23.26	27.41
Operating charges	(1.80)	(1.70)	(1.57)
Return after operating charges	11.62	21.56	25.84
Distributions	(1.79)	(1.44)	(1.54)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	189.58	179.75	159.63
*After direct transaction costs of	(0.18)	(0.11)	(0.15)
Performance			
Return after charges	6.46%	13.51%	19.09%
Other information			
Closing net asset value (£)	815,739	532,656	579,415
Closing number of shares	430,278	296,325	362,981
Operating charges**	0.98%	0.97%	1.10%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	194.62	187.70	158.44
Lowest share price	172.19	160.95	127.79

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 1 (Accumulation)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	1.98
Operating charges	(0.10)
Return after operating charges	1.88
Distributions	(0.18)
Retained distributions on accumulation shares	0.18
Closing net asset value per share	101.88
*After direct transaction costs of	(0.01)
Performance	
Return after charges	1.88%
Other information	
Closing net asset value (£)	29,103,198
Closing number of shares	28,566,973
Operating charges**	0.71%
Direct transaction costs*	0.70%
Prices	
Highest share price	103.60
Lowest share price	99.94

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	330.70	290.92	243.76
Return before operating charges*	24.65	42.41	49.29
Operating charges	(2.78)	(2.63)	(2.13)
Return after operating charges	21.87	39.78	47.16
Distributions	(3.80)	(3.11)	(3.48)
Retained distributions on accumulation shares	3.80	3.11	3.48
Closing net asset value per share	352.57	330.70	290.92
*After direct transaction costs of	(0.34)	(0.20)	(0.28)
Performance			
Return after charges	6.61%	13.67%	19.35%
Other information			
Closing net asset value (£)	1,784,226	31,117,055	26,525,076
Closing number of shares	506,058	9,409,318	9,117,552
Operating charges**	0.82%	0.82%	0.83%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	358.54	342.56	286.00
Lowest share price	317.11	293.32	230.17

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class launched on 10 May 2018.

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Statistics

(continued)

Comparative tables (continued)

Exempt Shares 2 (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	155.91	138.44	117.34
Return before operating charges*	11.64	20.20	23.80
Operating charges	(1.31)	(1.25)	(1.02)
Return after operating charges	10.33	18.95	22.78
Distributions	(1.79)	(1.48)	(1.68)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	164.45	155.91	138.44
*After direct transaction costs of	(0.16)	(0.09)	(0.13)
Performance			
Return after charges	6.63%	13.69%	19.41%
Other information			
Closing net asset value (£)	13,801,828	13,085,245	11,619,247
Closing number of shares	8,392,896	8,392,896	8,392,896
Operating charges**	0.82%	0.82%	0.82%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	169.05	163.03	137.75
Lowest share price	149.52	139.59	110.86

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	193.54	170.25	142.56
Return before operating charges*	14.44	24.83	28.94
Operating charges	(1.63)	(1.54)	(1.25)
Return after operating charges	12.81	23.29	27.69
Distributions	(2.23)	(1.82)	(2.02)
Retained distributions on accumulation shares	2.23	1.82	2.02
Closing net asset value per share	206.35	193.54	170.25
*After direct transaction costs of	(0.20)	(0.11)	(0.16)
Performance			
Return after charges	6.62%	13.68%	19.42%
Other information			
Closing net asset value (£)	20,844,115	21,769,584	9,325,456
Closing number of shares	10,101,210	11,248,385	5,477,387
Operating charges**	0.82%	0.82%	0.83%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	209.85	200.47	167.37
Lowest share price	185.60	171.66	134.69

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**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	182.94	162.43	137.68
Return before operating charges*	13.68	23.72	27.93
Operating charges	(1.54)	(1.47)	(1.21)
Return after operating charges	12.14	22.25	26.72
Distributions	(2.10)	(1.74)	(1.97)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	192.98	182.94	162.43
*After direct transaction costs of	(0.19)	(0.11)	(0.16)
Performance			
Return after charges	6.64%	13.70%	19.41%
Other information			
Closing net asset value (£)	5,929,741	8,587,095	6,115,462
Closing number of shares	3,072,802	4,693,965	3,764,873
Operating charges**	0.82%	0.82%	0.83%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	198.38	191.28	161.62
Lowest share price	175.46	163.79	130.07

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	275.74	244.91	207.78
Return before operating charges*	20.48	35.63	41.90
Operating charges	(4.61)	(4.40)	(3.60)
Return after operating charges	15.87	31.23	38.30
Distributions	(0.85)	(0.40)	(1.17)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	290.76	275.74	244.91
*After direct transaction costs of	(0.28)	(0.16)	(0.23)
Performance			
Return after charges	5.76%	12.75%	18.43%
Other information			
Closing net asset value (£)	3,691,520	4,101,666	4,970,918
Closing number of shares	1,269,590	1,487,498	2,029,714
Operating charges**	1.64%	1.64%	1.65%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	296.62	286.11	241.91
Lowest share price	262.85	246.93	196.05

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**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	356.54	311.31	258.77
Return before operating charges*	26.75	45.47	52.73
Operating charges	(0.26)	(0.24)	(0.19)
Return after operating charges	26.49	45.23	52.54
Distributions	(6.86)	(5.92)	(5.77)
Retained distributions on accumulation shares	6.86	5.92	5.77
Closing net asset value per share	383.03	356.54	311.31
*After direct transaction costs of	(0.36)	(0.21)	(0.29)
Performance			
Return after charges	7.43%	14.53%	20.30%
Other information			
Closing net asset value (£)	138,627,925	195,826,769	272,465,933
Closing number of shares	36,192,604	54,923,704	87,522,011
Operating charges**	0.07%	0.07%	0.07%
Direct transaction costs*	0.09%	0.06%	0.11%
Prices			
Highest share price	389.43	369.24	306.04
Lowest share price	343.83	313.88	244.75

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Overseas Government Bonds 4.93% (8.02%)			
US Treasury 0% Bonds 2/8/2018	USD14,117,800	10,676,618	4.93
United Kingdom 7.60% (10.06%)			
Associated British Foods	131,953	3,612,873	1.67
Diageo	176,941	4,816,334	2.23
Informa	404,575	3,377,392	1.56
RELX	287,902	4,633,930	2.14
Canada 2.08% (1.03%)			
Intact Financial	83,956	4,498,731	2.08
United States of America 41.92% (50.63%)			
Accenture	49,623	6,149,832	2.84
Albemarle	42,326	3,024,133	1.40
Alphabet class 'A' shares	10,555	9,027,533	4.17
Altria	135,032	5,808,345	2.69
Apple	27,015	3,742,711	1.73
CA	134,159	3,622,623	1.67
Cisco Systems	190,743	6,216,755	2.87
Citigroup	124,996	6,337,612	2.93
Costco Wholesale	29,136	4,611,664	2.13
eBay	202,094	5,550,410	2.57
Gilead Sciences	107,362	5,761,483	2.66
Medtronic	94,407	6,121,707	2.83
Microsoft	118,789	8,872,398	4.10
TJX	64,813	4,672,525	2.16
Trimble Navigation	117,245	2,917,249	1.35
Walgreens Boots Alliance	96,965	4,407,400	2.04
Western Union	250,181	3,852,437	1.78
Hong Kong 2.20% (1.56%)			
AIA	719,400	4,764,537	2.20
Japan 9.22% (5.34%)			
Ebara	158,100	3,713,640	1.72
Japan Tobacco	213,000	4,503,605	2.08
Suntory Beverage & Food	94,800	3,063,031	1.42
Suzuki Motor	130,000	5,426,241	2.51
Yokogawa Electric	239,900	3,235,031	1.49
South Korea 1.44% (0.00%)			
Samsung SDI	21,411	3,106,695	1.44
France 2.33% (2.86%)			
Vivendi	272,193	5,040,656	2.33
Germany 6.79% (2.61%)			
Deutsche Post	217,930	5,386,817	2.49
Infineon Technologies	173,581	3,351,115	1.55
SAP	68,176	5,964,759	2.75
Ireland 1.20% (1.41%)			
AIB	632,028	2,604,688	1.20
Israel 0.02% (3.12%)			
Bank Hapoalim	8,945	45,809	0.02
Jersey 2.67% (0.00%)			
Ferguson	93,841	5,770,283	2.67
Netherlands 6.65% (3.49%)			
Royal Dutch Shell class 'A' Shares	206,688	5,439,783	2.51
Unilever	134,620	5,658,623	2.62
Wolters Kluwer	79,202	3,292,057	1.52

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Norway 2.44% (1.59%)			
DNB	356,800	5,280,412	2.44
Switzerland 7.41% (4.08%)			
ABB (Regd.)	350,340	5,801,588	2.68
Novartis	93,756	5,383,640	2.49
Roche Holding	28,821	4,847,468	2.24
Derivatives 0.06% (0.03%)			
Options 0.02% (0.00%)			
ESTX 50 July 2018 3375 (Put Option)	152	52,829	0.02
USD Forward Foreign Currency contracts 0.04% (-0.01%)			
Forward Foreign Currency Contract 14/9/18	USD8,583,784	6,480,033	2.99
Forward Foreign Currency Contract 14/9/18	EUR7,208,000	(6,388,994)	(2.95)
Portfolio of Investments		214,137,041	98.96
Net current assets		2,239,694	1.04
Total Net Assets		216,376,735	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Mexico and NOK Forward Foreign contract portfolio category, which at 30 June 2017, represented 2.16% and 0.04% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital gains	3		14,029,499	43,665,113
Revenue	4	5,679,433		6,937,935
Expenses	5	(775,272)		(827,493)
Interest payable and similar charges	7	(81)		—
Net revenue before taxation		4,904,080		6,110,442
Taxation	6	(626,004)		(689,785)
Net revenue after taxation			4,278,076	5,420,657
Total return before distributions			18,307,575	49,085,770
Distributions	8		(4,011,069)	(5,421,737)
Change in net assets attributable to Shareholders from investment activities			14,296,506	43,664,033

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders				
Amounts received on issue of shares		31,991,371		33,085,200
Amounts paid on cancellation of shares		(109,963,543)		(138,094,791)
			(77,972,172)	(105,009,591)
Dilution adjustment			46,579	25,266
Stamp duty reserve tax			—	(1,907)
Change in net assets attributable to Shareholders from investment activities (see above)			14,296,506	43,664,033
Retained distributions on accumulation shares			2,795,346	3,766,223
Unclaimed distributions			—	335
Closing net assets attributable to Shareholders			216,376,735	277,210,476

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets*			214,137,041	271,640,905
Current assets				
Debtors	10	3,898,434		2,682,130
Cash and bank balances	11	760,422		5,236,398
Total other assets			4,658,856	7,918,528
Total assets			218,795,897	279,559,433
LIABILITIES				
Investment liabilities			—	(11,320)
Creditors				
Distribution payable	12	(233,561)		(215,854)
Other creditors	12	(2,185,601)		(2,121,783)
Total other liabilities			(2,419,162)	(2,337,637)
Total liabilities			(2,419,162)	(2,348,957)
Net assets attributable to Shareholders			216,376,735	277,210,476

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.8680	—	1.8680	1.4923
Group 2	1.3204	0.5476	1.8680	1.4923
B Shares (Income)				
Group 1	1.7889	—	1.7889	1.4399
Group 2	0.8565	0.9324	1.7889	1.4399
Exempt 1 Shares (Accumulation)*				
Group 1	0.1756	—	0.1756	n/a
Group 2	0.1756	0.0000	0.1756	n/a
Exempt 2 Shares (Accumulation)				
Group 1	3.8017	—	3.8017	3.1080
Group 2	2.2906	1.5111	3.8017	3.1080
Exempt 2 Shares (Income)				
Group 1	1.7925	—	1.7925	1.4791
Group 2	1.7925	0.0000	1.7925	1.4791
Institutional W Shares (Accumulation)				
Group 1	2.2251	—	2.2251	1.8188
Group 2	1.6392	0.5859	2.2251	1.8188
Institutional W Shares (Income)				
Group 1	2.1036	—	2.1036	1.7355
Group 2	1.4082	0.6954	2.1036	1.7355
Sterling Income Shares				
Group 1	0.8496	—	0.8496	0.4022
Group 2	0.7820	0.0676	0.8496	0.4022
X Shares (Accumulation)				
Group 1	6.8649	—	6.8649	5.9205
Group 2	0.6532	6.2117	6.8649	5.9205
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00

*Share class launched on 10 May 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	13,188,240	42,694,813
Gains on derivative contracts	415,099	—
Gains on forward currency contracts	342,310	777,750
Gains on currency exchange	119,994	240,541
Activity charges	(36,144)	(47,991)
Net capital gains	14,029,499	43,665,113

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	3,902	16,910
Interest on debt securities	202,751	129,977
Overseas dividends	4,780,924	5,883,830
Stock lending	38,821	48,350
Taxable overseas dividends	140,949	—
UK dividends	512,086	858,868
Total revenue	5,679,433	6,937,935

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	626,264	623,258
Administration fees	83,027	111,015
Safe custody charges	24,649	32,086
	733,940	766,359
Other expenses		
Audit fee†	7,241	6,923
Depository charge	30,321	35,655
Financial Conduct Authority fee	120	(324)
Professional fees	3,650	18,880
	41,332	61,134
Total expenses	775,272	827,493

†The Audit fee net of VAT for 2018 is £6,100 (30/06/17: £5,800).

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Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax	626,004	689,785
Total tax charge (see Note 6b)	626,004	689,785

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	4,904,080	6,110,442
Corporation tax @ 20%	980,816	1,222,088
Effects of:		
Dividends not subject to corporation tax	(1,058,602)	(1,262,339)
Excess management expenses	83,346	53,172
Overseas tax expensed	(5,560)	(12,921)
Overseas tax withheld	626,004	689,785
Total tax charge (see Note 6a)	626,004	689,785

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £5,162,826 (30/06/17: £4,746,096), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses.

The deferred tax asset not recognised is £1,032,565 (30/06/17: £949,220).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	81	—
Total interest	81	—

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	3,028,907	3,982,076
	3,028,907	3,982,076
Amounts added on issue of shares	(405,136)	(83,773)
Amounts deducted on cancellation of shares	1,387,298	1,523,434
Net distributions for the year	4,011,069	5,421,737

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	4,278,076	5,420,657
Equalisation on conversions	(267,007)	1,080
	4,011,069	5,421,737

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Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	236,139	210,318
Amount receivable for issue of shares	2,246,178	16,510
Amounts receivable on open currency contracts	684,417	323,304
Overseas tax recoverable	616,894	640,341
Sales awaiting settlement	114,806	1,491,657
Total debtors	3,898,434	2,682,130

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	473,537	83,590
Cash held in BNY Mellon Sterling Liquidity Fund	—	5,152,808
Cash held in Insight Sterling Liquidity Fund	286,885	—
	760,422	5,236,398

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	233,561	215,854
	233,561	215,854
b) Other creditors		
Accrued expenses	80,445	108,964
Amount payable for cancellation of shares	7,194	122,458
Amounts payable on open currency contracts	687,312	323,163
Purchases awaiting settlement	1,410,650	1,567,198
Total other creditors	2,185,601	2,121,783

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £2,165,653 (30/06/17: £208,191 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the Portfolio Statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	214,046,002	271,503,788

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	10,699,659	(10,699,659)	13,575,189	(13,575,189)
Derivative securities	2,641	(2,641)		
Net capital impact	10,702,300	(10,702,300)	13,575,189	(13,575,189)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	214,046,002	—
Level 2: Observable	91,039	—
	214,137,041	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	249,273,829	—
Level 2: Observable	22,367,076	(11,320)
	271,640,905	(11,320)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Foreign Currency Contracts	Total £
State Street	91,039	91,039
Total	91,039	91,039

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	—	10,676,618	209,849,417	220,526,035
Investment liabilities	—	—	(6,388,994)	(6,388,994)
Total	—	10,676,618	203,460,423	214,137,041

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	—	22,229,959	254,835,407	277,065,366
Investment liabilities	—	—	(5,435,781)	(5,435,781)
Total	—	22,229,959	249,399,626	271,629,585

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Canada	4,498,731	7,103	4,505,834	2,839,462
Eurozone	35,036,263	(50,489)	34,985,774	38,301,399
Hong Kong	4,764,537	—	4,764,537	4,326,069
Israel	45,809	5,239	51,048	4,068,387
Japan	19,941,548	183,457	20,125,005	14,958,244
Mexico	—	—	—	5,997,372
Norway	5,280,412	92,304	5,372,716	7,821,342
South Korea	3,106,695	—	3,106,695	—
Switzerland	16,032,696	270,002	16,302,698	5,279,385
United States of America	107,853,468	(420,347)	107,433,121	163,974,213
Total	196,560,159	87,269	196,647,428	247,565,873

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018			
Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	34,985,774	1,841,357	(1,665,989)
United States of America	107,433,121	5,654,375	(5,115,863)
30 June 2017			
Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	38,301,399	2,015,863	(1,823,876)
United States of America	163,974,213	8,630,222	(7,808,296)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	163,595	75	0.05	91	0.06
Debt instruments	60,883	—	—	—	—
Total purchases	224,478	75		91	
Total purchases including transaction costs	224,644				
Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	223,325	85	0.04	9	0.00
Debt instruments	71,888	—	—	—	—
Total sales	295,213	85		9	
Total sales net of transaction costs	295,119				
Derivative transaction costs		1		—	
Total transaction costs		161		100	
Total transaction costs as a % of average net assets		0.06%		0.03%	

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	115,272	72	0.06	70	0.06
Debt instruments	85,434	—	—	—	—
Total purchases	200,706	72		70	
Total purchases including transaction costs	200,848				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments	210,264	70	0.03	5	0.00
Debt instruments	90,579	—	—	—	—
Total sales	300,843	70		5	
Total sales net of transaction costs	300,768				

Total transaction costs **142** **75**

Total transaction costs as a % of average net assets **0.04%** **0.02%**

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.20% (30/06/17: 0.05%)

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £16,978,211 of investments were subject to stock lending agreements and on behalf of the Sub-fund £18,066,690 was held in collateral. The collateral is held 59.16% in debt securities and 40.84% in equity securities.

As at 30 June 2017, £31,190,892 of investments were subject to stock lending agreements and on behalf of the Sub-fund £32,982,396 was held in collateral. The collateral was held 53.01% in debt securities and 46.99% in equity securities.

The gross earnings and the fees for the year are £48,526 (30/06/17: £60,438) and £9,705 (30/06/17: £12,088).

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Citigroup Global Markets Inc.	10,455,527	10,687,982
Deutsche Bank, AG	3,676,654	4,184,530
UBS AG	2,846,030	3,194,178

18 Shareholder's funds

The Sub-fund currently has nine share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 1 (Accumulation)	0.65%	0.03%
Exempt Shares 2 (Accumulation)	0.75%	0.03%
Exempt Shares 2 (Income)	0.75%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%
X Shares (Accumulation)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Global Opportunities Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	1,166,963	11,886	(288,881)	—	889,968
B Shares (Income)	296,325	3,246,520	(3,241,345)	128,778	430,278
Exempt Shares 1 (Accumulation)	—	—	(53,910)	28,620,883	28,566,973
Exempt Shares 2 (Accumulation)	9,409,318	36,523	(670,958)	(8,268,825)	506,058
Exempt Shares 2 (Income)	8,392,896	—	—	—	8,392,896
Institutional W Shares (Accumulation)	11,248,385	1,486,499	(2,621,422)	(12,252)	10,101,210
Institutional W Shares (Income)	4,693,965	360,065	(2,001,033)	19,805	3,072,802
Sterling Income Shares	1,487,498	30,503	(159,508)	(88,903)	1,269,590
X Shares (Accumulation)	54,923,704	5,948,365	(24,679,465)	—	36,192,604

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton Index Linked Gilt Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£75.72m
Comparative Index:	FTSE Actuaries UK Index-Linked Gilts over 5 Years TR
Sector:	The Investment Association UK Index Linked Gilts

Yield as at 30 June 2018:

Exempt Shares 2 (Accumulation)	1.71%
Institutional Shares (Accumulation)	1.41%
X Shares (Income)	1.91%

Key Dates: Fund Launch	24 February 1998
Converted to ICVC	2 August 2004

Investment Objective

To maximise returns by investment in a portfolio of predominantly sterling index linked gilts.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Exempt Shares 2 (Accumulation)	2.11%	7.31%	17.14%
Institutional Shares (Accumulation)	1.81%	6.89%	16.67%
X Shares (Accumulation)*	n/a	n/a	17.37%
X Shares (Income)	2.31%	7.37%	17.14%
FTSE Actuaries UK Index-Linked Gilts over 5 Years TR	2.01%	7.12%	17.04%

Source: Lipper as at 30 June 2018 – Institutional Shares (Accumulation) and X Shares (Income) - Total return including revenue net of UK tax and annual charges. Exempt Shares 2 (Accumulation) and Sterling X Shares (Accumulation) - Total return including gross revenue and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 479 to 480.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Exempt Shares 2 (Accumulation) Share Class of the Sub-fund returned 2.11% against 2.01% from the FTSE Actuaries UK Index-Linked Gilts over 5 Years TR Index.

The Sub-fund performed well, generating a positive return.

Global bond markets remained unsettled with *quantitative tightening* more evident in the US, and ultimately also in Europe. However, in the UK, despite a first interest rate increase in many years, *monetary policy* remained accommodative. UK *inflation* was generally above the Bank of England's target rate but not enough to justify alarm.

The Sub-fund's shorter-*duration* stance compared to the comparative index had a fluctuating effect on performance – negative when *Gilt* markets rallied but positive as they fell. 10-year *Gilt yields* were ultimately little changed over the year to June 2018, although this masked a *volatile* period. *Duration* was increased late in the period, so the Sub-fund participated in the rally in index-linked *Gilts* at that time; by the end of the quarter, *duration* was just 0.1 years shorter than the index.

Owning *unhedged* US Treasury Inflation-Protected Securities (TIPS), was a drag on relative performance, as US *yields* ended the period higher than they began it although this effect was mitigated somewhat by the rise in the US dollar in the final quarter.

There was a steepening of the index-linked *Gilt* curve late in the period, caused by long-term *yields* increasing at a faster rate than short-term *yields*. Shorter-dated index-linked bonds benefited from rising fuel prices, the threat of higher food prices and a resumption of sterling weakness. The Sub-fund's relative positioning early in the final quarter allowed it to benefit from this curve shift.

Inflows and outflows motivated many of the sales and purchases within the Sub-fund. The holdings in 2065, 2040 and 2027 index-linked *Gilts* were trimmed although some *Gilt* exposure was added back through the purchase of a combination of index-linked and conventional *Gilts*. The Sub-fund participated in an *investment grade*, non-Gilt new issue (University of Oxford). This is a 100-year, AAA-rated bond and the longest-*duration* conventional sterling bond in issue.

Late in the period, the manager moved the *duration* of the Sub-fund closer to that of the index, which allowed the Sub-fund to participate in the rally. This was achieved by switching some 2040 and 2027 index-linked *Gilts* into 2068 and 2050 index-linked *Gilts*.

Although there is a possibility of an interest rate increase in August, the manager does not think this will be the first of many. In the manager's view, balancing risk and reward favours remaining only slightly shorter *duration* than the index. A Brexit transition deal appears to be in doubt, trade disputes are escalating, longer dated real *yields* are, in the manager's view, at more attractive levels, and the manager sees weather and currency-related effects as likely to support shorter-dated inflation-linked bonds.

As significant risks remain around UK politics, the manager thinks some overseas diversification is also still appropriate, especially as they expect the pace of rate increases in the US to slow later in the year, and real *yields* on US TIPS are materially higher than those on UK index-linked *Gilts*.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Treasury 1.25% Index Linked Gilts 22/11/2027
Treasury 0.75% Index Linked Gilts 22/11/2047
Treasury 1.25% Index Linked Gilts 22/11/2055
Treasury 0.125% Index Linked Gilts 22/3/2068
Treasury 1.125% Index Linked Gilts 22/11/2037
Treasury 1.875% Index Linked Gilts 22/11/2022
US Treasury 2.125% Notes 15/2/2041
Treasury 0.375% Index Linked Gilts 22/3/2062
Treasury 0.625% Index Linked Gilts 22/3/2040
Treasury 0.5% Index Linked Gilts 22/3/2050

Sales

Treasury 1.875% Index Linked Gilts 22/11/2022
Treasury 2.5% Index Linked Gilts 17/7/2024
Treasury 1.25% Index Linked Gilts 22/11/2055
Treasury 1.125% Index Linked Gilts 22/11/2037
Treasury 1.25% Index Linked Gilts 22/11/2027
Treasury 0.375% Index Linked Gilts 22/3/2062
US Treasury 2.125% Notes 15/2/2041
Treasury 0.75% Index Linked Gilts 22/11/2047
Treasury 0.625% Index Linked Gilts 22/3/2040
Treasury 0.625% Index Linked Gilts 22/11/2042

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	444.87	415.67	355.03
Return before operating charges*	10.23	30.41	61.67
Operating charges	(1.21)	(1.21)	(1.03)
Return after operating charges	9.02	29.20	60.64
Distributions	(8.41)	(9.74)	(2.80)
Retained distributions on accumulation shares	8.41	9.74	2.80
Closing net asset value per share	453.89	444.87	415.67
*After direct transaction costs of	—	—	—
Performance			
Return after charges	2.03%	7.02%	17.08%
Other information			
Closing net asset value (£)	39,158,948	43,428,306	44,646,481
Closing number of shares	8,627,492	9,761,928	10,740,758
Operating charges**	0.27%	0.27%	0.28%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	471.30	479.80	414.60
Lowest share price	429.79	410.91	347.73

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	412.86	387.28	332.05
Return before operating charges*	9.49	28.35	57.56
Operating charges	(2.37)	(2.37)	(2.02)
Return after operating charges	7.12	25.98	55.54
Distributions	(6.54)	(7.80)	(1.56)
Retained distributions on accumulation shares	6.54	7.40	1.25
Closing net asset value per share	419.98	412.86	387.28
*After direct transaction costs of	—	—	—
Performance			
Return after charges	1.72%	6.71%	16.73%
Other information			
Closing net asset value (£)	32,785,515	32,751,642	22,528,702
Closing number of shares	7,806,528	7,932,905	5,817,147
Operating charges**	0.57%	0.57%	0.59%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	437.13	445.55	386.28
Lowest share price	398.80	382.77	325.23

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	392.38	374.77	322.35
Return before operating charges*	8.97	27.44	55.87
Operating charges	(0.28)	(0.28)	(0.27)
Return after operating charges	8.69	27.16	55.60
Distributions	(8.17)	(9.55)	(3.18)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	392.90	392.38	374.77
*After direct transaction costs of	—	—	—
Performance			
Return after charges	2.21%	7.25%	17.25%
Other information			
Closing net asset value (£)	3,777,922	3,772,861	16,620,366
Closing number of shares	961,540	961,540	4,434,822
Operating charges**	0.07%	0.07%	0.08%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	415.79	430.10	375.68
Lowest share price	377.49	370.52	315.71

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 94.44% (94.61%)			
Treasury 0.125% Index Linked Gilts 22/3/2026	£610,000	764,148	1.01
Treasury 0.125% Index Linked Gilts 22/3/2029	£1,900,000	2,709,467	3.58
Treasury 0.125% Index Linked Gilts 22/3/2044	£2,000,000	3,555,844	4.70
Treasury 0.125% Index Linked Gilts 22/3/2068	£2,010,000	5,187,894	6.85
Treasury 0.125% Inflation Linked Bonds 22/11/2065	£1,160,000	2,740,594	3.62
Treasury 0.25% Index Linked Gilts 22/3/2052	£2,040,000	4,250,879	5.61
Treasury 0.375% Index Linked Gilts 22/3/2062	£1,930,000	5,057,697	6.68
Treasury 0.5% Index Linked Gilts 22/3/2050	£1,930,000	4,669,081	6.17
Treasury 0.625% Index Linked Gilts 22/3/2040	£2,260,000	4,623,045	6.11
Treasury 0.625% Index Linked Gilts 22/11/2042	£1,400,000	3,074,229	4.06
Treasury 0.75% Index Linked Gilts 22/3/2034	£2,370,000	4,079,868	5.39
Treasury 0.75% Index Linked Gilts 22/11/2047	£1,770,000	4,430,723	5.85
Treasury 1.125% Index Linked Gilts 22/11/2037	£2,080,000	4,685,532	6.19
Treasury 1.25% Index Linked Gilts 22/11/2027	£2,240,000	4,221,838	5.58
Treasury 1.25% Index Linked Gilts 22/11/2032	£1,230,000	2,342,402	3.09
Treasury 1.25% Index Linked Gilts 22/11/2055	£1,495,000	5,260,983	6.95
Treasury 1.5% Index Gilts Bonds 22/7/2026	£100,000	102,092	0.13
Treasury 2% Index Linked Gilts 26/1/2035	£1,130,000	3,030,632	4.00
Treasury 2.5% Index Linked Gilts 17/7/2024	£1,050,000	3,789,030	5.00
Treasury 4.125% Index Linked Gilts 22/7/2030	£810,000	2,933,476	3.87
Overseas Government Bonds 2.16% (1.56%)			
US Treasury 2.125% Inflation-Protected Bonds 15/2/2041	USD880,000	965,426	1.28
US Treasury 2.375% Inflation-Protected Bonds 15/1/2025	USD600,000	669,385	0.88
Sterling Denominated Corporate Bonds 2.79% (2.63%)			
Chancellor Masters and Scholars of the University of Oxford 2.544% Bonds 8/12/2117	£334,000	320,536	0.42
Dwr Cymru Financing 1.859% Index Linked Bonds 31/3/2048	£500,000	1,071,729	1.41
High Speed Rail Finance 1 1.566% Inflation Linked Notes 1/11/2038	£208,000	315,390	0.42
University of Southampton 2.25% Bonds 11/4/2057	£450,000	408,227	0.54
Derivatives -0.01% (0.01%)			
USD Forward Foreign Currency Contracts -0.01% (0.03%)			
Forward Foreign Currency Contracts 16/08/18	USD981,145	741,642	0.98
Forward Foreign Currency Contracts 16/08/18	£(719,125)	(719,125)	(0.95)
Forward Foreign Currency Contracts 16/08/18	USD1,106,657	836,515	1.10
Forward Foreign Currency Contracts 16/08/18	£(813,924)	(813,924)	(1.08)
Forward Foreign Currency Contracts 16/08/18	USD(2,456,136)	(1,856,578)	(2.45)
Forward Foreign Currency Contracts 16/08/18	£1,809,065	1,809,065	2.39
Forward Foreign Currency Contracts 16/08/18	USD(620,000)	(468,654)	(0.62)
Forward Foreign Currency Contracts 16/08/18	£466,826	466,826	0.62
Portfolio of investments*		75,255,914	99.38
Net current assets		466,471	0.62
Total Net Assets		75,722,385	100.00

Total unapproved and unquoted securities

0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent debt securities issued by the relevant companies or issuers.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the AUD, EUR and NZD Forward Foreign Currency Contracts portfolio categories, which, at 30 June 2017, represented -0.03%, 0.01% and 0.00% respectively of the Total Net Assets of the Sub-fund.

*Net of investment liabilities

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Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		156,666		5,622,809
Revenue	4	1,637,723		2,314,569	
Expenses	5	(283,622)		(335,007)	
Interest payable and similar charges	7	—		—	
Net revenue before taxation		1,354,101		1,979,562	
Taxation	6	—		—	
Net revenue after taxation			1,354,101		1,979,562
Total return before distributions			1,510,767		7,602,371
Distributions	8		(1,354,101)		(1,979,562)
Change in net assets attributable to Shareholders from investment activities			156,666		5,622,809

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
			79,952,809		98,337,558
Amounts received on issue of shares		34,984,128		59,138,810	
Amounts paid on cancellation of shares		(40,595,881)		(84,762,472)	
			(5,611,753)		(25,623,662)
Dilution adjustment			36,843		52,136
Change in net assets attributable to Shareholders from investment activities (see above)			156,666		5,622,809
Retained distributions on accumulation shares			1,187,820		1,563,968
Closing net assets attributable to Shareholders			75,722,385		79,952,809

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			75,305,255		79,046,321
Current assets					
Debtors	10	174,779		2,344,545	
Cash and bank balances	11	362,869		1,530,522	
Total other assets			537,648		3,875,067
Total assets			75,842,903		82,921,388
LIABILITIES					
Investment liabilities					
			(49,341)		(49,280)
Creditors					
Distribution payable	12	(38,036)		(63,354)	
Other creditors	12	(33,141)		(2,855,945)	
Total other liabilities			(71,177)		(2,919,299)
Total liabilities			(120,518)		(2,968,579)
Net assets attributable to Shareholders			75,722,385		79,952,809

*Gross of investment liabilities.

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Distribution Statement

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Exempt Shares 2 (Accumulation)				
Group 1	4.0807	—	4.0807	6.9012
Group 2	3.6111	0.4696	4.0807	6.9012
Institutional Shares (Accumulation)				
Group 1	3.1598	—	3.1598	5.7842
Group 2	2.6606	0.4992	3.1598	5.7842
X Shares (Income)				
Group 1	3.9557	—	3.9557	6.5888
Group 2	3.9557	0.0000	3.9557	6.5888

Interim Interest distribution in pence per share*

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Exempt Shares 2 (Accumulation)				
Group 1	4.3288	—	4.3288	2.8361
Group 2	2.6685	1.6603	4.3288	2.8361
Institutional Shares (Accumulation)				
Group 1	3.3847	—	3.3847	1.6136
Group 2	0.3923	2.9924	3.3847	1.6136
X Shares (Accumulation)**				
Group 1	n/a	n/a	n/a	3.3408
Group 2	n/a	n/a	n/a	3.3408
X Shares (Income)				
Group 1	4.2192	—	4.2192	2.3660
Group 2	4.2192	0.0000	4.2192	2.3660

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	0.00	100.00
Interim distributions for 31 December 2017	0.00	100.00

*Please see Distribution policy note - 1.2(a) for further information on the removal of Tax withheld.

**X Shares (Accumulation) share class closed on 28 June 2017.

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Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Gains on non-derivative securities	136,434	5,842,822
Gains/(losses) on forward currency contracts	13,278	(169,497)
Currency exchange gains/(losses)	11,299	(36,515)
Activity charges	(4,345)	(14,001)
Net capital gains	156,666	5,622,809

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	1,754	2,301
Interest on debt securities	1,634,470	2,312,024
Stock lending	1,499	244
Total revenue	1,637,723	2,314,569

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	234,892	277,649
Administration fees	22,444	29,424
Safe custody charges	1,628	2,335
	258,964	309,408
Other expenses		
Audit fee†	5,917	5,610
Depository's fees	18,386	20,313
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	24,658	25,599
Total expenses	283,622	335,007

† The Audit fee net of VAT for 2018 is £4,900 (30/06/17: £4,700).

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Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Total tax charge (see Note 6b)	—	—
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	1,354,101	1,979,562
Corporation tax @ 20%	270,820	395,912
Effects of:		
Excess management expenses	280,315	(81,540)
RPI adjustment on index linked gilts	(551,135)	(314,372)
Total tax charge (see Note 6a)	—	—

c) Deferred tax

At 30 June 2018, the Sub-fund has a potential deferred tax asset of £3,298,123 (30/06/17: £3,017,809) in relation to surplus management expenses and non trade loan relationship deficits of £16,490,614 (30/06/17: £15,089,044). No deferred tax asset has been recognised in the year or prior year.

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	—	—
Total interest	—	—

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Interest distribution 31 December	629,660	456,494
Final Interest distribution 30 June	636,765	1,195,897
Income tax withheld	—	68,821
	1,266,425	1,721,212
Amounts added on issue of shares	(118,435)	(174,552)
Amounts deducted on cancellation of shares	206,111	432,902
Net distributions for the year	1,354,101	1,979,562

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	1,354,101	1,979,562
	1,354,101	1,979,562

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	139,679	155,457
Amount receivable for issue of shares	35,099	38,792
Amounts receivable on open currency contracts	—	164,845
Prepaid expenses	1	—
Sales awaiting settlement	—	1,985,451
Total debtors	174,779	2,344,545

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held in Insight Sterling Liquidity Fund	362,869	1,530,522
	362,869	1,530,522

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	38,036	63,354
	38,036	63,354
b) Other creditors		
Accrued expenses	29,711	37,304
Amount payable for cancellation of shares	3,430	2,653,856
Amounts payable on open currency contracts	—	164,785
Total other creditors	33,141	2,855,945

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £7,843 (30/06/17: £2,646,963 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018	30/06/2017
	£	£
Investments held at the balance sheet date	75,260,147	78,995,163

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Market Price sensitivity (continued)

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	3,763,007	(3,763,007)	3,949,758	(3,949,758)
Net capital impact	3,763,007	(3,763,007)	3,949,758	(3,949,758)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 2: Observable	75,305,255	(49,341)
	75,305,255	(49,341)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 2: Observable	79,046,321	(49,280)
	79,046,321	(49,280)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank of Commerce	22,517	22,517
Citigroup	(47,514)	(47,514)
Royal Bank of Scotland	20,764	20,764
Total	(4,233)	(4,233)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	74,531,384	728,763	3,854,048	79,114,195
Investment liabilities	—	—	(3,858,281)	(3,858,281)
Total	74,531,384	728,763	(4,233)	75,255,914

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	78,566,565	428,598	5,202,660	84,197,823
Investment liabilities	—	—	(5,200,782)	(5,200,782)
Total	78,566,565	428,598	1,878	78,997,041

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 6.0% (30/06/17: 5.8%) decrease/increase respectively in the portfolio valuation.

Foreign Currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Australia	—	—	—	(2,597)
United States of America	887,735	12,619	900,354	197,374
Total	887,735	12,619	900,354	194,777

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade securities	75,260	99.39	98.27
Unrated securities	—	—	0.53
Other liabilities/assets	(4)	(0.01)	0.01
Portfolio of investments	75,256	99.38	98.81
Net current assets	466	0.62	1.19
Total net assets	75,722	100.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Debt instruments (direct)	47,738	—	—	—	—
Total purchases	47,738	—		—	
Total purchases including transaction costs	47,738				

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Debt instruments (direct)	52,732	—	—	—	—
Total sales	52,732	—		—	
Total sales net of transaction costs	52,732				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

For the year ending 30 June 2017

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Debt instruments (direct)	66,648	—	—	—	—
Total purchases	66,648	—		—	
Total purchases including transaction costs	66,648				

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Debt instruments (direct)	92,408	—	—	—	—
Total sales	92,408	—		—	
Total sales net of transaction costs	92,408				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

During the year the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.11% (30/06/17: 0.11%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Index Linked Gilt Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £674,559 of investments were subject to stock lending agreements and on behalf of the Sub-fund £742,016 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, £1,258,310 of investments were subject to stock lending agreements and on behalf of the Sub-fund £1,284,133 was held in collateral. The collateral was held 100% in debt securities and 0% in equity securities.

The gross earnings and the fees for the year are £1,874 (30/06/17: £305) and £375 (30/06/17: £61) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
HSBC Bank PLC	674,559	742,016

18 Shareholder's funds

The Sub-fund currently has three share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 2 (Accumulation)	0.20%	0.03%
Institutional Shares (Accumulation)	0.50%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 2 (Accumulation)	9,761,928	10,472	(1,144,908)	—	8,627,492
Institutional Shares (Accumulation)	7,932,905	8,402,450	(8,528,827)	—	7,806,528
X Shares (Income)	961,540	—	—	—	961,540

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton International Bond Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£383.91m
Comparative Index:	JP Morgan Global Government Bond Index (GBI) (unhedged)
Sector:	The Investment Association Global Bonds

Yield as at 30 June 2018:

Euro Accumulation Shares	0.31%
B Shares (Accumulation)	1.18%
B Shares (Income)	1.18%
Exempt Shares 2 (Accumulation)	1.58%
Institutional Shares (Accumulation)	1.39%
Institutional Shares (Income)	1.38%
Institutional W Shares (Accumulation)	1.38%
Institutional W Shares (Income)	1.38%
Sterling Income Shares	0.81%

Key Dates: Fund Launch 1 February 1991

Investment Objective

To maximise the total return from income and capital growth in the world bond markets through investment predominantly in Government and other public securities.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Euro Accumulation Shares	-1.40%	-0.44%	28.23%
B Shares (Accumulation)	-0.45%	0.98%	27.78%
B Shares (Income)	-0.44%	0.96%	27.81%
Exempt Shares 2 (Accumulation)	-0.05%	1.49%	28.63%
Institutional Shares (Accumulation)	-0.25%	1.11%	28.08%
Institutional Shares (Income)	-0.24%	1.13%	28.07%
Institutional W Shares (Accumulation)	-0.25%	1.15%	28.07%
Institutional W Shares (Income)	-0.24%	1.13%	28.07%
Sterling Income Shares	-0.81%	0.63%	27.48%
JP Morgan Global Government Bond Index (GBI) (unhedged)	0.06%	-1.63%	31.20%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income Share Class of the Sub-fund returned -0.81% against a return of 0.06% from the JP Morgan Global GBI Unhedged Index TR.

The Sub-fund produced a negative return and was behind the comparative index.

Bond markets remained unsettled with *quantitative tightening* more visible, as the US Federal Reserve (Fed) raised interest rates on several occasions and the European Central Bank set a date for the abandonment of its monthly bond-purchasing scheme. Rising oil prices and the low unemployment in the US encouraged the notion that *inflation* may rise.

The Sub-fund remained underweight US *duration* throughout the period, primarily through *hedging*, via US 10-year *put options*, and this proved to be beneficial to performance as *Treasury yields* continued to rise amid robust US growth and interest rate hikes from the US Federal Reserve. Diversification into US TIPS (Treasury Inflation Protected Securities) further aided relative performance.

The relative stability of major European government bond markets (where *yields* were relatively unchanged for much of the period) ensured underweight euro *duration* proved a drag on relative returns. European government bond *yields* rallied later in the period as the US raised interest rates and performance recovered.

Being underweight peripheral European (particularly Italian) *duration*, which had been detrimental to performance in the first quarter as Italian government bond *yields* declined, proved beneficial in the second quarter of 2018. This is a result of political wrangling between President Sergio Mattarella and Italy's Eurosceptic government-elect triggering fears of a renewed *eurozone* debt crisis and the prospect of renewed Italian elections in the autumn.

Emerging market government bonds and local currency issuers such as Indonesia weighed on performance, as *capital outflows* and US-dollar strength pushed *yields* higher despite low-inflation dynamics.

The Sub-fund's *duration* remained underweight versus the index amid continued US-dollar *liquidity* tightening.

The manager increased 'core' *eurozone duration* with the purchase of long-dated (2045) French government bonds, while short-dated (2021) Italian government bonds were added amid a spike in *yields*. UK *Gilt duration* was brought into line with the index, aided by the purchase of 2055 issuance amid softer UK *inflation* and economic data.

The Sub-fund's local-currency emerging market holdings were reduced, later in the period.

US-dollar exposure was adjusted from modestly underweight to overweight amid the Fed's commitment to *quantitative tightening*.

Divergence in the fortunes of the main bond markets is set to continue, in the manager's opinion, with subdued *inflation* likely to be supportive in Europe and Japan but *fiscal* and *monetary policy* dynamics in the US keeping *Treasuries* under pressure. This may create the prospect for increased *duration* in US *Treasuries* and reinvestment at higher *yields* (and the potential for higher returns) in the medium term.

In the short term, however, the manager's focus will be on seeking to preserve capital, rather than taking too much *credit* or *duration* risk in the hunt for *yield*. The divergence in *monetary policy* should, in the manager's opinion, continue to throw up opportunities in selected geographies.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

US Treasury 2.125% Bonds 31/7/2024
US Treasury 1.625% Notes 15/8/2022
US Treasury 3% Bonds 15/11/2045
US Treasury 2.25% Bonds 15/11/2027
US Treasury 1.875% Bonds 28/2/2022
US Treasury 2.125% Notes 15/2/2041
Canada Housing Trust No 1 2% Bonds 15/12/2019
US Treasury 3.5% Bonds 15/5/2020
US Treasury 0.125% Index Linked Notes 15/4/2020
Denmark (Kingdom) 0.5% Bonds 15/11/2027

Sales

US Treasury 1.625% Notes 15/8/2022
US Treasury 3% Bonds 15/11/2045
US Treasury 2.375% Notes 15/1/2025
US Treasury 0.75% Note 31/1/2018
US Treasury 2.125% Notes 30/6/2021
US Treasury 3.5% Bonds 15/5/2020
US Treasury 2.125% Notes 15/2/2041
US Treasury 2.25% Bonds 15/11/2027
Norway (Government) 1.5% Bonds 19/2/2026
US Treasury 2.875% Notes 15/5/2043

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Euro Accumulation Shares	30/06/2018 ^(c) (cents)	30/06/2017 ^(b) (cents)	30/06/2016 ^(a) (cents)
Change in net assets per share			
Opening net asset value per share	169.31	181.23	165.22
Return before operating charges*	(0.92)	(8.97)	18.86
Operating charges	(2.64)	(2.90)	(2.79)
Return after operating charges	(3.56)	(11.87)	16.07
Distributions	(0.89)	(0.61)	(0.28)
Retained distributions on accumulation shares	0.89	0.56	0.22
Closing net asset value per share	165.75	169.31	181.23
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(2.11%)	(6.55%)	9.73%
Other information			
Closing net asset value (£)	193,957	216,101	411,960
Closing number of shares	132,318	145,353	273,535
Operating charges**	1.64%	1.64%	1.64%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	154.05	186.30	181.79
Lowest share price	139.48	169.71	163.59

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	116.09	116.69	90.14
Return before operating charges*	0.23	0.45	27.59
Operating charges	(0.88)	(0.91)	(0.85)
Return after operating charges	(0.65)	(0.46)	26.74
Distributions	(1.61)	(1.44)	(0.94)
Retained distributions on accumulation shares	1.61	1.30	0.75
Closing net asset value per share	115.44	116.09	116.69
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.56%)	(0.39%)	29.66%
Other information			
Closing net asset value (£)	2,628,553	844,464	89,229
Closing number of shares	2,277,025	727,404	76,464
Operating charges**	0.77%	0.77%	0.86%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	120.46	126.04	117.43
Lowest share price	109.65	113.74	89.92

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

Exchange rates:

a) Euro/Sterling exchange rate at close of business 30 June 2016	1.2033	b) Euro/Sterling exchange rate at close of business 30 June 2017	1.1389
c) Euro/Sterling exchange rate at close of business 30 June 2018	1.1308		

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Statistics

(continued)

Comparative tables (continued)

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	110.59	112.42	87.44
Return before operating charges*	0.22	0.44	26.71
Operating charges	(0.84)	(0.88)	(0.80)
Return after operating charges	(0.62)	(0.44)	25.91
Distributions	(1.53)	(1.39)	(0.93)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	108.44	110.59	112.42
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.56%)	(0.39%)	29.63%
Other information			
Closing net asset value (£)	421,504	309,960	135,715
Closing number of shares	388,697	280,281	120,717
Operating charges**	0.77%	0.77%	0.84%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	114.75	121.44	113.51
Lowest share price	103.76	109.06	87.24
<hr/>			
Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	212.36	212.38	162.94
Return before operating charges*	0.44	0.78	50.10
Operating charges	(0.78)	(0.80)	(0.66)
Return after operating charges	(0.34)	(0.02)	49.44
Distributions	(3.79)	(3.50)	(2.57)
Retained distributions on accumulation shares	3.79	3.50	2.57
Closing net asset value per share	212.02	212.36	212.38
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.16%)	(0.01%)	30.34%
Other information			
Closing net asset value (£)	8,696,352	2,657,157	2,249,209
Closing number of shares	4,101,586	1,251,250	1,059,060
Operating charges**	0.37%	0.37%	0.37%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	220.50	229.80	213.72
Lowest share price	201.20	207.59	162.60

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BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	308.61	309.72	238.69
Return before operating charges*	0.61	1.12	73.16
Operating charges	(1.71)	(1.79)	(1.49)
Return after operating charges	(1.10)	(0.67)	71.67
Distributions	(4.90)	(4.47)	(3.21)
Retained distributions on accumulation shares	4.90	4.03	2.57
Closing net asset value per share	307.51	308.61	309.72
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.36%)	(0.22%)	30.03%
Other information			
Closing net asset value (£)	14,686,682	33,162,707	43,668,703
Closing number of shares	4,776,037	10,745,779	14,099,208
Operating charges**	0.56%	0.57%	0.57%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	320.34	334.69	311.74
Lowest share price	291.96	302.06	238.15

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	255.01	259.29	201.66
Return before operating charges*	0.49	0.95	61.59
Operating charges	(1.43)	(1.50)	(1.25)
Return after operating charges	(0.94)	(0.55)	60.34
Distributions	(4.03)	(3.73)	(2.71)
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	250.04	255.01	259.29
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.37%)	(0.21%)	29.92%
Other information			
Closing net asset value (£)	1,771,055	2,573,587	75,346,085
Closing number of shares	708,316	1,009,229	29,058,370
Operating charges**	0.57%	0.57%	0.57%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	264.70	280.21	262.02
Lowest share price	239.37	251.66	201.22

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BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	117.07	117.49	90.53
Return before operating charges*	0.24	0.42	27.77
Operating charges	(0.66)	(0.68)	(0.56)
Return after operating charges	(0.42)	(0.26)	27.21
Distributions	(1.86)	(1.68)	(1.23)
Retained distributions on accumulation shares	1.86	1.52	0.98
Closing net asset value per share	116.65	117.07	117.49
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.36%)	(0.22%)	30.06%
Other information			
Closing net asset value (£)	95,564,131	110,753,099	27,317,044
Closing number of shares	81,922,131	94,603,894	23,251,447
Operating charges**	0.57%	0.57%	0.57%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	121.52	126.95	118.23
Lowest share price	110.75	114.59	90.32

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	110.20	112.04	87.13
Return before operating charges*	0.21	0.42	26.61
Operating charges	(0.62)	(0.65)	(0.54)
Return after operating charges	(0.41)	(0.23)	26.07
Distributions	(1.74)	(1.61)	(1.16)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	108.05	110.20	112.04
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.37%)	(0.21%)	29.92%
Other information			
Closing net asset value (£)	124,371,887	80,765,156	95,591,835
Closing number of shares	115,105,321	73,292,115	85,321,579
Operating charges**	0.57%	0.57%	0.57%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	114.38	121.07	113.21
Lowest share price	163.44	108.75	86.94

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BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	241.20	245.19	190.76
Return before operating charges*	0.46	0.95	58.19
Operating charges	(2.70)	(2.83)	(2.37)
Return after operating charges	(2.24)	(1.88)	55.82
Distributions	(2.46)	(2.11)	(1.39)
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	236.50	241.20	245.19
*After direct transaction costs of	—	—	—
Performance			
Return after charges	(0.93%)	(0.77%)	29.26%
Other information			
Closing net asset value (£)	135,576,519	157,507,796	233,541,910
Closing number of shares	57,325,783	65,302,366	95,248,415
Operating charges**	1.14%	1.14%	1.14%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	250.13	264.62	247.28
Lowest share price	226.05	237.55	190.30

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BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 7.85% (6.76%)			
Bank of England 1.25% European Medium Term Notes 14/3/2019	USD5,060,000	3,799,149	0.99
Treasury 1.875% Index Linked Gilts 22/11/2022	£4,505,000	7,239,863	1.88
Treasury 3.25% Stock 22/1/2044	£2,210,000	2,884,216	0.75
Treasury 4.25% Stock 7/12/2027	£8,930,000	11,277,117	2.94
Treasury 4.25% Loan Stock 7/12/2055	£2,855,000	4,945,931	1.29
USA Government Bonds 30.24% (27.10%)			
US Treasury 0.125% Index Linked Notes 15/4/2020	USD15,170,000	12,158,428	3.17
US Treasury 1.5% Notes 15/8/2026	USD28,070,000	19,184,843	5.00
US Treasury 1.625% Notes 15/8/2022	USD31,140,000	22,584,018	5.88
US Treasury 1.875% Bonds 28/2/2022	USD11,650,000	8,575,219	2.24
US Treasury 2.125% Bonds 31/7/2024	USD31,570,000	23,002,356	5.99
US Treasury 2.125% Notes 15/2/2041	USD6,130,000	6,725,071	1.75
US Treasury 2.25% Bonds 15/11/2027	USD6,350,000	4,566,956	1.19
US Treasury 2.875% Notes 15/5/2043	USD10,660,000	7,916,529	2.06
US Treasury 3% Bonds 15/11/2045	USD14,990,000	11,375,199	2.96
Australia Government Bonds 1.79% (3.79%)			
Australia (Commonwealth) 3% Bonds 21/3/2047	AUD7,135,000	3,912,662	1.02
Treasury of Victoria 4.25% Bonds 20/12/2032	AUD4,718,000	2,968,704	0.77
Austria Government Bonds 0.86% (0.86%)			
Austria (Republic) 3.15% Government Bonds 20/6/2044	EUR2,650,000	3,301,135	0.86
Canada Government Bonds 3.22% (1.91%)			
Canada Housing Trust No 1 2% Bonds 15/12/2019	CAD6,720,000	3,872,503	1.01
Province of British Columbia Canada 0.875% European Medium Term Notes 8/10/2025	EUR3,717,000	3,373,225	0.88
Province of British Columbia Canada 2.25% Bonds 2/6/2026	USD7,230,000	5,112,608	1.33
Czech Republic Government Bonds 1.01% (0.00%)			
Czech Republic 4.7% Government Bonds 12/9/2022	CZK101,000,000	3,884,483	1.01
Denmark Government Bonds 3.64% (2.47%)			
Denmark (Kingdom) 0.5% Bonds 15/11/2027	DKK87,550,000	10,558,810	2.75
Kommunekredit 1.625% European Medium Term Notes 1/6/2021	USD4,650,000	3,400,790	0.89
France Government Bonds 4.14% (5.17%)			
France (Government) 3.25% Bonds 25/5/2045	EUR6,445,000	8,005,226	2.08
France (Government) 4.75% Bonds 25/4/2035	EUR2,640,000	3,677,077	0.96
SNCF Reseau 1.125% European Medium Term Notes 25/5/2030	EUR4,700,000	4,210,357	1.10
Germany Government Bonds 0.50% (0.00%)			
Germany (Federal Republic) 2.5% Bonds 4/7/2044	EUR1,600,000	1,921,440	0.50
Indonesia Government Bonds 1.16% (1.52%)			
Indonesia (Government) 1.75% International Bonds 24/4/2025	EUR3,030,000	2,617,148	0.68
Indonesia (Government) 4.75% European Medium Term Notes 8/1/2026	USD2,387,000	1,832,851	0.48
Ireland Government Bonds 0.79% (0.00%)			
Ireland (Republic) 1% Bonds 15/5/2026	EUR3,300,000	3,025,523	0.79
Italy Government Bonds 6.81% (3.87%)			
Italy (Republic) 3.45% Bonds 1/3/2048	EUR2,040,000	1,813,001	0.47
Italy (Republic) 3.75% Bonds 1/3/2021	EUR7,600,000	7,200,553	1.88
Italy (Republic) 4.5% Bonds 1/3/2024	EUR7,910,000	7,897,117	2.06
Italy (Republic) 5% Bonds 1/8/2034	EUR5,210,000	5,738,645	1.49
Italy (Republic) 6.5% Bonds 1/11/2027	EUR3,010,000	3,501,167	0.91
Japan Government Bonds 5.92% (4.50%)			
Japan (Government) 0.1% Bonds 15/4/2020	JPY554,800,000	3,809,649	0.99
Japan (Government) 0.1% Bonds 10/3/2026	JPY1,135,400,000	8,241,248	2.15
Japan (Government) 1.4% Bonds 20/9/2045	JPY767,150,000	6,197,948	1.62
Japan (Government) 20 Year 1% Bonds 20/12/2035	JPY591,300,000	4,463,211	1.16
Kuwait Government Bonds 1.44% (1.49%)			
Kuwait (Government) 2.75% International Bonds 20/3/2022	USD7,490,000	5,531,963	1.44

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Malaysia Government Bonds 1.48% (0.00%)			
Malaysia (Government) 4.059% Bonds 30/9/2024	MYR30,539,000	5,696,196	1.48
Mexico Government Bonds 0.93% (1.99%)			
Mexico (Government) 7.5% Bonds 3/6/2027	MXN46,220,000	1,770,325	0.46
Mexico (Government) 8% Bonds 7/11/2047	MXN45,170,000	1,801,787	0.47
Morocco Government Bonds 0.68% (1.10%)			
Morocco (Government) 3.5% Bond 19/6/2024	EUR2,700,000	2,603,011	0.68
New Zealand Government Bonds 2.98% (3.00%)			
New Zealand (Government) 4.5% Bonds 15/4/2027	NZD11,295,000	6,214,724	1.62
New Zealand Local Government Funding Agency Bond 3% Bonds 15/4/2020	NZD10,020,000	5,207,187	1.36
South Korea Government Bonds 1.83% (1.83%)			
Export-Import Bank of Korea 1.34067% Floating Rate Bonds 21/10/2019	USD5,260,000	3,979,500	1.04
Export-Import Bank of Korea 2.03122% Floating Rate Bonds 25/1/2022	USD3,995,000	3,034,203	0.79
Spain Government Bonds 5.16% (5.20%)			
Instituto de Credito Oficial 1.625% Bonds 14/9/2018	USD6,920,000	5,229,239	1.36
Spain (Kingdom) 5.15% Bonds 31/10/2028	EUR2,100,000	2,527,911	0.66
Spain (Kingdom) 5.15% Bonds 31/10/2044	EUR2,100,000	2,865,602	0.75
Spain (Kingdom) 5.9% Bonds 30/7/2026	EUR7,560,000	9,194,016	2.39
Sweden Government Bonds 0.49% (0.49%)			
Kommuninvest I Sverige 1.125% European Medium Term Notes 9/10/2018	USD2,510,000	1,894,026	0.49
Sterling Denominated Corporate Bonds 1.10% (0.41%)			
Affordable Housing Finance 3.8% European Medium Term Notes 20/5/2044	£1,930,000	2,514,425	0.66
Landwirtschaftliche Rentenbank 1.375% European Medium Term Notes 15/12/2020	£1,683,000	1,700,091	0.44
Non-Sterling Denominated Floating Rate Notes 6.34% (9.03%)			
Asian Development Bank 0.3306% Floating Rate Bonds 10/7/2019	USD3,780,000	2,857,268	0.74
European Bank for Reconstruction & Development 1.28944% Floating Rate Bonds 23/3/2020	USD4,890,000	3,701,759	0.96
FMS Wertmanagement 1.03706% Floating Rate European Medium Term Notes 27/11/2019	USD4,800,000	3,640,111	0.95
Inter-American Development Bank 0.2699% Guranteed Medium Term Floating Rate Notes 12/9/2018	USD4,800,000	3,635,737	0.95
International Bank for Reconstruction & Development 1.18206% Floating Rate Bonds 11/2/2021	USD5,466,000	4,166,663	1.09
Kommunalbanken 0.36235% Bonds Floating Rate 2/5/2019	USD4,750,000	3,601,725	0.94
Nederlandse 0.95285% Floating Rate European Medium Term Notes 18/4/2019	USD3,600,000	2,733,409	0.71
Non-Sterling Denominated Corporate Bonds 7.79% (7.30%)			
Dexia Credit Local SA/New York NY 1.875% Bonds 29/1/2020	USD5,030,000	3,752,005	0.98
FMS Wertmanagement 0.375% Bonds 29/4/2030	EUR4,500,000	3,739,805	0.97
FMS Wertmanagement 1.625% Bonds 20/11/2018	USD4,930,000	3,724,627	0.97
FMS Wertmanagement 2.75% Bonds 6/3/2023	USD5,050,000	3,793,974	0.99
German Postal Pensions 3.75% Asset Backed Senior Bonds 18/1/2021	EUR4,150,000	4,030,904	1.05
Kreditanstalt fuer Wiederaufbau 1.5% Bonds 20/4/2020	USD5,060,000	3,752,820	0.98
Nordic Investment Bank 1.25% Bonds 2/8/2021	USD4,565,000	3,295,959	0.86
Svensk Exportkredit 2.875% Bonds 14/11/2023	USD5,040,000	3,802,762	0.99
Derivatives 0.01% (-0.25%)			
Options 0.02% (0.08%)			
US 10 Year August 2018 117 (Put Options)	USD1,996	70,867	0.02
AUD Forward Foreign Currency Contracts 0.00% (-0.08%)			
Forward Currency Contracts 14/9/2018	AUD(8,140,275)	(4,541,441)	(1.18)
Forward Currency Contracts 14/9/2018	£4,551,092	4,551,092	1.18

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
CAD Forward Foreign Currency Contracts 0.01% (0.05%)			
Forward Currency Contracts 14/9/2018	CAD6,246,779	3,589,385	0.93
Forward Currency Contracts 14/9/2018	£(3,542,682)	(3,542,682)	(0.92)
Forward Currency Contracts 14/9/2018	CAD(4,190,171)	(2,407,663)	(0.63)
Forward Currency Contracts 14/9/2018	£2,408,013	2,408,013	0.63
CNY Forward Foreign Currency Contracts -0.03% (0.00%)			
Forward Currency Contracts 14/9/2018	CNY31,659,000	3,592,325	0.94
Forward Currency Contracts 14/9/2018	USD(4,918,667)	(3,713,179)	(0.97)
CZK Forward Foreign Currency Contracts 0.00% (0.02%)			
Forward Currency Contracts 14/9/2018	CZK(73,331,908)	(2,493,081)	(0.65)
Forward Currency Contracts 14/9/2018	£2,514,302	2,514,302	0.65
DKK Forward Foreign Currency Contracts -0.01% (0.00%)			
Forward Currency Contracts 14/9/2018	DKK(71,889,010)	(8,554,812)	(2.23)
Forward Currency Contracts 14/9/2018	£8,528,011	8,528,011	2.22
EUR Forward Foreign Currency Contracts 0.01% (0.08%)			
Forward Currency Contracts 14/9/2018	EUR29,859,875	26,467,061	6.89
Forward Currency Contracts 14/9/2018	£(26,399,742)	(26,399,742)	(6.88)
Forward Currency Contracts 14/9/2018	EUR649,000	575,258	0.15
Forward Currency Contracts 14/9/2018	£(570,075)	(570,075)	(0.15)
Forward Currency Contracts 14/9/2018	EUR(3,165,000)	(2,805,378)	(0.73)
Forward Currency Contracts 14/9/2018	£2,795,941	2,795,941	0.73
Forward Currency Contracts 14/9/2018	EUR(6,809,792)	(6,036,033)	(1.57)
Forward Currency Contracts 14/9/2018	£6,014,429	6,014,429	1.57
Forward Currency Contracts 14/9/2018	EUR(1,969,875)	(1,746,049)	(0.45)
Forward Currency Contracts 14/9/2018	£1,731,236	1,731,236	0.45
JPY Forward Foreign Currency Contracts 0.11% (-0.43%)			
Forward Currency Contracts 14/9/2018	JPY8,336,717,809	57,114,537	14.88
Forward Currency Contracts 14/9/2018	£(56,705,572)	(56,705,572)	(14.77)
Forward Currency Contracts 14/9/2018	JPY56,080,000	384,202	0.10
Forward Currency Contracts 14/9/2018	£(388,990)	(388,990)	(0.10)
Forward Currency Contracts 14/9/2018	JPY(88,796,000)	(608,338)	(0.16)
Forward Currency Contracts 14/9/2018	£607,851	607,851	0.16
Forward Currency Contracts 14/9/2018	JPY(557,302,148)	(3,818,056)	(1.00)
Forward Currency Contracts 14/9/2018	£3,851,237	3,851,237	1.00
MXN Forward Foreign Currency Contracts -0.06% (-0.05%)			
Forward Currency Contracts 14/9/2018	MXN96,180,972	3,650,850	0.95
Forward Currency Contracts 14/9/2018	£(3,654,917)	(3,654,917)	(0.95)
Forward Currency Contracts 14/9/2018	MXN(96,180,972)	(3,650,850)	(0.95)
Forward Currency Contracts 14/9/2018	£3,428,349	3,428,349	0.89
NOK Forward Foreign Currency Contracts 0.00% (0.00%)			
Forward Currency Contracts 14/9/2018	NOK39,145,790	3,636,632	0.95
Forward Currency Contracts 14/9/2018	£(3,654,333)	(3,654,333)	(0.95)
NZD Forward Foreign Currency Contracts 0.08% (-0.08%)			
Forward Currency Contracts 14/9/2018	NZD(22,075,357)	(11,283,676)	(2.94)
Forward Currency Contracts 14/9/2018	£11,581,031	11,581,031	3.02
SEK Forward Foreign Currency Contracts -0.04% (0.07%)			
Forward Currency Contracts 14/9/2018	SEK56,585,417	4,802,313	1.25
Forward Currency Contracts 14/9/2018	£(4,934,588)	(4,934,588)	(1.29)
USD Forward Foreign Currency Contracts -0.08% (0.09%)			
Forward Currency Contracts 14/9/2018	USD4,947,615	3,735,032	0.97
Forward Currency Contracts 14/9/2018	PHP(266,246,000)	(3,741,265)	(0.97)
Forward Currency Contracts 14/9/2018	USD7,696,108	5,809,912	1.51
Forward Currency Contracts 14/9/2018	MYR(30,846,000)	(5,750,448)	(1.50)
Forward Currency Contracts 14/9/2018	USD8,123,565	6,132,606	1.60
Forward Currency Contracts 14/9/2018	£(6,064,000)	(6,064,000)	(1.58)
Forward Currency Contracts 14/9/2018	USD1,557,000	1,175,404	0.31

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
USD Forward Foreign Currency Contracts (continued)			
Forward Currency Contracts 14/9/2018	£(1,171,592)	(1,171,592)	(0.30)
Forward Currency Contracts 14/9/2018	USD5,052,000	3,813,834	0.99
Forward Currency Contracts 14/9/2018	£(3,823,985)	(3,823,985)	(1.00)
Forward Currency Contracts 14/9/2018	USD2,436,000	1,838,975	0.48
Forward Currency Contracts 14/9/2018	£(1,854,709)	(1,854,709)	(0.48)
Forward Currency Contracts 14/9/2018	USD(4,914,749)	(3,710,221)	(0.97)
Forward Currency Contracts 14/9/2018	£3,724,000	3,724,000	0.97
Forward Currency Contracts 14/9/2018	USD(1,152,708)	(870,197)	(0.23)
Forward Currency Contracts 14/9/2018	£860,538	860,538	0.22
Forward Currency Contracts 14/9/2018	USD(63,536,832)	(47,964,949)	(12.49)
Forward Currency Contracts 14/9/2018	£47,570,723	47,570,723	12.39
Portfolio of investments*		376,860,835	98.16
Net current assets		7,049,805	1.84
Total Net Assets		383,910,640	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Norway, Peru, Poland, Romania, Saudi Arabia Government Bonds and CHF, CLP, INR, KRW, PLN and SGD Forward Currency portfolio categories, which, at 30 June 2017, represented 3.51%, 1.01%, 1.69%, 1.00%, 0.49%, 0.01%, 0.00%, 0.00%, -0.01%, 0.00%, and 0.00% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the debt securities issued by the relevant companies or issuers.

*Net of investment liabilities.

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Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital losses	3		(6,760,086)		(8,679,924)
Revenue	4	7,935,790		8,823,819	
Expenses	5	(2,844,481)		(3,559,428)	
Interest payable and similar charges	7	(5,808)		(356)	
Net revenue before taxation		5,085,501		5,264,035	
Taxation	6	(22,566)		(1,066)	
Net revenue after taxation			5,062,935		5,262,969
Total return before distributions			(1,697,151)		(3,416,955)
Distributions	8		(5,063,339)		(5,310,706)
Change in net assets attributable to Shareholders from investment activities			(6,760,490)		(8,727,661)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders		388,790,027		478,351,690
Amounts received on issue of shares	100,078,986		125,810,700	
Amounts paid on cancellation of shares	(100,166,647)		(208,633,178)	
		(87,661)		(82,822,478)
Dilution adjustment		65,950		217,469
Change in net assets attributable to Shareholders from investment activities (see above)		(6,760,490)		(8,727,661)
Retained distributions on accumulation shares		1,902,567		1,765,340
Unclaimed distributions		247		5,667
Closing net assets attributable to Shareholders		383,910,640		388,790,027

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			377,872,166		381,372,862
Current assets					
Debtors	10	3,544,054		23,804,655	
Cash and bank balances	11	5,929,327		9,591,392	
Total other assets			9,473,381		33,396,047
Total assets			387,345,547		414,768,909
LIABILITIES					
Investment liabilities					
			(1,011,331)		(3,300,989)
Creditors					
Bank overdraft	11	(1)		(695,284)	
Distribution payable	12	(1,802,434)		(1,345,227)	
Other creditors	12	(621,141)		(20,637,382)	
Total other liabilities			(2,423,576)		(22,677,893)
Total liabilities			(3,434,907)		(25,978,882)
Net assets attributable to Shareholders			383,910,640		388,790,027

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Distribution Statements

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	0.8411	—	0.8411	0.7439
Group 2	0.2338	0.6073	0.8411	0.7439
B Shares (Income)				
Group 1	0.7959	—	0.7959	0.7129
Group 2	0.3878	0.4081	0.7959	0.7129
Exempt Shares 2 (Accumulation)				
Group 1	1.9528	—	1.9528	1.7835
Group 2	0.7778	1.1750	1.9528	1.7835
Institutional Shares (Accumulation)				
Group 1	2.5364	—	2.5364	2.2846
Group 2	0.2971	2.2393	2.5364	2.2846
Institutional Shares (Income)				
Group 1	2.0798	—	2.0798	1.9022
Group 2	1.0618	1.0180	2.0798	1.9022
Institutional W Shares (Accumulation)				
Group 1	0.9621	—	0.9621	0.8659
Group 2	0.4704	0.4917	0.9621	0.8659
Institutional W Shares (Income)				
Group 1	0.8988	—	0.8988	0.8219
Group 2	0.5702	0.3286	0.8988	0.8219
Sterling Income Shares				
Group 1	1.3083	—	1.3083	1.1051
Group 2	0.7101	0.5982	1.3083	1.1051

Final Interest distribution in cents per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/06/2017
Euro Accumulation Shares				
Group 1	0.5107	—	0.5107	0.3490
Group 2	0.1699	0.3408	0.5107	0.3490

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.7706	—	0.7706	0.5602
Group 2	0.4590	0.3116	0.7706	0.5602
B Shares (Income)				
Group 1	0.7341	—	0.7341	0.5398
Group 2	0.4085	0.3256	0.7341	0.5398
Exempt Shares 2 (Accumulation)				
Group 1	1.8403	—	1.8403	1.7164
Group 2	0.7230	1.1173	1.8403	1.7164
Institutional Shares (Accumulation)				
Group 1	2.3612	—	2.3612	1.7462
Group 2	1.5687	0.7925	2.3612	1.7462
Institutional Shares (Income)				
Group 1	1.9514	—	1.9514	1.4601
Group 2	0.8972	1.0542	1.9514	1.4601
Institutional W Shares (Accumulation)				
Group 1	0.8957	—	0.8957	0.6504
Group 2	0.4207	0.4750	0.8957	0.6504
Institutional W Shares (Income)				
Group 1	0.8431	—	0.8431	0.6308
Group 2	0.3262	0.5169	0.8431	0.6308
Sterling Income Shares				
Group 1	1.1493	—	1.1493	0.8011
Group 2	0.6760	0.4733	1.1493	0.8011

Interim Interest distribution in cents per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Euro Accumulation Shares				
Group 1	0.3750	—	0.3750	0.2115
Group 2	0.2333	0.1417	0.3750	0.2115

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	0.00	100.00
Interim distributions for 31 December 2017	0.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital losses

The net capital losses on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(7,645,699)	1,690,122
Gains on derivative contracts	752,498	1,223,422
Gains/(losses) on forward currency contracts	165,078	(10,960,387)
Currency exchange gains/(losses)	13,638	(564,706)
Activity charges	(45,601)	(68,375)
Net capital losses	(6,760,086)	(8,679,924)

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	27,323	30,052
Interest on debt securities	7,793,013	8,687,989
Returns on derivatives	—	(10,552)
Stock lending	115,454	116,330
Total revenue	7,935,790	8,823,819

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	2,541,059	3,179,209
Administration fees	212,576	266,055
Safe custody charges	43,505	64,879
	2,797,140	3,510,143
Other expenses		
Audit fee†	8,384	8,056
Depositary's fees	36,344	41,191
Financial Conduct Authority fee	121	(324)
Professional fees	2,492	362
	47,341	49,285
Total expenses	2,844,481	3,559,428

†The Audit fee net of VAT for 2018 is £7,100 (30/06/17: £6,750).

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Income tax prior year adjustment	—	(736)
Overseas tax	22,566	1,802
Total tax charge (see Note 6b)	22,566	1,066
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	5,085,501	5,264,035
Corporation tax @ 20%	1,017,100	1,052,807
Effects of:		
Income tax prior year adjustment	—	(736)
Overseas tax	22,566	1,802
Relief on overseas tax expensed	—	(360)
Tax deductible interest distributions	(1,017,100)	(1,052,447)
Total tax charge (see Note 6a)	22,566	1,066
c) Deferred tax		
At 30 June 2018, the Sub-fund has a potential deferred tax asset of £nil (30/06/17: £nil) in relation to surplus management expenses of £nil (30/06/17: £nil). No deferred tax asset has been recognised in the year or prior year.		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	5,808	356
Total interest	5,808	356

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Interest distribution 31 December	2,350,758	1,811,367
Final Interest distribution 30 June	2,811,620	2,438,094
Income tax withheld	—	567,715
	5,162,378	4,817,176
Amounts added on issue of shares	(416,035)	(214,962)
Amounts deducted on cancellation of shares	316,996	708,492
Net distributions for the year	5,063,339	5,310,706

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	5,062,935	5,262,969
Equalisation on conversions	404	47,737
	5,063,339	5,310,706

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	2,491,254	2,728,855
Amount receivable for issue of shares	1,052,800	555,384
Amounts receivable on open currency contracts	—	855,377
Sales awaiting settlement	—	19,665,039
Total debtors	3,544,054	23,804,655

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	20,217	173,557
Cash held in BNY Mellon Sterling Liquidity Fund	—	6,917,671
Cash held in Insight Sterling Liquidity Fund	5,779,110	—
Cash held on margin account	130,000	2,500,164
	5,929,327	9,591,392
Overdrawn cash and bank balances		
Bank overdraft	1	695,284
	1	695,284

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	1,802,434	1,345,227
	1,802,434	1,345,227
b) Other creditors		
Accrued expenses	255,099	310,935
Amount payable for cancellation of shares	366,042	644,805
Amounts payable on open currency contracts	—	854,958
Purchases awaiting settlement	—	18,826,684
Total other creditors	621,141	20,637,382

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £439,911 (30/06/17: £392,452 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	376,836,577	379,429,796

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	18,838,286	(18,838,286)	18,956,071	(18,956,071)
Derivative securities	3,543	(3,543)	15,419	(15,419)
Net capital impact	18,841,829	(18,841,829)	18,971,490	(18,971,490)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	70,867	—
Level 2: Observable	377,801,299	(1,011,331)
	377,872,166	(1,011,331)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	308,374	—
Level 2: Observable	381,064,488	(3,300,989)
	381,372,862	(3,300,989)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank of Commerce	69,176	69,176
Citi	(238,235)	(238,235)
JP Morgan	(74,199)	(74,199)
State Street Bank	(59,842)	(59,842)
UBS	45,727	45,727
Royal Bank of Scotland	281,631	281,631
Total	24,258	24,258

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £130,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £2,090,164).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	31,350,375	345,415,335	226,555,946	603,321,656
Investment liabilities	—	—	(226,460,821)	(226,460,821)
Total	31,350,375	345,415,335	95,125	376,860,835

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	42,239,910	336,881,512	375,333,343	754,454,765
Investment liabilities	—	—	(376,382,892)	(376,382,892)
Total	42,239,910	336,881,512	(1,049,549)	378,071,873

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 1.8% (30/06/17: 1.7%) decrease/increase respectively in the portfolio valuation.

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Australia	2,339,925	35,944	2,375,869	(1,946,304)
Canada	5,054,225	3,172	5,057,397	(2,786,435)
China	3,592,325	—	3,592,325	20,915
Czech Republic	1,391,402	129,094	1,520,496	5,033,834
Denmark	2,003,998	32,313	2,036,311	4,996,001
Eurozone	97,697,722	998,849	98,696,571	97,093,112
India	—	—	—	7,804,451
Japan	75,784,401	45,037	75,829,438	71,245,333
Malaysia	(54,252)	57,791	3,539	—
Mexico	3,572,112	12,126	3,584,238	7,602,750
New Zealand	138,235	77,521	215,756	(251,575)
Norway	3,636,632	—	3,636,632	5,750,588
Peru	—	—	—	4,037,681
Philippines	(3,741,265)	—	(3,741,265)	—
Poland	—	—	—	126,933
Singapore	—	—	—	(5,970,590)
Sweden	4,802,313	—	4,802,313	13,555,527
United States of America	162,679,851	1,019,427	163,699,278	155,369,841
Total	358,897,624	2,411,274	361,308,898	361,682,062

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

At 30 June 2018:

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	98,616,571	5,194,556	(4,699,837)
Japan	75,829,438	3,991,023	(3,610,926)
United States of America	163,699,278	8,615,751	(7,795,204)

At 30 June 2017:

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	97,093,112	5,110,164	(4,623,482)
Japan	71,245,333	3,749,754	(3,392,635)
United States of America	155,369,841	8,177,360	(7,398,564)

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Portfolio Statement by Credit Rating as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade securities	315,666	82.22	76.17
Below investment grade securities	51,594	13.44	15.68
Unrated Securities	9,506	2.48	5.66
Other Assets/(Liabilities)	95	0.02	(0.27)
Portfolio of investments	376,861	98.16	97.24
Net current assets	7,050	1.84	2.76
Total Net Assets	383,911	100.00	100.00

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Debt instruments (direct)	345,546	—	—	—	—
Total purchases	345,546	—		—	
Total purchases including transaction costs	345,546				
	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Debt instruments (direct)	339,324	—	—	—	—
Total sales	339,324	—		—	
Total sales net of transaction costs	339,324				
Derivative transaction costs		6		—	
Total transaction costs		6		—	
Total transaction costs as a % of average net assets		0.00%		0.00%	

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction	Commissions	%	Taxes	%
	Value £000's				
Debt instruments (direct)	607,556	—	—	—	—
Total purchases	607,556	—		—	
Total purchases including transaction costs	607,556				

Sales (excluding derivatives)	Transaction	Commissions	%	Taxes	%
	Value £000's				
Debt instruments (direct)	693,852	—	—	—	—
Total sales	693,852	—		—	
Total sales net of transaction costs	693,852				

Derivative transaction costs		7		—	
Total transaction costs		7		—	
Total transaction costs as a % of average net assets		0.00%		0.00%	

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivatives positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.13% (30/06/17: 0.15%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

17 Stock lending (continued)

As at 30 June 2018, £56,236,323 of investments were subject to stock lending agreements and on behalf of the Sub-fund £61,969,588 was held in collateral. The collateral is held 34.23% in debt securities and 65.77% in equity securities.

As at 30 June 2017, £57,508,988 of investments were subject to stock lending agreements and on behalf of the Sub-fund £61,405,388 was held in collateral. The collateral is held 59.45% in debt securities and 40.55% in equity securities

The gross earnings and the fees for the year are £144,318 (30/06/17: £145,413) and £28,864 (30/06/17: £29,083) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
BNP Paribas Arbitrage	2,484,713	3,304,903
BNP Paribas	2,657,576	2,765,848
Citigroup Global Markets Limited	9,281,184	10,053,012
Credit Suisse Securities (Europe) Limited	16,741,732	18,415,927
Deutsche Bank, AG	3,743,490	3,932,811
HSBC Bank PLC	17,796,167	19,575,808
JP Morgan Securities, Plc.	1,702,396	1,904,184
Morgan Stanley & Co. International PLC	1,829,065	2,017,095

18 Shareholder's funds

The Sub-fund currently has nine share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Euro Accumulation Shares	1.50%	0.10%
B Shares (Accumulation)	0.65%	0.08%
B Shares (Income)	0.65%	0.08%
Exempt Shares 2 (Accumulation)	0.30%	0.03%
Institutional Shares (Accumulation)	0.50%	0.03%
Institutional Shares (Income)	0.50%	0.03%
Institutional W Shares (Accumulation)	0.50%	0.03%
Institutional W Shares (Income)	0.50%	0.03%
Sterling Income Shares	1.00%	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton International Bond Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Euro Accumulation Shares	145,353	17,205	(30,240)	—	132,318
B Shares (Accumulation)	727,404	2,127,875	(584,888)	6,634	2,277,025
B Shares (Income)	280,281	32,575	(43,510)	119,351	388,697
Exempt Shares 2 (Accumulation)	1,251,250	4,768,372	(1,918,036)	—	4,101,586
Institutional Shares (Accumulation)	10,745,779	6,356,482	(12,326,224)	—	4,776,037
Institutional Shares (Income)	1,009,229	48,942	(300,313)	(49,542)	708,316
Institutional W Shares (Accumulation)	94,603,894	11,489,126	(25,313,180)	1,142,291	81,922,131
Institutional W Shares (Income)	73,292,115	48,140,878	(6,519,276)	191,604	115,105,321
Sterling Income Shares	65,302,366	1,292,982	(8,617,671)	(651,894)	57,325,783

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Long Corporate Bond Fund
Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£30.22m
Comparative Index:	ICE BofA Merrill Lynch Non-Gilt (over 10 years) Investment Grade TR
Sector:	The Investment Association £ Corporate Bond

Yield as at 30 June 2018:

Exempt Shares 1 (Accumulation)	2.88%
Exempt Shares 2 (Accumulation)	2.79%
Institutional Shares (Accumulation)	2.58%
X Shares (Accumulation)	3.08%
X Shares (Income)	3.08%

Key Dates:	Fund Launch	29 June 2000
	Converted to ICVC	2 August 2004

Investment Objective

To maximise returns through investment in predominantly sterling denominated fixed interest securities excluding gilts.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Exempt Shares 1 (Accumulation)	0.95%	7.04%	12.55%
Exempt Shares 2 (Accumulation)	0.85%	6.93%	12.44%
Institutional Shares (Accumulation)	0.66%	6.44%	11.45%
X Shares (Accumulation)	1.15%	7.25%	12.77%
X Shares (Income)	1.15%	6.90%	11.88%
ICE BofA Merrill Lynch Non-Gilt (over 10 years) Investment Grade TR	0.64%	6.72%	13.20%

Source: Lipper as at 30 June 2018 – Institutional Shares (Accumulation) and X Shares (Income) - Total return including revenue net of UK tax and annual charges. Exempt Shares 1 (Accumulation), Exempt Shares 2 (Accumulation) and X Shares (Accumulation) - Total return including gross revenue and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Exempt Shares 1 (Accumulation) Share Class of the Sub-fund returned 0.95% against 0.64% for the ICE BofA Merrill Lynch Non-Gilt (over 10 year) Investment Grade Index TR. The Sub-fund produced a positive absolute return and was marginally ahead of the comparative index.

Bond markets remained unsettled as the US Federal Reserve raised interest rates on several occasions and the European Central Bank set a date for the final abandonment of its monthly bond-purchasing scheme. Rising oil prices and low unemployment in the US encouraged the notion that risks to *inflation* were on the upside.

The Sub-fund's lower exposure to long-dated bonds than the index was detrimental to performance throughout the first part of the period although this largely reversed in the second half. In the second half of the period, the Sub-fund delivered a negative return but performed well in relation to its comparative index. The main reason for the negative absolute return was a widening in *spreads*. Meanwhile, the relative performance stemmed from the Sub-fund's cautious approach to *credit* – owning fewer long-dated, lower-rated (BBB) bonds than the index. The highest-rated corporate bonds (AAA and AA) performed best and lower-rated bonds (A and BBB) performed worst.

The overweight in banks and insurers, and in *quasi-government* bonds, boosted relative returns. Exposure in financial issues was concentrated in higher-rated names, so favourable stock selection compensated for unfavourable asset allocation.

Late in the period, an underweight in telecommunications aided performance, while one of the Sub-fund's holdings in AT&T outperformed the sector as the company had to redeem this bond on attractive terms for holders, owing to delays in receiving regulatory consent for an acquisition.

In terms of activity, the Sub-fund participated in some new issues such as Bunzl, Tritax Big Box REIT and University of Oxford. Purchases were also made in higher-rated (AAA) bonds, including European Investment Bank, International Bank for Reconstruction and Development, University of Southampton and University of Oxford. However, at the end of the final quarter a small number of lower-rated bonds were added, including Welltower (US healthcare infrastructure), Centrica (UK utility) and Hiscox (insurance).

Although over-10-year *investment grade spreads* widened by 0.3% over the year, the manager still favours caution. We are at an advanced stage in the credit cycle, underlying *Gilt-market volatility* has increased, and corporate-bond *liquidity* is not as good as it was. Moreover, with little progress made in Brexit negotiations, a political crisis remains a possibility. Long-dated corporate bond *yields* now sit close to the middle of their post-financial crisis range but *yields* of 3% still offer little margin of safety. There are likely to be more losers than winners from any escalation in trade wars. Furthermore, certain sectors such as retail and healthcare are facing structural challenges, while others such as utilities and telecommunications remain exposed to *merger* and *acquisition* risk, and the pace of improvement in banks' credit metrics is slowing.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Council Of Europe Development Bank 0.625% Bonds 15/6/2022	European Investment Bank 4.5% Guaranteed Senior European Medium Term Bonds 7/3/2044
International Bank for Reconstruction & Development 4.875% European Medium Term Bonds 7/12/2028	Council Of Europe Development Bank 0.625% Bonds 15/6/2022
European Investment Bank 4.5% Guaranteed Senior European Medium Term Bonds 7/3/2044	AT&T 3.55% Bonds 14/9/2037
Total Capital 1.25% Senior European Medium Term Notes 16/12/2024	International Bank for Reconstruction & Development 4.875% European Medium Term Bonds 7/12/2028
British Telecommunications 3.125% European Medium Term Notes 21/11/2031	Standard Chartered 4.375% European Medium Term Bonds 18/1/2038
Tritax Big Box REIT 3.125% European Medium Term Notes 14/12/2031	KfW 5% Guaranteed European Medium Term Bonds 9/6/2036
University of Oxford 2.544% Bonds 8/12/2117	Deutsche Telekom International Finance 2.25% Bonds 13/4/2029
UBS 1.25% Guaranteed Senior European Medium Term Notes 10/12/2020	Network Rail 4.75% Guaranteed European Medium Term Bonds 29/11/2035
University of Southampton 2.25% Senior Bonds 11/4/2057	Coventry Building Society 5.875% Guaranteed Senior European Medium Term Bonds 28/9/2022
AT&T 3.55% Bonds 14/9/2037	FirstGroup 8.125% Guaranteed Notes 19/9/2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	325.89	306.15	270.59
Return before operating charges*	3.87	20.65	36.32
Operating charges	(0.96)	(0.91)	(0.76)
Return after operating charges	2.91	19.74	35.56
Distributions	(9.83)	(9.97)	(10.57)
Retained distributions on accumulation shares	9.83	9.97	10.57
Closing net asset value per share	328.80	325.89	306.15
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.89%	6.45%	13.14%
Other information			
Closing net asset value (£)	11,106,384	18,456,149	26,810,452
Closing number of shares	3,377,881	5,663,285	8,757,436
Operating charges**	0.29%	0.28%	0.27%
Direct transaction costs*	—	—	—
Prices			
Highest share price	338.60	339.43	306.14
Lowest share price	320.98	307.66	269.36

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	218.42	205.39	181.72
Return before operating charges*	2.55	13.85	24.37
Operating charges	(0.82)	(0.82)	(0.70)
Return after operating charges	1.73	13.03	23.67
Distributions	(6.36)	(6.47)	(6.91)
Retained distributions on accumulation shares	6.36	6.47	6.91
Closing net asset value per share	220.15	218.42	205.39
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.79%	6.34%	13.03%
Other information			
Closing net asset value (£)	153,376	16,868,399	19,999,324
Closing number of shares	69,669	7,722,798	9,737,091
Operating charges**	0.37%	0.38%	0.37%
Direct transaction costs*	—	—	—
Prices			
Highest share price	226.90	227.68	205.39
Lowest share price	215.00	206.33	180.89

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	178.78	168.87	150.73
Return before operating charges*	2.13	11.45	20.11
Operating charges	(1.07)	(1.03)	(0.89)
Return after operating charges	1.06	10.42	19.22
Distributions	(4.84)	(4.95)	(5.39)
Retained distributions on accumulation shares	4.84	4.44	4.31
Closing net asset value per share	179.84	178.78	168.87
*After direct transaction costs of	—	—	—
Performance			
Return after charges	0.59%	6.17%	12.75%
Other information			
Closing net asset value (£)	6,744,253	13,886,268	24,805,284
Closing number of shares	3,750,145	7,767,379	14,688,839
Operating charges**	0.59%	0.58%	0.57%
Direct transaction costs*	—	—	—
Prices			
Highest share price	185.65	186.93	168.89
Lowest share price	175.76	169.09	149.99
<hr/>			
X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	332.41	311.66	274.92
Return before operating charges*	3.94	21.01	36.91
Operating charges	(0.30)	(0.26)	(0.17)
Return after operating charges	3.64	20.75	36.74
Distributions	(10.71)	(10.81)	(11.32)
Retained distributions on accumulation shares	10.71	10.81	11.32
Closing net asset value per share	336.05	332.41	311.66
*After direct transaction costs of	—	—	—
Performance			
Return after charges	1.10%	6.66%	13.36%
Other information			
Closing net asset value (£)	8,546,114	15,214,621	28,329,072
Closing number of shares	2,543,120	4,577,024	9,089,867
Operating charges**	0.09%	0.08%	0.06%
Direct transaction costs*	—	—	—
Prices			
Highest share price	345.51	345.67	311.65
Lowest share price	327.82	313.40	273.69

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	117.52	113.86	104.40
Return before operating charges*	1.43	7.67	13.79
Operating charges	(0.11)	(0.10)	(0.08)
Return after operating charges	1.32	7.57	13.71
Distributions	(3.76)	(3.91)	(4.25)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	115.08	117.52	113.86
*After direct transaction costs of	—	—	—
Performance			
Return after charges	1.12%	6.65%	13.13%
Other information			
Closing net asset value (£)	3,666,361	12,076,179	16,538,471
Closing number of shares	3,186,000	10,276,068	14,525,901
Operating charges**	0.09%	0.08%	0.07%
Direct transaction costs*	—	—	—
Prices			
Highest share price	122.16	126.16	115.54
Lowest share price	114.08	113.31	103.90

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sterling Denominated Corporate Bonds - 92.97% (93.51%)			
3i 5.75% Guaranteed Senior European Medium Term Bonds 3/12/2032	£260,000	324,955	1.08
AA Bond 2.875% European Medium Term Notes 31/7/2043	£200,000	195,958	0.65
ABP Finance 6.25% Guaranteed European Medium Term Bonds 14/12/2026	£100,000	123,300	0.41
Affinity Sutton 4.25% European Medium Term Bonds 8/10/2042	£360,000	432,407	1.43
Anheuser-Busch InBev 2.25% European Medium Term Notes 24/5/2029	£400,000	382,428	1.27
Arqiva Finance 4.882% Bonds 31/12/2032	£350,000	389,057	1.29
Aspire Defence Finance B 4.674% Asset Backed Bonds 31/3/2040	£417,533	508,363	1.68
BAT International Finance 2.25% European Medium Term Notes 9/9/2052	£400,000	301,224	1.00
BHP Billiton Finance 4.3% European Medium Term Bonds 25/9/2042	£400,000	490,744	1.62
British Telecommunications 3.125% European Medium Term Notes 21/11/2031	£550,000	531,812	1.76
Centrica 7% Guaranteed Senior European Medium Term Bonds 19/9/2033	£200,000	289,755	0.96
Citigroup 7.375% Guaranteed Senior European Medium Term Bonds 1/9/2039	£500,000	783,585	2.59
Clydesdale Bank 4.625% Guaranteed European Medium Term Bonds 8/6/2026	£200,000	240,649	0.80
Community Finance 5.017% Guaranteed European Medium Term Bonds 31/7/2034	£360,000	472,836	1.56
CPUK Finance 3.588% European Medium Term Notes 28/2/42	£200,000	210,782	0.70
Dwr Cymru Financing 2.5% European Medium Term Notes 31/3/2036	£329,000	321,463	1.06
Dwr Cymru Financing 4.473% Guaranteed Asset Backed European Medium Term Bonds 31/3/2057	£200,000	285,352	0.94
E.ON International Finance 6.375% Guaranteed European Medium Term Bonds 7/6/2032	£250,000	339,782	1.12
Électricité de France 6.125% Guaranteed Senior European Medium Term Bonds 2/6/2034	£450,000	595,694	1.97
Enel Finance International 5.75% Guaranteed European Medium Term Bonds 14/9/2040	£450,000	570,653	1.89
ENGIE 5% Guaranteed European Medium Term Bonds 1/10/2060	£250,000	368,888	1.22
European Investment Bank 0% Bonds 7/12/2028	£1,100,000	915,365	3.03
European Investment Bank 4.5% Guaranteed Senior European Medium Term Bonds 7/3/2044	£300,000	448,134	1.48
Exchequer Partnership 5.396% Guaranteed Bonds 13/7/2036	£275,399	357,958	1.18
GE Capital 6.44% Guaranteed Senior European Medium Term Bonds 15/11/2022	£501,420	548,582	1.82
GE Capital UK Funding 5.875% Guaranteed European Medium Term Bonds 18/1/2033	£150,000	195,318	0.65
GlaxoSmithKline Capital 4.25% European Medium Term Bonds 18/12/2045	£410,000	505,117	1.67
Heathrow Funding 4.625% Senior European Medium Term Notes 31/10/2046	£450,000	553,041	1.83
High Speed Rail Finance 4.375% European Medium Term Notes 1/11/2038	£300,000	364,789	1.21
Hiscox 2% Bonds 14/12/2022	£301,000	301,093	1.00
HSBC 6.75% Guaranteed Subordinated Bonds 11/9/2028	£400,000	506,020	1.67
Hutchison Whampoa 5.625% Guaranteed Bonds 24/11/2026	£150,000	186,163	0.62
Innogy Finance 6.125% Guaranteed European Medium Term Bonds 6/7/2039	£300,000	419,881	1.39
International Bank for Reconstruction & Development 4.875% European Medium Term Bonds 7/12/2028	£600,000	784,717	2.60
Juturna Euro Loan 5.0636% European Medium Term Notes 10/8/2033	£240,966	290,891	0.96
LCR Finance 4.5% Bonds 7/12/2028	£300,000	380,346	1.26
Legal & General Finance 5.875% Guaranteed European Medium Term Bonds 11/12/2031	£400,000	529,295	1.75
Lloyds Bank 6.5% Guaranteed Senior European Medium Term Bonds 17/9/2040	£500,000	751,055	2.49
London & Quadrant Housing Trust 3.75% Bonds 27/10/2049	£400,000	444,994	1.47
Manchester Airport Funding 4.75% Senior European Medium Term Notes 31/3/2034	£420,000	509,225	1.69
Mitchells & Butlers Finance 6.013% Guaranteed Asset Backed Bonds 15/12/2030	£501,004	578,663	1.91

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Portfolio Statement (Unaudited) (continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Sterling Denominated Corporate Bonds (continued)			
Motability Operations 3.625% European Medium Term Notes 10/3/2036	£380,000	422,630	1.40
National Grid 4% European Medium Term Bonds 8/6/2027	£250,000	284,625	0.94
Network Rail 4.75% Guaranteed European Medium Term Bonds 29/11/2035	£230,000	326,690	1.08
Northern Gas Networks 4.875% Guaranteed Bonds 30/6/2027	£200,000	238,646	0.79
Orange 5.625% Guaranteed Senior Bonds 23/1/2034	£250,000	325,344	1.08
Orsted 4.875% Guaranteed Senior European Medium Term Bonds 12/1/2032	£500,000	608,611	2.01
Pfizer 6.5% Guaranteed Senior Bonds 3/6/2038	£200,000	311,300	1.03
Places for People Homes 5.875% European Medium Term Notes 23/5/2031	£250,000	308,673	1.02
Prudential 5.875% Guaranteed Senior Bonds 11/5/2029	£550,000	716,101	2.37
RHP Finance 3.25% Bonds 5/2/2048	£250,000	252,598	0.84
Santander UK 9.625% European Medium Term Notes 30/10/2023	£318,000	326,427	1.08
Southern Electric Power 4.625% Guaranteed Senior Bonds 20/2/2037	£350,000	425,186	1.41
Southern Gas Network 4.875% Guaranteed European Medium Term Bonds 21/3/2029	£300,000	360,477	1.19
Temasek Financial I 5.125% Guaranteed Bonds 26/7/2040	£270,000	393,243	1.30
Thames Water Utilities 2.625% Bonds 24/1/2032	£400,000	379,512	1.26
THFC 5.125% Guaranteed Senior European Medium Term Bonds 21/12/2035	£300,000	379,045	1.25
THFC 5.2% Guaranteed Senior European Medium Term Bonds 11/10/2043	£450,000	593,871	1.97
Transport for London 3.625% European Medium Term Notes 15/5/2045	£200,000	242,624	0.80
Tritax Big Box REIT 3.125% European Medium Term Notes 14/12/2031	£300,000	298,296	0.99
University of Cambridge 3.75% Notes 17/10/2052	£230,000	305,341	1.01
University of Oxford 2.544% Bonds 8/12/2117	£487,000	467,369	1.55
University of Southampton 2.25% Senior Bonds 11/4/2057	£510,000	462,657	1.53
UPP 4.9023% Senior European Medium Term Notes 28/2/2040	£651,442	791,134	2.62
Vodafone 3% European Medium Term Notes 12/8/2056	£300,000	256,842	0.85
Welltower 4.5% Medium Term Notes 1/12/2034	£285,000	319,563	1.06
Yorkshire Power Finance 7.25% Guaranteed Bonds 4/8/2028	£400,000	563,061	1.86
Government Bond - 1.88% (1.77%)			
Belgium (Kingdom) 5.7% Bonds 28/5/2032	£400,000	568,778	1.88
Portfolio of investments		28,658,978	94.85
Net current assets		1,557,510	5.15
Total Net Assets		30,216,488	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital (losses)/gains	3		(1,276,437)		3,439,309
Revenue	4	1,579,168		3,042,194	
Expenses	5	(116,328)		(220,818)	
Interest payable and similar charges	7	—		—	
Net revenue before taxation		1,462,840		2,821,376	
Taxation	6	—		—	
Net revenue after taxation			1,462,840		2,821,376
Total return before distributions			186,403		6,260,685
Distributions	8		(1,462,840)		(2,821,376)
Change in net assets attributable to Shareholders from investment activities			(1,276,437)		3,439,309

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		17,840,640	76,501,616	34,888,775	116,482,603
Amounts paid on cancellation of shares		(64,196,158)		(80,918,942)	
			(46,355,518)		(46,030,167)
Dilution adjustment			314,014		523,268
Change in net assets attributable to Shareholders from investment activities (see above)			(1,276,437)		3,439,309
Retained distributions on accumulation shares			1,032,813		2,086,603
Closing net assets attributable to Shareholders			30,216,488		76,501,616

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			28,658,978		72,889,445
Current assets					
Debtors	10	469,573		1,122,244	
Cash and bank balances	11	1,210,367		4,957,814	
Total other assets			1,679,940		6,080,058
Total assets			30,338,918		78,969,503
LIABILITIES					
Creditors					
Distribution payable	12	(59,347)		(194,290)	
Other creditors	12	(63,083)		(2,273,597)	
Total other liabilities			(122,430)		(2,467,887)
Total liabilities			(122,430)		(2,467,887)
Net assets attributable to Shareholders			30,216,488		76,501,616

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Distribution Statement

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Exempt Shares 1 (Accumulation)				
Group 1	4.9123	—	4.9123	4.8393
Group 2	3.0690	1.8433	4.9123	4.8393
Exempt Shares 2 (Accumulation)				
Group 1	3.1801	—	3.1801	3.1363
Group 2	3.1801	0.0000	3.1801	3.1363
Institutional Shares (Accumulation)				
Group 1	2.4204	—	2.4204	2.3918
Group 2	0.8380	1.5824	2.4204	2.3918
X Shares (Accumulation)				
Group 1	5.3521	—	5.3521	5.2622
Group 2	2.2121	3.1400	5.3521	5.2622
X Shares (Income)				
Group 1	1.8628	—	1.8628	1.8907
Group 2	1.2313	0.6315	1.8628	1.8907

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Exempt Shares 1 (Accumulation)				
Group 1	4.9172	—	4.9172	5.1267
Group 2	2.3219	2.5953	4.9172	5.1267
Exempt Shares 2 (Accumulation)				
Group 1	3.1797	—	3.1797	3.3299
Group 2	3.1797	0.0000	3.1797	3.3299
Institutional Shares (Accumulation)				
Group 1	2.4219	—	2.4219	2.0433
Group 2	1.4695	0.9524	2.4219	2.0433
X Shares (Accumulation)				
Group 1	5.3586	—	5.3586	5.5480
Group 2	1.8418	3.5168	5.3586	5.5480
X Shares (Income)				
Group 1	1.8950	—	1.8950	1.6183
Group 2	1.5269	0.3681	1.8950	1.6183

Franked (%) Unfranked (%)

Final distributions for 30 June 2018	0.00	100.00
Interim distributions for 31 December 2017	0.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(1,269,367)	3,449,692
Activity charges	(7,070)	(10,383)
Net capital (losses)/gains	(1,276,437)	3,439,309

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	3,307	5,387
Interest on debt securities	1,575,599	3,035,426
Stock lending	262	1,381
Total revenue	1,579,168	3,042,194

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	79,819	157,723
Administration fees	14,707	27,206
Safe custody charges	891	10,130
	95,417	195,059
Other expenses		
Audit fee†	6,701	6,384
Depository's fees	13,855	19,697
Financial Conduct Authority fee	120	(322)
Professional fees	235	—
	20,911	25,759
Total expenses	116,328	220,818

†The Audit fee net of VAT for 2018 is £5,600 (30/06/17: £5,350).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018	30/06/2017
	£	£
a) Analysis of tax charge		
Corporation tax	—	—
Total tax charge (see Note 6b)	—	—
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	1,462,840	2,821,376
Corporation tax @ 20%	292,568	564,275
Effects of:		
Tax deductible interest distributions	(292,568)	(564,275)
Total tax charge (see Note 6a)	—	—

c) Deferred tax

At 30 June 2018, the Sub-fund has a potential deferred tax asset of £nil (30/06/17: £nil) in relation to surplus management expenses of £nil (30/06/17: £nil). No deferred tax asset has been recognised in the year or prior year.

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Interest	—	—
Total interest	—	—

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018	30/06/2017
	£	£
Interim Interest distribution 31 December	751,995	1,310,053
Final Interest distribution 30 June	454,371	1,137,192
Income tax withheld	—	91,009
	1,206,366	2,538,254
Amounts added on issue of shares	(96,756)	(251,337)
Amounts deducted on cancellation of shares	353,230	534,459
Net distributions for the year	1,462,840	2,821,376

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	1,462,840	2,821,376
	1,462,840	2,821,376

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	430,095	1,085,532
Amount receivable for issue of shares	39,478	36,526
Prepaid expenses	—	186
Total debtors	469,573	1,122,244

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Notes to the Financial Statements

(continued)

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	18,248	923,640
Cash held in BNY Mellon Sterling Liquidity Fund	—	4,034,174
Cash held in Insight Sterling Liquidity Fund	1,192,119	—
	1,210,367	4,957,814

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	59,347	194,290
	59,347	194,290
b) Other creditors		
Accrued expenses	14,494	29,986
Amount payable for cancellation of shares	48,589	2,243,611
Total other creditors	63,083	2,273,597

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £17,029 (30/06/17: £2,230,977).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018	30/06/2017
	£	£
Investments held at the balance sheet date	28,658,978	72,889,445

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	1,432,949	(1,432,949)	3,644,472	(3,644,472)
Net capital impact	1,432,949	(1,432,949)	3,644,472	(3,644,472)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 2: Observable	28,658,978	—
	28,658,978	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 2: Observable	72,889,445	—
	72,889,445	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

As at the balance sheet date there were no derivative holdings (30/06/17: nil).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	—	28,658,978	—	28,658,978
Total	—	28,658,978	—	28,658,978

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	1,411,882	71,477,563	—	72,889,445
Total	1,411,882	71,477,563	—	72,889,445

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 2.8% (30/06/17: 2.7%) decrease/increase respectively in the portfolio valuation.

Foreign Currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Portfolio Statement by Credit Rating as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade securities	27,943	92.48	84.45
Unrated securities	716	2.37	10.83
Portfolio of investments	28,659	94.85	95.28
Net current assets	1,557	5.15	4.72
Total Net Assets	30,216	100.00	100.00

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Debt instruments (direct)	11,109	—	—	—	—
Total purchases	11,109	—		—	
Total purchases including transaction costs	11,109				
	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Debt instruments (direct)	53,787	—	—	—	—
Total sales	53,787	—		—	
Total sales net of transaction costs	53,787				
Total transaction costs		—		—	
Total transaction costs as a % of average net assets		0.00%		0.00%	

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	24,285	—	—	—	—
Total purchases	24,285	—		—	
Total purchases including transaction costs	24,285				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	66,612	—	—	—	—
Total sales	66,612	—		—	
Total sales net of transaction costs	66,612				

Total transaction costs		—		—	
Total transaction costs as a % of average net assets		0.00%		0.00%	

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value was 0.95% (30/06/17: 0.90%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £497,626 of investments were subject to stock lending agreements and on behalf of the Sub-fund £511,513 was held in collateral. The collateral is held 100% in debt securities and 0.00% in equity securities.

As at 30 June 2017, there were no investments subject to stock lending agreements.

The gross earnings and the fees for the year are £314 (30/06/17: £1,726) and £79 (30/06/17: £345) respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Corporate Bond Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Bank PLC	497,626	511,513

18 Shareholder's funds

The Sub-fund currently has five share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 1 (Accumulation)	0.20%	0.03%
Exempt Shares 2 (Accumulation)	0.30%	0.03%
Institutional Shares (Accumulation)	0.50%	0.03%
X Shares (Accumulation)	0.00%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 1 (Accumulation)	5,663,285	156,253	(2,441,657)	—	3,377,881
Exempt Shares 2 (Accumulation)	7,722,798	—	(7,653,129)	—	69,669
Institutional Shares (Accumulation)	7,767,379	6,450,321	(10,467,555)	—	3,750,145
X Shares (Accumulation)	4,577,024	1,456,708	(3,490,612)	—	2,543,120
X Shares (Income)	10,276,068	587,000	(7,677,068)	—	3,186,000

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton Long Gilt Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£35.62m
Comparative Index:	FTSE Actuaries UK Conventional Gilts over 15 years TR
Sector:	The Investment Association UK Gilt

Yield as at 30 June 2018:

Exempt Shares 2 (Accumulation)	1.49%
Institutional Shares (Accumulation)	1.19%
X Shares (Accumulation)	1.69%

Key Dates: Fund Launch 1 March 1979

Converted to ICVC 2 August 2004

Investment Objective

To maximise returns through investment in securities issued or guaranteed by the UK Government or the Governments of foreign countries or corporate bodies.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Exempt Shares 2 (Accumulation)	4.12%	-0.24%	22.58%
Institutional Shares (Accumulation)	3.81%	-0.66%	21.77%
X Shares (Accumulation)	4.32%	-0.04%	22.83%
FTSE Actuaries UK Conventional Gilts over 15 years TR	4.24%	-1.83%	24.09%

Source: Lipper as at 30 June 2018 –Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Fund Report

(continued)

Portfolio Summary

Over the period under review, the Exempt Shares 2 (gross accumulation) share class of the Sub-fund returned 4.12% against 4.24% for the FTSE Actuaries UK Conventional Gilts Over 15 Years index. The Sub-fund produced a positive return but was marginally behind the comparative index.

Global bond markets remained unsettled with *quantitative tightening* more evident in the US, and ultimately also in Europe. However, in the UK, despite the first interest rate increase in many years, *monetary policy* remained accommodative. Sterling, which performed well through much of the latter half of 2017, was under pressure again in 2018, largely from weaker growth and Brexit.

This was a *volatile* period for bond markets. The Sub-fund's shorter-*duration* stance compared to the comparative index had a fluctuating effect on performance – negative when *Gilt* markets rallied but positive as they fell. Ten-year *Gilt yields* were ultimately little changed over the year to June 2018, although this masked a *volatile* period. *Duration* was increased late in the period, so the Sub-fund participated in the rally in *Gilts* at that time; by the end of the quarter, *duration* was just 0.3 years shorter than the index.

Owning *unhedged* US Treasuries (approximately 2% of the Sub-fund) was a drag on relative performance, as US *yields* ended the period higher than they began it, as the US Federal Reserve continued to increase interest rates, although this effect was mitigated somewhat by the rise in the US Dollar in the final quarter. Corporate bond holdings also returned less than *Gilts* maturing at the same time, as *spreads* rose.

In terms of activity, we sold *gilts* maturing in 2068, 2052, 2049 and 2042. Once *yields* had risen towards the end of September we began adding back some *gilt* exposure, moving closer to the comparative index, locking in relative performance. This was achieved by adding to *gilts* maturing between 2030 and 2068. We also took profits on some of our non-UK exposure (US Treasuries and Australian state bonds).

Ahead of May's Monetary Policy Committee meeting, the manager increased the *duration* of the Sub-fund, moving it closer to the *duration* of the index, which allowed the Sub-fund to participate in a rally in *Gilts*. This was achieved by outright purchases of *Gilts* maturing in 2068 and 2049, and by switching some 2048 *Gilts* into 2068 *Gilts*. Activity in corporate bonds was relatively limited in 2018. Small additions to Motability and University of Oxford were made late in the period to rebalance the *investment grade* exposure after inflows.

Although there is a possibility of an interest rate increase in August, the manager does not think this will be the first of many. With a Brexit transition deal seemingly in doubt, trade disputes escalating and *inflation* moving back towards target, balancing risk and reward favours remaining only slightly shorter *duration* than the index, in the manager's view.

As significant risks remain around UK politics, we think some overseas diversification is also still appropriate, especially as we expect the pace of rate increases in the US to slow later in the year.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Treasury 4.75% Stock 7/12/2038	Treasury 4.25% Stock 7/12/2046
Treasury 4.25% Stock 7/12/2046	Treasury 4.75% Stock 7/12/2038
Treasury 4.25% Stock 7/3/2036	Treasury 4.25% Loan Stock 7/12/2055
Treasury 3.5% Bonds 22/7/2068	Treasury 4.5% Bonds 7/9/2034
Treasury 4.5% Bonds 7/9/2034	Treasury 4.25% Stock 7/3/2036
Treasury 3.5% Notes 22/1/2045	Treasury 4% Stock 22/1/2060
Treasury 4.75% Stock 7/12/2030	Treasury 4.5% Stock 7/12/2042
Treasury 4.25% Loan Stock 7/12/2055	Treasury 3.75% Gilts 22/7/2052
Treasury 4% Stock 22/1/2060	Treasury 3.5% Bonds 22/7/2068
Treasury 4.5% Stock 7/12/2042	Treasury 3.5% Notes 22/1/2045

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	559.61	566.44	457.89
Return before operating charges*	23.52	(5.24)	110.02
Operating charges	(1.64)	(1.59)	(1.47)
Return after operating charges	21.88	(6.83)	108.55
Distributions	(9.06)	(9.27)	(10.40)
Retained distributions on accumulation shares	9.06	9.27	10.40
Closing net asset value per share	581.49	559.61	566.44
*After direct transaction costs of	—	—	—
Performance			
Return after charges	3.91%	(1.21%)	23.71%
Other information			
Closing net asset value (£)	21,202,105	27,286,394	33,491,829
Closing number of shares	3,646,186	4,875,949	5,912,640
Operating charges**	0.29%	0.28%	0.30%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	587.71	620.44	561.83
Lowest share price	542.87	529.57	447.73

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	504.79	513.11	417.51
Return before operating charges*	21.21	(4.63)	99.89
Operating charges	(3.01)	(2.98)	(2.67)
Return after operating charges	18.20	(7.61)	97.22
Distributions	(6.63)	(6.84)	(8.11)
Retained distributions on accumulation shares	6.63	6.13	6.49
Closing net asset value per share	522.99	504.79	513.11
*After direct transaction costs of	—	—	—
Performance			
Return after charges	3.61%	(1.48%)	23.29%
Other information			
Closing net asset value (£)	11,912,790	18,106,583	23,793,148
Closing number of shares	2,277,806	3,586,927	4,637,029
Operating charges**	0.59%	0.58%	0.60%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	528.88	561.49	508.93
Lowest share price	488.81	478.49	408.16

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	571.25	577.12	465.58
Return before operating charges*	24.04	(5.41)	112.04
Operating charges	(0.52)	(0.46)	(0.50)
Return after operating charges	23.52	(5.87)	111.54
Distributions	(10.42)	(10.60)	(11.58)
Retained distributions on accumulation shares	10.42	10.60	11.58
Closing net asset value per share	594.77	571.25	577.12
*After direct transaction costs of	—	—	—
Performance			
Return after charges	4.12%	(1.02%)	23.96%
Other information			
Closing net asset value (£)	2,503,174	5,390,714	10,149,520
Closing number of shares	420,861	943,662	1,758,654
Operating charges**	0.09%	0.08%	0.10%
Direct transaction costs*	0.00%	0.00%	0.00%
Prices			
Highest share price	601.04	632.34	572.41
Lowest share price	554.87	539.98	455.28

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Stocks 92.31% (94.55%)			
Treasury 1.125% Index Linked Gilts 22/11/2037	£80,000	180,213	0.51
Treasury 1.625% Gilts 22/10/2071	£210,000	215,313	0.61
Treasury 3.25% Stock 22/1/2044	£1,740,000	2,270,830	6.38
Treasury 3.5% Bonds 22/7/2068	£1,550,000	2,580,246	7.24
Treasury 3.5% Notes 22/1/2045	£1,855,000	2,537,222	7.12
Treasury 3.75% Gilts 22/7/2052	£1,680,000	2,583,966	7.26
Treasury 4% Stock 22/1/2060	£1,600,000	2,764,120	7.76
Treasury 4.25% Bonds 7/12/2040	£1,340,000	1,965,478	5.52
Treasury 4.25% Gilts 7/12/2049	£1,540,000	2,487,215	6.98
Treasury 4.25% Loan Stock 7/12/2055	£1,520,000	2,633,210	7.39
Treasury 4.25% Stock 7/3/2036	£1,950,000	2,719,811	7.64
Treasury 4.25% Stock 7/9/2039	£1,300,000	1,881,588	5.28
Treasury 4.25% Stock 7/12/2046	£1,880,000	2,932,001	8.23
Treasury 4.5% Bonds 7/9/2034	£1,275,000	1,792,746	5.03
Treasury 4.5% Stock 7/12/2042	£1,450,000	2,243,114	6.30
Treasury 4.75% Stock 7/12/2038	£715,000	1,090,429	3.06
Overseas Government Bonds 2.99% (1.99%)			
US Treasury 2.125% Notes 15/2/2041	USD 220,000	241,357	0.68
US Treasury 2.875% Notes 15/5/2043	USD 1,110,000	824,329	2.31
Sterling Denominated Corporate Bonds 3.98% (2.65%)			
Chancellor Masters and Scholars of the University of Oxford 2.544% Bonds 8/12/2117	£279,000	267,754	0.75
Dwr Cymru Financing 2.5% European Medium Term Notes 31/3/2036	£171,000	167,082	0.47
European Investment Bank 4.5% Guaranteed Senior European Medium Term Bonds 7/3/2044	£100,000	149,378	0.42
Exchequer Partnership 5.396% Guaranteed Bonds 13/7/2036	£194,400	252,677	0.71
Heathrow Funding 4.625% Senior European Medium Term Notes 31/10/2046	£100,000	122,898	0.35
Motability Operations 3.625% European Medium Term Notes 10/3/2036	£200,000	222,437	0.62
University of Southampton 2.25% Senior Bonds 11/4/2057	£259,000	234,957	0.66
Derivatives -0.03% (0.03%)			
USD Forward Foreign Currency Contracts -0.03% (0.03%)			
Forward Foreign Currency Contracts 16/8/2018	USD(209,377)	(158,267)	(0.45)
Forward Foreign Currency Contracts 16/8/2018	£154,212	154,212	0.43
Forward Foreign Currency Contracts 16/8/2018	USD(232,247)	(175,554)	(0.49)
Forward Foreign Currency Contracts 16/8/2018	£170,917	170,917	0.48
Forward Foreign Currency Contracts 16/8/2018	USD(314,843)	(237,988)	(0.67)
Forward Foreign Currency Contracts 16/8/2018	£236,289	236,289	0.66
Forward Foreign Currency Contracts 16/8/2018	USD(430,000)	(325,035)	(0.91)
Forward Foreign Currency Contracts 16/8/2018	£323,767	323,767	0.91
Forward Foreign Currency Contracts 16/8/2018	USD306,411	231,615	0.65
Forward Foreign Currency Contracts 16/8/2018	£(229,234)	(229,234)	(0.64)
Portfolio of investments*		35,351,093	99.25
Net current assets		266,976	0.75
Total Net Assets		35,618,069	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains/(losses)	3		629,706		(2,031,106)
Revenue	4	769,087		1,185,649	
Expenses	5	(142,378)		(210,544)	
Interest payable and similar charges	7	—		—	
Net revenue before taxation		626,709		975,105	
Taxation	6	—		(356)	
Net revenue after taxation			626,709		974,749
Total return before distributions			1,256,415		(1,056,357)
Distributions	8		(626,709)		(974,749)
Change in net assets attributable to Shareholders from investment activities			629,706		(2,031,106)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		19,779,593	50,783,691	39,228,299	67,434,497
Amounts paid on cancellation of shares		(36,205,881)		(54,812,486)	
			(16,426,288)		(15,584,187)
Dilution adjustment			23,547		45,353
Change in net assets attributable to Shareholders from investment activities (see above)			629,706		(2,031,106)
Retained distributions on accumulation shares			607,413		919,134
Closing net assets attributable to Shareholders			35,618,069		50,783,691

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			35,362,752		50,393,310
Current assets					
Debtors	10	277,844		397,226	
Cash and bank balances	11	6,173		640,119	
Total other assets			284,017		1,037,345
Total assets			35,646,769		51,430,655
LIABILITIES					
Investment liabilities			(11,659)		(7,544)
Creditors					
Other creditors	12	(17,041)		(639,420)	
Total other liabilities			(17,041)		(639,420)
Total liabilities			(28,700)		(646,964)
Net assets attributable to Shareholders			35,618,069		50,783,691

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Distribution Statements

for the year ended 30 June 2018

Final Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Exempt Shares 2 (Accumulation)				
Group 1	2.3005	—	2.3005	2.2365
Group 2	0.0433	2.2572	2.3005	2.2365
Institutional Shares (Accumulation)				
Group 1	1.6761	—	1.6761	1.6310
Group 2	0.9321	0.7440	1.6761	1.6310
X Shares (Accumulation)				
Group 1	2.6511	—	2.6511	2.5744
Group 2	1.3406	1.3105	2.6511	2.5744

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
Exempt Shares 2 (Accumulation)				
Group 1	2.1687	—	2.1687	2.2608
Group 2	0.0183	2.1504	2.1687	2.2608
Institutional Shares (Accumulation)				
Group 1	1.5857	—	1.5857	1.6737
Group 2	0.4940	1.0917	1.5857	1.6737
X Shares (Accumulation)				
Group 1	2.4949	—	2.4949	2.5835
Group 2	1.0191	1.4758	2.4949	2.5835

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Exempt Shares 2 (Accumulation)				
Group 1	2.2847	—	2.2847	2.3889
Group 2	0.6486	1.6361	2.2847	2.3889
Institutional Shares (Accumulation)				
Group 1	1.6741	—	1.6741	1.4252
Group 2	0.5311	1.1430	1.6741	1.4252
X Shares (Accumulation)				
Group 1	2.6245	—	2.6245	2.7134
Group 2	2.6245	0.0000	2.6245	2.7134

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Distribution Statements

(continued)

Interim Interest distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
Exempt Shares 2 (Accumulation)				
Group 1	2.3103	—	2.3103	2.3826
Group 2	0.8771	1.4332	2.3103	2.3826
Institutional Shares (Accumulation)				
Group 1	1.6972	—	1.6972	1.4001
Group 2	0.7809	0.9163	1.6972	1.4001
X Shares (Accumulation)				
Group 1	2.6504	—	2.6504	2.7333
Group 2	1.1076	1.5428	2.6504	2.7333
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			0.00	100.00
Final distributions for 31 March 2018			0.00	100.00
Interim distributions for 31 December 2017			0.00	100.00
Interim distributions for 30 September 2017			0.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains/(losses)

The net capital gains/(losses) on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Gains/(losses) on non-derivative securities	616,398	(2,040,570)
Gains on forward currency contracts	24,332	22,248
Currency exchange losses	(5,414)	(2,393)
Activity charges	(5,610)	(10,391)
Net capital gains/(losses)	629,706	(2,031,106)

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	950	2,470
Interest on debt securities	755,404	1,169,830
Stock lending	12,733	13,349
Total revenue	769,087	1,185,649

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	110,812	168,883
Administration fees	12,292	18,782
Safe custody charges	942	1,385
	124,046	189,050
Other expenses		
Audit fee†	5,917	5,610
Depository's fees	12,060	16,208
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	18,332	21,494
Total expenses	142,378	210,544

†The Audit fee net of VAT for 2018 is £4,900 (30/06/17: £4,700).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018	30/06/2017
	£	£
a) Analysis of tax charge		
Overseas tax	—	356
Total tax charge (see Note 6b)	—	356

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	626,709	975,105
Corporation tax @ 20%	125,342	195,021
Effects of:		
Indexation allowance	—	(2,308)
Overseas tax	—	356
Relief on overseas tax expensed	—	(71)
Tax deductible interest distributions	(125,342)	(192,642)
Total tax charge (see Note 6a)	—	356

c) Deferred tax

At 30 June 2018, the Sub-fund has a potential deferred tax asset of £nil (30/06/17: £nil) in relation to surplus management expenses of £nil (30/06/17: £nil). No deferred tax asset has been recognised in the year or prior year.

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Interest	—	—
Total interest	—	—

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018	30/06/2017
	£	£
Interim Interest distribution 30 September	190,307	264,513
Interim Interest distribution 31 December	154,123	228,017
Interim Interest distribution 31 March	129,767	234,754
Final Interest distribution 30 June	133,216	191,850
Income tax withheld	—	32,054
	607,413	951,188
Amounts added on issue of shares	(32,078)	(72,122)
Amounts deducted on cancellation of shares	51,374	95,683
Net distributions for the year	626,709	974,749

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	626,709	974,749
	626,709	974,749

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	240,846	322,383
Amount receivable for issue of shares	36,998	74,843
Total debtors	277,844	397,226

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held in BNY Mellon Sterling Liquidity Fund	—	640,119
Cash held in Insight Sterling Liquidity Fund	6,173	6,173
	6,173	640,119

Overdrawn cash and bank balances

Overdraft position at brokers	—	—
	—	—

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Income tax withheld on distributions	—	—
	—	—
b) Other creditors		
Accrued expenses	17,039	26,506
Amount payable for cancellation of shares	2	612,914
Total other creditors	17,041	639,420

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £25,751 (30/06/17: £559,157 due to the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018	30/06/2017
	£	£
Investments held at the balance sheet date	35,351,093	50,369,174

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Market Price sensitivity (continued)

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	1,768,019	(1,768,019)	2,518,459	(2,518,459)
Net capital impact	1,768,019	(1,768,019)	2,518,459	(2,518,459)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 2: Observable	35,362,752	(11,659)
	35,362,752	(11,659)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 2: Observable	50,393,310	(7,544)
	50,393,310	(7,544)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank of Commerce	(4,637)	(4,637)
Citigroup	(4,055)	(4,055)
Royal Bank of Scotland	(1,268)	(1,268)
State Street	2,381	2,381
UBS	(1,699)	(1,699)
Total	(9,278)	(9,278)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	—	35,360,371	1,116,800	36,477,171
Investment liabilities	—	—	(1,126,078)	(1,126,078)
Total	—	35,360,371	(9,278)	35,351,093

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	—	50,369,174	2,212,612	52,581,786
Investment liabilities	—	—	(2,196,020)	(2,196,020)
Total	—	50,369,174	16,592	50,385,766

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 4.6% (30/06/17: 4.8%) decrease/increase respectively in the portfolio valuation.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
United States of America	400,457	4,532	404,988	36,791
Total	400,457	4,532	404,988	36,791

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Standard & Poor's Ratings:			
Investment grade securities	34,857	97.87	98.33
Below investment grade securities	—	—	—
Unrated Securities	503	1.41	0.86
Derivatives	(9)	(0.03)	0.03
Portfolio of investments	35,351	99.25	99.22
Net current assets	267	0.75	0.78
Total Net Assets	35,618	100.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	29,796	—	—	—	—
Total purchases	29,796	—		—	
Total purchases including transaction costs	29,796				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	45,071	—	—	—	—
Total sales	45,071	—		—	
Total sales net of transaction costs	45,071				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	56,448	—	—	—	—
Total purchases	56,448	—		—	
Total purchases including transaction costs	56,448				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Debt instruments (direct)	69,249	—	—	—	—
Total sales	69,249	—		—	
Total sales net of transaction costs	69,249				

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.12% (30/06/17: 0.10%).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £2,836,001 of investments were subject to stock lending agreements and on behalf of the Sub-fund £3,119,700 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, £6,938,247 of investments were subject to stock lending agreements and on behalf of the Sub-fund £7,559,509 was held in collateral. The collateral is held 17.25% in debt securities and 82.75% in equity securities.

The gross earnings and the fees for the year are £15,916 (30/06/17: £16,686) and £3,183 (30/06/17: £3,337) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Citigroup Global Markets Limited	2,006,840	2,207,526
ING Bank NV	829,161	912,174

18 Shareholder's funds

The Sub-fund currently has three share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 2 (Accumulation)	0.20%	0.03%
Institutional Shares (Accumulation)	0.50%	0.03%
X Shares (Accumulation)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Long Gilt Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 2 (Accumulation)	4,875,949	47,005	(1,276,768)	—	3,646,186
Institutional Shares (Accumulation)	3,586,927	2,445,466	(3,754,587)	—	2,277,806
X Shares (Accumulation)	943,662	1,190,362	(1,713,163)	—	420,861

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Multi-Asset Balanced Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£2,264.84m
Comparative Index:	The Investment Association Mixed Investment 40-85% Shares NR
Sector:	The Investment Association Mixed Investment 40-85% Shares

Yield as at 30 June 2018:

B Shares (Accumulation)	2.19%
B Shares (Income)	2.19%
Institutional Shares (Accumulation)	2.23%
Institutional W Shares (Accumulation)	2.22%
Institutional W Shares (Income)	2.23%
Sterling Income Shares	2.18%

Key Dates: Fund Launch 04 November 1986 (managed by Newton since July 1997)

Investment Objective

To achieve a balance between capital growth and income predominantly from a portfolio of UK and international securities.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	2.82%	9.05%	9.52%
B Shares (Income)	2.82%	9.04%	9.52%
Institutional Shares (Accumulation)	2.61%	8.81%	9.54%
Institutional W Shares (Accumulation)	3.00%	9.22%	9.96%
Institutional W Shares (Income)	3.00%	9.22%	9.96%
Sterling Income Shares	2.03%	8.19%	8.92%
The Investment Association Mixed Investment 40-85% Shares NR	4.94%	16.55%	2.13%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 2.03% compared with a return of 4.94% from the Investment Association Mixed Investment 40-85% Shares.

It has been a *volatile* period for global markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards tighter *monetary policy* creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin equity markets while bond markets were subdued as expectations grew around higher future *inflation* and further interest rate increases.

While stock selection in bonds was a positive factor, stock selection and sector allocation in equities detracted from overall returns.

Teva Pharmaceutical Industries was the top single-stock detractor in the Sub-fund with the stock declining as pricing in the US generic pharmaceuticals market deteriorated, owing to recent consolidation among the customer base.

The holding in UK utility group Centrica was also weak as management surprised investors with a poor trading update relating to both its UK and overseas operations.

Other *defensive* holdings with a lower growth outlook, such as Vodafone and Novartis, were also detractors from performance.

Stocks that performed well for the Sub-fund included US technology-exposed holdings such as Microsoft. The stock appreciated along with the sector but also as the market recognised its strong competitive position. US technology consultant Accenture experienced strong performance with investors enthused by the company's growth strategy and positive earnings momentum. Information services company Wolters Kluwer reported favourable earnings growth and its stock appreciated following a period of more subdued returns while an overweight position in Royal Dutch Shell proved to be accretive to the Sub-fund.

In terms of activity, new positions were made in diversified miners BHP Billiton and Anglo American. The capital structure of these companies has changed significantly for the better and has enabled them to improve cash generation while reducing debt levels. A holding in Sony was added due to the attractions of its content business in both music and film, as well as the company's exposure to semiconductors. London Stock Exchange was another addition to the Sub-fund. The company enjoys exposure to some of the strongest structural themes in finance, including the growth of passive funds, over-the-counter clearing and quantitative strategies.

In terms of key sales, specialty chemicals company Johnson Matthey, online travel group

TripAdvisor, mobile telecommunications company SoftBank and pharmaceutical company GlaxoSmithKline were all sold.

Stimulatory *monetary policy* has buoyed financial asset prices over the course of the last decade and better growth and *inflation* prospects have allowed a few central banks to raise interest rates. Their ability to continue this course remains dependent on the stabilisation and continuing growth of the global economy. Uncertainty around the future of international trade agreements poses a threat to economic growth.

The manager continues to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Treasury 1.25% Gilts 22/7/2018
US Treasury 1.5% Bonds 15/8/2026
Intact Financial
BP
Sony
Zurich Insurance
BHP Billiton
Applied Materials
Abbott Laboratories
Smurfit Kappa

Sales

GlaxoSmithKline
US Treasury 4.375% Bonds 15/11/2039
Associated British Foods
Walgreens Boots Alliance
Dollar General
Softbank
Wolters Kluwer
US Treasury 3% Bonds 15/11/2045
Newcrest Mining
Barrick Gold

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	139.73	130.16	116.89
Return before operating charges*	5.11	10.71	14.51
Operating charges	(1.18)	(1.14)	(1.24)
Return after operating charges	3.93	9.57	13.27
Distributions	(3.14)	(2.85)	(2.62)
Retained distributions on accumulation shares	3.14	2.85	2.62
Closing net asset value per share	143.66	139.73	130.16
*After direct transaction costs of	(0.08)	(0.11)	(0.07)
Performance			
Return after charges	2.81%	7.35%	11.35%
Other information			
Closing net asset value (£)	154,362	184,689	69,594
Closing number of shares	107,451	132,173	53,467
Operating charges**	0.84%	0.84%	1.05%
Direct transaction costs*	0.06%	0.08%	0.06%
Prices			
Highest share price	144.99	144.30	128.67
Lowest share price	133.05	128.50	111.50

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	124.13	118.04	108.24
Return before operating charges*	4.52	9.69	13.36
Operating charges	(1.04)	(1.03)	(1.15)
Return after operating charges	3.48	8.66	12.21
Distributions	(2.78)	(2.57)	(2.41)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	124.83	124.13	118.04
*After direct transaction costs of	(0.07)	(0.10)	(0.07)
Performance			
Return after charges	2.80%	7.34%	11.28%
Other information			
Closing net asset value (£)	74,382,815	56,711,592	47,058,531
Closing number of shares	59,588,891	45,687,533	39,865,628
Operating charges**	0.84%	0.84%	1.05%
Direct transaction costs*	0.06%	0.08%	0.06%
Prices			
Highest share price	127.66	129.73	118.19
Lowest share price	117.15	116.55	102.41

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	286.03	267.01	239.71
Return before operating charges*	10.44	21.92	29.85
Operating charges	(2.99)	(2.90)	(2.55)
Return after operating charges	7.45	19.02	27.30
Distributions	(6.54)	(5.94)	(5.49)
Retained distributions on accumulation shares	6.54	5.94	5.49
Closing net asset value per share	293.48	286.03	267.01
*After direct transaction costs of	(0.17)	(0.22)	(0.15)
Performance			
Return after charges	2.60%	7.12%	11.39%
Other information			
Closing net asset value (£)	1,233,568,549	1,336,148,460	1,391,800,901
Closing number of shares	420,331,537	467,138,651	521,257,727
Operating charges**	1.04%	1.04%	1.05%
Direct transaction costs*	0.06%	0.08%	0.06%
Prices			
Highest share price	296.23	295.40	263.95
Lowest share price	271.95	263.33	228.76

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	144.14	134.04	119.89
Return before operating charges*	5.28	11.04	14.97
Operating charges	(0.97)	(0.94)	(0.82)
Return after operating charges	4.31	10.10	14.15
Distributions	(3.30)	(2.99)	(2.75)
Retained distributions on accumulation units	3.30	2.99	2.75
Closing net asset value per share	148.45	144.14	134.04
*After direct transaction costs of	(0.09)	(0.11)	(0.08)
Performance			
Return after charges	2.99%	7.54%	11.80%
Other information			
Closing net asset value (£)	80,668,054	93,700,703	118,764,292
Closing number of shares	54,340,582	65,007,391	88,602,603
Operating charges**	0.67%	0.67%	0.67%
Direct transaction costs*	0.06%	0.08%	0.06%
Prices			
Highest share price	149.81	148.84	132.51
Lowest share price	137.43	132.41	114.67

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	128.19	121.76	111.25
Return before operating charges*	4.67	9.98	13.80
Operating charges	(0.86)	(0.85)	(0.75)
Return after operating charges	3.81	9.13	13.05
Distributions	(2.92)	(2.70)	(2.54)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	129.08	128.19	121.76
*After direct transaction costs of	(0.08)	(0.10)	(0.07)
Performance			
Return after charges	2.97%	7.50%	11.73%
Other information			
Closing net asset value (£)	100,104,664	118,138,800	134,178,362
Closing number of shares	77,551,552	92,161,540	110,202,932
Operating charges**	0.67%	0.67%	0.67%
Direct transaction costs*	0.06%	0.08%	0.06%
Prices			
Highest share price	132.02	133.99	121.93
Lowest share price	121.11	120.28	105.52

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	196.53	188.35	173.64
Return before operating charges*	7.10	15.38	21.39
Operating charges	(3.15)	(3.15)	(2.83)
Return after operating charges	3.95	12.23	18.56
Distributions	(4.34)	(4.05)	(3.85)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	196.14	196.53	188.35
*After direct transaction costs of	(0.12)	(0.16)	(0.11)
Performance			
Return after charges	2.01%	6.49%	10.69%
Other information			
Closing net asset value (£)	775,965,026	901,687,666	944,540,412
Closing number of shares	395,626,210	458,814,943	501,492,991
Operating charges**	1.61%	1.61%	1.62%
Direct transaction costs*	0.06%	0.08%	0.06%
Prices			
Highest share price	201.26	205.43	188.57
Lowest share price	184.44	185.32	163.78

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 4.15% (7.98%)			
Treasury 1.25% Gilts 22/7/2018	£94,000,000	93,982,610	4.15
Overseas Government Bonds 11.56% (14.20%)			
Australia (Commonwealth) 3.75% Bonds 21/4/2037	AUD145,000,000	90,665,370	4.00
New South Wales Treasury 2.75% Index Linked Bonds 20/11/2025	AUD16,960,000	13,888,141	0.61
New Zealand (Government) 2.5% Bonds 20/9/2040	NZD27,000,000	15,449,523	0.68
New Zealand (Government) 5.5% Bonds 15/4/2023	NZD33,840,000	19,369,665	0.86
Treasury of Victoria 5.5% Guranteed Senior Notes 17/11/2026	AUD70,500,000	47,412,818	2.09
US Treasury 1.5% Bonds 15/8/2026	USD54,890,000	37,515,356	1.66
US Treasury 4.375% Bonds 15/11/2039	USD40,349,900	37,486,593	1.66
Sterling Denominated Corporate Bonds 1.24% (2.25%)			
British Telecommunications 3.5% Index Linked Notes 25/4/2025	£5,890,000	12,187,824	0.54
Tesco 6.125% Guaranteed Senior European Medium Term Bonds 24/2/2022	£3,071,000	3,480,395	0.15
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£2,063,001	2,390,957	0.11
Thames Water Utilities 3.375% Notes 21/7/2021	£5,531,000	9,913,709	0.44
United Kingdom 30.94% (29.43%)			
Anglo American	742,635	12,581,722	0.55
BAE Systems	5,188,821	33,550,917	1.48
BHP Billiton	1,460,001	24,901,777	1.10
BP	5,353,687	30,960,372	1.37
British American Tobacco	1,240,564	47,507,398	2.10
Bunzl	841,114	19,295,155	0.85
Centrica	17,107,978	26,970,727	1.19
Cobham	32,188,335	41,378,105	1.83
Diageo	2,529,709	68,858,679	3.04
Ferguson	532,840	32,764,332	1.45
Informa	5,508,254	45,982,904	2.03
London Stock Exchange	384,684	17,199,222	0.76
National Express	4,227,312	16,934,612	0.75
Prudential	3,090,283	53,600,959	2.37
Royal Bank of Scotland	11,111,133	28,444,500	1.25
Royal Dutch Shell class 'B' shares	4,139,461	112,324,274	4.96
Unilever	1,082,632	45,383,933	2.00
Vodafone	22,923,738	42,133,830	1.86
Commodities 2.70% (3.26%)			
ETFS Physical Gold ETF	674,068	61,178,412	2.70
Canada 1.08% (0.98%)			
Intact Financial	457,936	24,538,219	1.08
United States of America 16.26% (16.38%)			
Abbott Laboratories	914,305	42,243,973	1.86
Accenture	392,181	48,603,412	2.15
Albemarle	193,630	13,834,590	0.61
Alphabet class 'A' shares	27,548	23,561,391	1.04
Applied Materials	638,371	22,329,084	0.99
Cisco Systems	694,696	22,641,749	1.00
Citigroup	964,581	48,906,686	2.16
Eversource Energy	567,543	25,194,997	1.11
Medtronic	670,520	43,479,051	1.92
Merck & Co	371,159	17,064,458	0.75
Microsoft	809,758	60,481,149	2.67
Denmark 0.83% (0.56%)			
Orsted	409,177	18,765,956	0.83
Hong Kong 1.79% (1.37%)			
AIA	6,108,600	40,456,843	1.79

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
South Korea 1.36% (0.78%)			
Samsung SDI	211,861	30,740,621	1.36
Japan 3.84% (4.13%)			
Don Quijote	180,900	6,568,623	0.29
Seven & I	886,800	29,259,321	1.29
Sony	681,600	26,390,079	1.17
Sugi	312,300	13,688,985	0.60
Suzuki Motor	267,000	11,144,665	0.49
Germany 4.51% (4.55%)			
Brenntag	397,056	16,777,657	0.74
Deutsche Post	554,776	13,713,013	0.61
Infineon Technologies	1,211,734	23,393,459	1.03
SAP	414,177	36,236,596	1.60
Telefonica Deutschland	4,050,813	12,087,060	0.53
Ireland 2.84% (2.12%)			
AIB	3,518,515	14,500,358	0.64
CRH	1,006,737	26,930,215	1.19
Smurfit Kappa	745,535	22,858,103	1.01
Netherlands 3.88% (4.31%)			
RELX	2,220,184	35,734,998	1.58
Wolters Kluwer	1,256,254	52,216,616	2.30
Norway 0.92% (0.30%)			
DNB	1,409,548	20,860,409	0.92
Switzerland 4.05% (1.85%)			
ABB (Regd.)	976,637	16,172,990	0.71
Novartis	756,549	43,442,417	1.92
Roche Holding	54,770	9,211,888	0.41
Zurich Insurance	102,062	22,888,046	1.01
Derivatives -0.16% (0.14%)			
AUD Forward Foreign Currency Contracts -0.17% (0.15%)			
Forward Foreign Currency Contracts 13/07/18	AUD(264,168,919)	(147,773,084)	(6.52)
Forward Foreign Currency Contracts 13/07/18	£143,863,108	143,863,108	6.35
NZD Forward Foreign Currency Contracts 0.01% (-0.01%)			
Forward Foreign Currency Contracts 13/07/18	NZD(63,921,000)	(32,764,920)	(1.45)
Forward Foreign Currency Contracts 13/07/18	£32,967,832	32,967,832	1.46
Portfolio of investments*		2,078,905,404	91.79
Net current assets		185,938,066	8.21
Total Net Assets		2,264,843,470	100.00

Total unapproved and unquoted securities

0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Non-Sterling Denominated Corporate Bonds, Investment Trusts and Australia portfolio category, which, at 30 June 2017, represented 1.01%, 0.96% and 1.02% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		26,074,994		148,151,808
Revenue	4	59,430,115		62,086,630	
Expenses	5	(28,620,842)		(31,563,929)	
Interest payable and similar charges	7	(14,668)		(1,610)	
Net revenue before taxation		30,794,605		30,521,091	
Taxation	6	(2,510,305)		(2,259,065)	
Net revenue after taxation			28,284,300		28,262,026
Total return before distributions			54,359,294		176,413,834
Distributions	8		(52,972,115)		(54,717,992)
Change in net assets attributable to Shareholders from investment activities			1,387,179		121,695,842

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
			2,506,571,910		2,636,412,092
Amounts received on issue of shares		29,866,215		57,712,627	
Amounts paid on cancellation of shares		(302,806,215)		(339,747,279)	
			(272,940,000)		(282,034,652)
Dilution adjustment			(90)		(22)
Change in net assets attributable to Shareholders from investment activities (see above)			1,387,179		121,695,842
Retained distributions on accumulation shares			29,823,779		30,492,417
Unclaimed distributions			692		6,233
Closing net assets attributable to Shareholders			2,264,843,470		2,506,571,910

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			2,082,815,380		2,446,340,846
Current assets					
Debtors	10	8,237,347		8,862,391	
Cash and bank balances	11	195,841,033		73,754,845	
Total other assets			204,078,380		82,617,236
Total assets			2,286,893,760		2,528,958,082
LIABILITIES					
Investment liabilities					
			(3,909,976)		(377,299)
Creditors					
Bank overdraft	11	(13)		(1)	
Distribution payable	12	(12,620,739)		(12,948,864)	
Other creditors	12	(5,519,562)		(9,060,008)	
Total other liabilities			(18,140,314)		(22,008,873)
Total liabilities			(22,050,290)		(22,386,172)
Net assets attributable to Shareholders			2,264,843,470		2,506,571,910

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.8860	—	1.8860	1.6647
Group 2	0.6378	1.2482	1.8860	1.6647
B Shares (Income)				
Group 1	1.6608	—	1.6608	1.4966
Group 2	0.9809	0.6799	1.6608	1.4966
Institutional Shares (Accumulation)				
Group 1	3.9115	—	3.9115	3.4652
Group 2	2.0702	1.8413	3.9115	3.4652
Institutional W Shares (Accumulation)				
Group 1	1.9770	—	1.9770	1.7447
Group 2	1.2019	0.7751	1.9770	1.7447
Institutional W Shares (Income)				
Group 1	1.7422	—	1.7422	1.5707
Group 2	1.2040	0.5382	1.7422	1.5707
Sterling Income Shares				
Group 1	2.5984	—	2.5984	2.3577
Group 2	1.7928	0.8056	2.5984	2.3577

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.2541	—	1.2541	1.1810
Group 2	0.6261	0.6280	1.2541	1.1810
B Shares (Income)				
Group 1	1.1143	—	1.1143	1.0703
Group 2	0.5406	0.5737	1.1143	1.0703
Institutional Shares (Accumulation)				
Group 1	2.6242	—	2.6242	2.4783
Group 2	1.2332	1.3910	2.6242	2.4783
Institutional W Shares (Accumulation)				
Group 1	1.3238	—	1.3238	1.2461
Group 2	0.7138	0.6100	1.3238	1.2461
Institutional W Shares (Income)				
Group 1	1.1773	—	1.1773	1.1306
Group 2	0.6899	0.4874	1.1773	1.1306
Sterling Income Shares				
Group 1	1.7447	—	1.7447	1.6902
Group 2	1.0023	0.7424	1.7447	1.6902
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00
Interim distributions for 31 December 2017			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	18,584,232	168,117,139
Gains/(losses) on forward currency contracts	8,312,706	(19,873,381)
Currency exchange losses	(787,267)	(60,005)
Activity charges	(34,677)	(31,945)
Net capital gains	26,074,994	148,151,808

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	466,064	468,403
Interest on debt securities	12,346,571	15,861,739
Overseas dividends	20,962,277	21,545,667
Stock lending	305,487	396,883
UK dividends	25,349,716	23,813,938
Total revenue	59,430,115	62,086,630

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	27,008,312	29,805,667
Administration fees	1,334,019	1,470,454
Safe custody charges	179,525	178,221
	28,521,856	31,454,342
Other expenses		
Audit fee†	7,240	6,923
Depositary's fees	89,510	95,052
Financial Conduct Authority fee	120	(324)
Professional fees	2,116	7,936
	98,986	109,587
Total expenses	28,620,842	31,563,929

†The audit fee net of VAT for 2018 is £6,100 (30/06/17: £5,800).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax	2,510,305	2,259,065
Total tax charge (see Note 6b)	2,510,305	2,259,065
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	30,794,605	30,521,091
Corporation tax @ 20%	6,158,921	6,104,218
Effects of:		
Dividends not subject to corporation tax	(9,239,391)	(8,694,365)
Excess management expenses	3,083,921	2,648,738
Overseas tax expensed	(3,451)	(58,591)
Overseas tax	2,510,305	2,259,065
Total tax charge (see Note 6a)	2,510,305	2,259,065
c) Deferred tax		
No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £101,953,671 (30/06/17: £86,534,064), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £20,390,734 (30/06/17: £17,306,813).		

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	14,668	1,610
Total interest	14,668	1,610

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 31 December	21,478,200	22,991,244
Final Dividend distribution 30 June	30,138,273	30,272,733
	51,616,473	53,263,977
Amounts added on issue of shares	(123,483)	(162,047)
Amounts deducted on cancellation of shares	1,479,125	1,616,062
Net distributions for the year	52,972,115	54,717,992

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	28,284,300	28,262,026
Capitalised fees less tax relief paid from capital	24,686,748	26,457,475
Equalisation on conversions	1,067	(1,509)
	52,972,115	54,717,992

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	5,629,939	6,347,417
Amount receivable for issue of shares	99,308	125,716
Amounts receivable on open currency contracts	257,008	149,983
Overseas tax recoverable	2,251,088	2,239,255
Prepaid expenses	4	20
Total debtors	8,237,347	8,862,391

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	2,177,145	153,700
Cash held in BNY Mellon Sterling Liquidity Fund	—	73,601,145
Cash held in Insight Sterling Liquidity Fund	189,153,888	—
Cash held on margin account	4,510,000	—
	195,841,033	73,754,845
Overdrawn cash and bank balances		
Bank overdraft	13	1
	13	1

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	12,620,739	12,948,864
	12,620,739	12,948,864
b) Other creditors		
Accrued expenses	2,332,418	2,699,199
Amount payable for cancellation of shares	2,623,652	3,887,827
Amounts payable on open currency contracts	255,943	149,794
Corporation tax payable	44,196	44,196
Purchases awaiting settlement	263,353	2,278,992
Total other creditors	5,519,562	9,060,008

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £4,819,200 (30/06/17: £6,417,189).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	2,082,612,468	2,442,465,651

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	104,130,623	(104,130,623)	122,123,283	(122,123,283)
Net capital impact	104,130,623	(104,130,623)	122,123,283	(122,123,283)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	1,698,869,507	—
Level 2: Observable	383,945,873	(3,909,976)
	2,082,815,380	(3,909,976)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	1,780,720,888	—
Level 2: Observable	665,619,958	(377,299)
	2,446,340,846	(377,299)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
State Street	(3,909,976)	(3,909,976)
UBS	202,912	202,912
Total	(3,707,064)	(3,707,064)

Collateral received from these counterparties in respect of derivative contracts was £4,510,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	26,075,965	357,666,996	1,875,700,447	2,259,443,408
Investment liabilities	—	—	(180,538,004)	(180,538,004)
Total	26,075,965	357,666,996	1,695,162,443	2,078,905,404

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	31,013,160	606,662,378	2,047,003,371	2,684,678,909
Investment liabilities	—	—	(238,715,362)	(238,715,362)
Total	31,013,160	606,662,378	1,808,288,009	2,445,963,547

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.1% (30/06/17: 0.7%) decrease/increase respectively in the portfolio valuation.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Australia	4,193,245	878,959	5,072,204	1,042,711
Canada	24,538,219	156,891	24,695,110	—
Denmark	18,765,956	93,758	18,859,714	14,194,808
Eurozone	204,659,757	2,473,402	207,133,159	239,666,418
Hong Kong	40,456,843	—	40,456,843	34,337,607
Japan	87,051,673	96,796	87,148,469	103,588,912
New Zealand	2,054,268	187,080	2,241,348	1,074,970
Norway	20,860,409	432,542	21,292,951	7,915,881
South Korea	30,740,621	—	30,740,621	19,581,205
Switzerland	91,715,341	1,325,316	93,040,657	47,737,898
United States of America	443,342,489	556,169	443,898,658	622,816,856
Total	968,378,821	6,200,913	974,579,734	1,091,957,266

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
United States of America	443,898,658	23,363,087	(21,138,031)

30 June 2017

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
United States of America	622,816,856	32,779,835	(29,657,946)

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade securities	377,872	16.69	23.37
Below investment grade securities	5,871	0.26	2.07
Other assets	1,695,162	74.84	72.14
Portfolio of investments	2,078,905	91.79	97.58
Net current assets	185,938	8.21	2.42
Total Net Assets	2,264,843	100.00	100.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	431,952	225	0.05	894	0.21
Debt instruments (direct)	382,542	—	—	—	—
Total purchases	814,494	225		894	
Total purchases including transaction costs	815,613				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	547,127	287	0.05	4	0.00
Debt instruments (direct)	622,228	—	—	—	—
Collective investment schemes	22,548	11	0.05	—	—
Total sales	1,191,903	298		4	
Total sales net of transaction costs	1,191,601				

Total transaction costs 523 898

Total transaction costs as a % of average net assets 0.02% 0.04%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	443,714	312	0.07	1,384	0.31
Debt instruments (direct)	531,301	—	—	—	—
Collective investment schemes	16,603	7	0.04	—	—
Total purchases	991,618	319		1,384	
Total purchases including transaction costs	993,321				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	580,827	394	0.07	4	0.00
Debt instruments (direct)	573,816	—	—	—	—
Total sales	1,154,643	394		4	
Total sales net of transaction costs	1,154,245				

Total transaction costs 713 1,388

Total transaction costs as a % of average net assets 0.03% 0.05%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.19% (30/06/17: 0.08%).

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £86,181,183 of investments were subject to stock lending agreements and on behalf of the Sub-fund £95,590,651 was held in collateral. The collateral is held 0.00% in debt securities and 100% in equity securities.

As at 30 June 2017, £139,184,369 of investments were subject to stock lending agreements and on behalf of the Sub-fund £147,967,931 was held in collateral. The collateral was held 55.69% in debt securities and 44.31% in equity securities.

The gross earnings and the fees for the year are £381,859 (30/06/17: £496,104) and £76,372 (30/06/17: £99,221) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Capital Securities Ltd.	1,036,123	1,304,128
BNP Paribas Arbitrage	1,168,585	1,285,761
Credit Suisse Securities (Europe) Limited	33,774,038	37,151,485
Deutsche Bank, AG	9,812,419	11,167,861
HSBC Bank PLC	18,298,752	20,128,652
JP Morgan Securities, Plc.	11,379,219	12,694,821
Societe Generale	10,712,047	11,857,943

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Balanced Fund

Notes to the Financial Statements

(continued)

18 Shareholder's funds

The Sub-fund currently has six share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.75%	0.08%
B Shares (Income)	0.75%	0.08%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.625%	0.03%
Institutional W Shares (Income)	0.625%	0.03%
Sterling Income Shares	1.50%	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	132,173	27,097	(56,047)	4,228	107,451
B Shares (Income)	45,687,533	(1,576,778)	(4,750,265)	20,228,401	59,588,891
Institutional Shares (Accumulation)	467,138,651	3,455,552	(50,208,517)	(54,149)	420,331,537
Institutional W Shares (Accumulation)	65,007,391	3,602,565	(14,318,244)	48,870	54,340,582
Institutional W Shares (Income)	92,161,540	1,276,460	(16,422,860)	536,412	77,551,552
Sterling Income Shares	458,814,943	7,780,858	(57,840,679)	(13,128,912)	395,626,210

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Multi-Asset Diversified Return Fund
Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£171.75m
Comparative Index:	LIBOR GBP 1 Month+3%
Sector:	The Investment Association Specialist

Yield as at 30 June 2018:

B Shares (Accumulation)	2.09%
B Shares (Income)	2.10%
Exempt Shares 1 (Accumulation)	2.41%
Exempt Shares 2 (Accumulation)	2.25%
Institutional W Shares (Accumulation)	2.25%
Institutional W Shares (Income)	2.25%
Sterling Accumulation Shares	1.49%
Sterling Income Shares	1.49%
X Shares (Income)	2.72%

Key Dates: Fund Launch 27 November 2006

Investment Objective

To achieve long-term capital growth in excess of cash (1 Month GBP LIBOR) +3% p.a. over 5 years before fees, from a balanced portfolio diversified across a range of assets. A positive return is not guaranteed and a capital loss may occur.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
B Shares (Accumulation)	1.61%	16.20%	0.52%
B Shares (Income)	1.61%	16.19%	0.49%
Exempt Shares 1 (Accumulation)*	1.92%	16.58%	n/a
Exempt Shares 2 (Accumulation)	1.77%	16.40%	0.77%
Institutional W Shares (Accumulation)	1.76%	16.40%	0.77%
Institutional W Shares (Income)	1.74%	16.40%	0.78%
Sterling Accumulation Shares	0.98%	15.48%	-0.02%
Sterling Income Shares	0.99%	15.46%	-0.03%
X Shares (Income)*	2.26%	n/a	n/a
LIBOR GBP 1 Month+3%	3.42%	3.28%	3.51%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 572 to 576.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 0.99% against 3.42% for LIBOR GBP 1 Month +3%.

The Sub-fund produced a positive return but was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners creating an unsettled backdrop. Bond markets remained unsettled with rising interest rates in the US and Europe. Rising oil prices and the low unemployment in the US encouraging the notion that risks to *inflation* were on the upside.

Equities, bonds and commodities all made a positive contribution to returns. The bulk of the equity return came from the UK market with overseas equities making a more modest contribution. The main detractors to Sub-fund performance came from the high relative level of cash and from *derivative* instruments.

Within commodities, the nickel ETF (exchange traded fund) rose substantially after the US initiated sanctions against Russia where a large proportion of the nickel supply is located. The manager views nickel as a potential beneficiary of the move towards electric vehicles.

UK wind farm company Greencoat UK Wind continued to deliver robust, stable returns and was a strong performer, as investors sought the 'safety' of the stable cash flows seen as common to infrastructure and renewables companies. A new position in Greencoat Renewables was funded by selling the remaining position in HICL Infrastructure.

The Sub-fund's holding in 2025 Treasury Notes also contributed to returns.

In terms of single-stock detractors, Indian software and retail service company Vakrangee was the greatest, with the stock falling sharply over the period. This was owing to speculation the local regulator was conducting an inquiry into share price manipulation and as the company's auditor resigned. Another notable stock detractor was Teva Pharmaceutical Industries owing to a poorer outlook for the company's US generics business. Chinese auto dealership China Harmony declined significantly in the final quarter after strong performance earlier in the year.

During the review period, a holding was bought in luxury motor vehicle seller China Harmony. A further addition to the portfolio was Samsung Electronics, on the back of increasing demand memory. The manager also viewed improving corporate governance at the company as a positive.

With the *yield* on US Treasuries rising during the review period, the manager marginally increased exposure to US bonds given the widening *spread* between the *yields* available on US and European government bonds.

Major sales through the 12-months included semiconductor manufacturer Renesas Electronics, Royal Bank of Scotland, pharmaceutical company Roche and Indiabulls Housing Finance.

As the US Federal Reserve steps up the unwinding of its *quantitative easing* programme in the coming months, it is important to consider the impact that this is likely to have on *liquidity*, given how profound the impact of the policy was in driving up asset prices. However, it is important to remain open-minded about the opportunities this may create for long-term investors. For this reason, the Sub-fund has a large allocation to cash, which the manager will look to allocate back into capital markets when the opportunities arise.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Treasury 5% Gilts 7/3/2018
Treasury 1.25% Notes 22/7/2018
US Treasury 2% Bonds 15/2/2025
Greencoat UK Wind
ETFs Nickel
GCP Infrastructure Investments Fund
Mexico (Government) 8% Bonds 7/11/47
Treasury 1% 7/9/17
Pershing Square Holdings Fund
Civitas Social Housing

Sales

Treasury 5% Gilts 7/3/2018
Treasury 1% Notes 7/9/2017
ETFs Nickel
Petrobras Global Finance 6.625% Guaranteed Bonds 16/1/2034
LIC Housing Finance
Greencoat UK Wind
Indiabulls Housing Finance
Informa
Rocket Internet
Burckhardt Compres

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	135.26	117.27	115.73
Return before operating charges*	3.63	19.17	2.69
Operating charges	(1.22)	(1.18)	(1.15)
Return after operating charges	2.41	17.99	1.54
Distributions	(2.87)	(3.15)	(3.51)
Retained distributions on accumulation shares	2.87	3.15	3.51
Closing net asset value per share	137.67	135.26	117.27
*After direct transaction costs of	(0.10)	(0.10)	(0.07)
Performance			
Return after charges	1.78%	15.34%	1.33%
Other information			
Closing net asset value (£)	468,841	287,284	156,165
Closing number of shares	340,551	212,387	133,164
Operating charges**	0.89%	0.92%	1.01%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	139.26	137.40	117.13
Lowest share price	134.14	117.65	107.62

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	119.93	106.52	108.41
Return before operating charges*	3.22	17.31	2.44
Operating charges	(1.08)	(1.06)	(1.09)
Return after operating charges	2.14	16.25	1.35
Distributions	(2.53)	(2.84)	(3.24)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	119.54	119.93	106.52
*After direct transaction costs of	(0.08)	(0.09)	(0.07)
Performance			
Return after charges	1.78%	15.26%	1.25%
Other information			
Closing net asset value (£)	31,806	29,325	24,382
Closing number of shares	26,607	24,453	22,890
Operating charges**	0.89%	0.92%	1.03%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	122.39	123.21	109.74
Lowest share price	117.89	106.92	99.34

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	122.19	105.59	100.00
Return before operating charges*	3.19	17.18	5.98
Operating charges	(0.62)	(0.58)	(0.39)
Return after operating charges	2.57	16.60	5.59
Distributions	(2.99)	(3.23)	(2.75)
Retained distributions on accumulation shares	2.99	3.23	2.75
Closing net asset value per share	124.76	122.19	105.59
*After direct transaction costs of	(0.09)	(0.09)	(0.05)
Performance			
Return after charges	2.10%	15.72%	5.59%
Other information			
Closing net asset value (£)	8,228,490	7,237,176	1,650,617
Closing number of shares	6,595,487	5,922,788	1,563,303
Operating charges**	0.50%	0.50%	0.51%
Direct transaction costs*	0.07%	0.08%	0.08%
Prices			
Highest share price	126.04	124.09	105.18
Lowest share price	121.48	105.93	96.74

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	214.98	186.06	183.17
Return before operating charges*	5.72	30.34	4.17
Operating charges	(1.55)	(1.42)	(1.28)
Return after operating charges	4.17	28.92	2.89
Distributions	(4.91)	(5.35)	(6.01)
Retained distributions on accumulation shares	4.91	5.35	6.01
Closing net asset value per share	219.15	214.98	186.06
*After direct transaction costs of	(0.15)	(0.16)	(0.11)
Performance			
Return after charges	1.94%	15.54%	1.58%
Other information			
Closing net asset value (£)	13,603,370	3,133,493	2,713,314
Closing number of shares	6,207,376	1,457,605	1,458,288
Operating charges**	0.71%	0.70%	0.71%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	221.55	218.34	185.40
Lowest share price	213.46	186.67	170.61

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class launched on 01 October 2015.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	138.43	119.81	117.95
Return before operating charges*	3.68	19.54	2.68
Operating charges	(1.00)	(0.92)	(0.82)
Return after operating charges	2.68	18.62	1.86
Distributions	(3.15)	(3.45)	(3.87)
Retained distributions on accumulation shares	3.15	3.45	3.87
Closing net asset value per share	141.11	138.43	119.81
*After direct transaction costs of	(0.10)	(0.10)	(0.07)
Performance			
Return after charges	1.94%	15.54%	1.58%
Other information			
Closing net asset value (£)	33,519,230	17,701,757	8,311,451
Closing number of shares	23,754,005	12,787,396	6,937,103
Operating charges**	0.71%	0.70%	0.71%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	142.66	140.60	119.39
Lowest share price	137.46	120.20	109.86

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	121.66	108.06	109.96
Return before operating charges*	3.23	17.51	2.44
Operating charges	(0.87)	(0.82)	(0.76)
Return after operating charges	2.36	16.69	1.68
Distributions	(2.75)	(3.09)	(3.58)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	121.27	121.66	108.06
*After direct transaction costs of	(0.09)	(0.09)	(0.07)
Performance			
Return after charges	1.94%	15.45%	1.53%
Other information			
Closing net asset value (£)	6,165,369	5,147,215	4,450,407
Closing number of shares	5,083,884	4,230,690	4,118,454
Operating charges**	0.71%	0.70%	0.71%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	124.22	125.09	111.33
Lowest share price	119.64	108.47	100.81

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	198.79	173.42	172.08
Return before operating charges*	5.63	28.56	4.19
Operating charges	(3.33)	(3.19)	(2.85)
Return after operating charges	2.30	25.37	1.34
Distributions	(2.96)	(3.48)	(4.28)
Retained distributions on accumulation shares	2.96	3.48	4.28
Closing net asset value per share	201.09	198.79	173.42
*After direct transaction costs of	(0.14)	(0.15)	(0.10)
Performance			
Return after charges	1.16%	14.63%	0.78%
Other information			
Closing net asset value (£)	46,249,404	48,055,672	43,941,607
Closing number of shares	22,999,479	24,173,799	25,338,424
Operating charges**	1.66%	1.69%	1.69%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	203.95	202.01	174.10
Lowest share price	196.23	173.96	159.49

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	155.07	137.76	140.20
Return before operating charges*	4.40	22.57	3.32
Operating charges	(2.59)	(2.52)	(2.30)
Return after operating charges	1.81	20.05	1.02
Distributions	(2.31)	(2.74)	(3.46)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	154.57	155.07	137.76
*After direct transaction costs of	(0.11)	(0.12)	(0.08)
Performance			
Return after charges	1.17%	14.55%	0.73%
Other information			
Closing net asset value (£)	3,355,153	3,605,281	7,082,198
Closing number of shares	2,170,580	2,324,924	5,141,046
Operating charges**	1.66%	1.69%	1.69%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	158.19	158.90	141.88
Lowest share price	152.20	138.25	128.41

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017*** (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	101.99	110.23	107.97
Return before operating charges*	2.58	(8.16)	2.35
Operating charges	(0.09)	(0.08)	(0.09)
Return after operating charges	2.49	(8.24)	2.26
Distributions	(2.83)	(2.60)	(4.08)
Retained distributions on accumulation units	2.83	2.60	4.08
Closing net asset value per share	104.48	101.99	110.23
*After direct transaction costs of	(0.07)	(0.08)	(0.07)
Performance			
Return after charges	2.44%	(7.48%)	2.09%
Other information			
Closing net asset value (£)	60,131,240	16,402,445	12,516,581
Closing number of shares	57,554,870	16,081,371	11,355,346
Operating charges**	0.09%	0.08%	0.08%
Direct transaction costs*	0.07%	0.08%	0.06%
Prices			
Highest share price	105.46	119.89	109.80
Lowest share price	101.62	100.00	100.88

X Shares (Income)	30/06/2018**** (pence)	30/06/2017**** (pence)
Change in net assets per share		
Opening net asset value per share	101.32	100.00
Return before operating charges*	0.94	2.02
Operating charges	(0.02)	(0.02)
Return after operating charges	0.92	2.00
Distributions	—	(0.68)
Retained distributions on accumulation units	—	—
Closing net asset value per share	102.24	101.32
*After direct transaction costs of	(0.02)	(0.02)
Performance		
Return after charges	0.91%	2.00%
Other information		
Closing net asset value (£)	—	2,060,871
Closing number of shares	—	2,034,107
Operating charges**	0.10%	0.09%
Direct transaction costs*	0.07%	0.43%
Prices		
Highest share price	103.14	103.56
Lowest share price	101.43	100.00

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share class closed on 12 January 2017 and relaunched on 21 April 2017. The Comparative table shows the full period.

****Share class launched on 24 April 2017 and closed 26 September 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 10.77% (5.93%)			
Treasury 0% Bonds 16/7/2018	£8,500,000	8,497,960	4.95
Treasury 1.25% Stock 22/7/2018	£10,000,000	9,998,150	5.82
Overseas Government Bonds 12.25% (4.85%)			
Australia (Commonwealth) 3.25% Bonds 21/4/2029	AUD3,430,000	2,027,729	1.18
Ecuador (Government) 8.875% Bonds 23/10/2027	USD850,000	572,676	0.33
Ecuador (Government) 10.5% International Bonds 24/3/2020	USD1,140,000	882,901	0.52
El Salvador (Government) 7.375% International Bonds 1/12/2019	USD530,000	410,973	0.24
Ethiopia (Government) 6.625% Medium Term Notes 11/12/2024	USD570,000	420,943	0.25
Fiji (Government) 6.625% International Bonds 2/10/2020	USD1,150,000	870,960	0.51
Guatemala (Government) 5.75% Bonds 6/6/2022	USD530,000	415,931	0.24
Indonesia Treasury Bond 8.25% Bonds 15/5/2036	IDR14,850,000,000	775,106	0.45
Mexico (Government) 6.5% Bonds 9/6/2022	MXN10,290,500	380,372	0.22
Mexico (Government) 8% Bonds 7/11/2047	MXN71,160,000	2,838,503	1.65
New Zealand (Government) 4.5% Bonds 15/4/2027	NZD2,508,000	1,379,950	0.80
US Treasury 2% Notes 15/2/2025	USD11,600,000	8,351,023	4.86
US Treasury 3.375% Inflation Indexed Bonds 15/4/2032	USD1,199,300	1,711,100	1.00
Sterling Denominated Corporate Bonds 3.18% (6.12%)			
Anglian Water 4.125% Guaranteed Notes 28/7/2020	£323,000	594,898	0.35
Balfour Beatty Finance No. 2 1.875% Convertible Bonds 3/12/2018	£500,000	498,240	0.29
Danske Bank 5.375% Guaranteed Subordinated Floating Rate European Medium Term Bonds 29/9/2021	£224,000	225,785	0.13
Ei 6.375% Bonds 15/2/2022	£293,000	304,494	0.18
Investec 6.75% Perpetual European Medium Term Notes	£549,000	548,616	0.32
John Lewis 8.375% Bonds 8/4/2019	£199,000	209,294	0.12
Mclaren Finance 5% Bonds 1/8/2022	£109,000	106,697	0.06
Prudential 11.375% Guaranteed Subordinated Floating Rate European Medium Term Bonds 29/5/2039	£192,000	208,393	0.12
Santander UK 9.625% European Medium Term Notes 30/10/2023	£250,000	256,625	0.15
SSE 5% Guaranteed Senior European Medium Term Notes 1/10/2018	£223,000	225,139	0.13
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£398,977	462,402	0.27
TP ICAP 5.25% Bonds 26/1/2024	£570,000	584,723	0.34
Unique Pub Finance 5.659% Bonds 30/6/2027	£682,465	750,520	0.44
Virgin Media Receivables Financing Notes I DAC 5.5% Bonds 15/9/2024	£500,000	491,750	0.28
Non-Sterling Denominated Corporate Bonds 4.80% (6.59%)			
Aquarius Plus 8.25% Perpetual European Medium Term Notes	USD860,000	653,020	0.38
Breeze Finance 0% Bonds 19/4/2027	EUR635,833	191,523	0.11
Bumi Resources Tbk PT 0% Bonds 11/12/2022	USD10,738	3,131	0.00
CCO 5.875% Bonds 1/5/2027	USD150,000	110,916	0.06
CCO Capital 5.5% Bonds 1/5/2026	USD230,000	168,931	0.10
Cemex 6.125% Bonds 5/5/2025	USD410,000	315,302	0.18
Cemex Finance 6% Bonds 1/4/2024	USD840,000	644,196	0.37
Ctrip.com International 1.25% Bonds 15/10/2018	USD535,000	494,801	0.29
ECL Finance 9.05% European Medium Term Notes 28/12/2019	INR49,500,000	545,520	0.32
Eterna Capital Pte 7.5% Bonds 11/12/2022	USD62,724	47,688	0.03
Eterna Capital Pte 8% Bonds 11/12/2022	USD70,319	50,865	0.03
Innovate Capital Pte 6% Bonds 11/12/2024	USD44,831	22,500	0.01
InterXion 4.75% Bonds 15/6/2025	EUR559,000	495,697	0.29
Nexi Capital 4.125% Bonds 1/11/2023	EUR445,000	386,716	0.23
Nova Austral 8.25% Bonds 26/5/2021	USD800,000	572,532	0.33
Redwood Trust 4.75% Bonds 15/8/2023	USD787,000	577,978	0.34
Royal Bank of Canada 2% Bonds 1/10/2018	USD490,000	370,780	0.22
Sable International Finance 6.875% Bonds 1/8/2022	USD464,000	361,887	0.21
SoftBank 6% Perpetual Bonds	USD303,000	200,132	0.12
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	USD882,000	714,819	0.42
Teva Pharmaceutical Finance Netherlands II 1.125% Bonds 15/10/2024	EUR610,000	455,913	0.27
Teva Pharmaceutical Finance Netherlands III BV 2.2% Bonds 21/7/2021	USD716,000	503,023	0.29
T-Mobile USA 6% Bonds 1/3/2023	USD450,000	352,092	0.20
United Kingdom 11.56% (13.68%)			
Ascential	211,647	957,914	0.56
B&M European Value Retail	117,863	476,167	0.28

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom (continued)			
BAE Systems	214,621	1,387,739	0.81
Bank of Georgia	25,565	481,849	0.28
Blackstone	1,107,293	861,745	0.50
British American Tobacco	8,360	320,146	0.19
Centrica	128,393	202,412	0.12
Civitas Social Housing	1,068,740	1,138,208	0.66
Civitas Social Housing 'C' shares	949,612	904,980	0.53
Cobham	554,999	713,451	0.41
Dixons Carphone	120,768	225,353	0.13
Georgia Capital	25,565	263,319	0.15
Georgia Healthcare	149,222	373,055	0.22
Hikma Pharmaceuticals	46,819	702,519	0.41
Informa	100,549	839,383	0.49
Next	8,236	498,113	0.29
On the Beach	69,773	349,563	0.20
Prudential	57,250	993,001	0.58
Renewables Infrastructure	2,110,727	2,317,578	1.35
Royal Dutch Shell class 'B' shares	30,060	815,678	0.47
TBC Bank	62,656	1,092,721	0.64
Verseon	192,953	206,460	0.12
Volta Finance	158,667	971,015	0.56
VPC Specialty Lending Investments	2,431,909	1,921,208	1.12
Whitbread	21,153	837,236	0.49
Preference Shares 3.87% (3.43%)			
Balfour Beatty	287,382	310,373	0.18
Doric Nimrod Air Three preference shares	2,463,215	2,413,951	1.41
Doric Nimrod Air Two (Private Placing)	851,684	1,737,435	1.01
Samsung Electronics preference shares	47,498	1,213,743	0.71
Volkswagen non-voting preference shares	7,644	962,776	0.56
Investment Trusts 17.60% (18.60%)			
BBGI	2,381,460	3,214,971	1.87
BH Global - GBP shares	129,047	1,871,182	1.09
BH Macro Hedge Fund	88,194	1,856,484	1.08
Bluefield Solar Income Fund	755,751	910,680	0.53
GCP Infrastructure Investments Fund	4,214,892	5,041,011	2.94
Greencoat UK Wind	4,555,865	5,694,831	3.31
Highbridge Multistrategy Fund	217,775	489,994	0.29
International Public Partnership	1,023,541	1,465,711	0.85
John Laing Environmental Assets	2,831,029	2,930,115	1.71
John Laing Infrastructure Fund	1,196,425	1,414,174	0.82
NextEnergy Solar Fund	700,609	753,155	0.44
Oakley Capital Investments	1,282,460	2,346,902	1.37
Pershing Square Holdings Fund	204,319	2,234,703	1.30
Commodities 3.87% (2.01%)			
ETFS Nickel	279,163	3,052,239	1.78
ETFS Physical Platinum	10,279	627,212	0.37
ETFS Physical Swiss Gold	12,640	1,160,458	0.67
Source Physical Gold P-ETC	19,471	1,797,629	1.05
Collective Investment Schemes 0.58% (0.80%)			
Fair Oaks Income Fund	1,345,877	999,023	0.58
United States of America 5.46% (6.67%)			
Albemarle	17,005	1,214,983	0.71
American Homes 4 Rent	51,497	864,752	0.50
Apple	8,059	1,116,509	0.65
Applied Materials	27,504	962,041	0.56
Hollysys Automation Technologies	47,189	791,338	0.46
Materialise sponsored ADR (each representing 1 ordinary share)	69,859	685,229	0.40
Mesoblast ADR (each representing 5 ordinary shares)	11,788	49,018	0.03
NB Distressed Debt Investment Fund	183,758	140,576	0.08

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
United States of America (continued)			
Net 1 UEPS Technologies	75,625	520,683	0.30
Pulte Homes	37,771	822,794	0.48
Redwood Trust	111,643	1,391,891	0.81
Stratasy	25,372	367,632	0.22
Teva Pharmaceutical Industries ADR (each representing 1 ordinary share)	18,046	332,284	0.19
Voxeljet ADS (each representing 0.20 ordinary share)	46,946	124,810	0.07
Canada 0.74% (0.00%)			
Suncor Energy	41,258	1,270,738	0.74
Brazil 0.18% (0.32%)			
IMC	198,017	309,137	0.18
Mexico 0.62% (0.90%)			
Fibra Shop	841,774	296,156	0.17
Wal-Mart de Mexico	381,400	768,076	0.45
South Africa 0.83% (0.46%)			
Naspers class 'N' shares	7,466	1,432,080	0.83
Australia 0.06% (0.14%)			
Mesoblast	131,820	109,180	0.06
New Zealand 1.03% (0.41%)			
Sky City	589,149	1,220,596	0.71
Spark New Zealand	282,176	539,752	0.32
China 0.44% (0.00%)			
China Biologic Products	10,094	759,353	0.44
Hong Kong 1.72% (1.31%)			
AIA	169,400	1,121,925	0.65
China Harmony New Energy Auto	2,739,000	891,144	0.52
Link Real Estate Investment Trust	68,782	475,792	0.28
Man Wah	788,400	468,871	0.27
India 0.73% (2.80%)			
IRB InvIT Fund	1,125,000	982,760	0.57
Vakrangee	361,010	266,796	0.16
Indonesia 0.02% (0.00%)			
Bumi Resources	3,233,343	38,282	0.02
Japan 1.30% (0.61%)			
Ebara	26,900	631,859	0.37
Sony	23,700	917,613	0.53
Suzuki Motor	16,400	684,541	0.40
South Korea 0.85% (0.85%)			
Samsung SDI	10,087	1,463,604	0.85
Philippines 0.01% (0.07%)			
Energy Development	116,093	8,617	0.01
Singapore 0.24% (0.38%)			
Mapletree Greater	657,100	412,478	0.24
Denmark 0.45% (0.47%)			
Orsted	16,939	776,868	0.45
Germany 1.86% (2.40%)			
HeidelbergCement	11,532	736,947	0.43
Hella Hueck	14,871	629,428	0.37
Infineon Technologies	49,924	963,821	0.56
Telefonica Deutschland	289,146	862,771	0.50
Guernsey 0.70% (0.00%)			
Tufton Oceanic Assets	1,500,000	1,192,956	0.70
Jersey 0.51% (0.00%)			
Ferguson	14,245	875,925	0.51

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Ireland 2.43% (0.94%)			
AIB	197,468	813,797	0.47
CRH	30,626	823,103	0.48
Greencoat Renewables	1,404,030	1,322,390	0.77
Ryanair	86,672	1,213,753	0.71
Israel 0.45% (0.23%)			
Bank Hapoalim	151,810	777,450	0.45
Italy 0.40% (0.43%)			
Atlantia	30,997	693,543	0.40
Luxembourg 0.24% (0.48%)			
Samsonite International	155,241	416,656	0.24
Switzerland 0.74% (1.26%)			
ABB (Regd.)	50,563	837,317	0.49
Novartis	7,542	433,075	0.25
Derivatives -0.40% (0.21%)			
Futures -0.04% (0.09%)			
Long Gilt Future Expires September 2018	(137)	(330,245)	(0.20)
US 10 Year Note Future (CBT) Expires September 2018	194	268,529	0.16
Options 0.00% (0.09%)			
Dixons Carphone July 2018 2.1 (Call Option)	(120)	(300)	0.00
JPN 10Y August 2018 149.5 (Put Option)	33	9,027	0.01
Next July 2018 60 (call Option)	(8)	(9,538)	(0.01)
Teva Pharmaceutical Industries July 2018 25 (Call Option)	(180)	(7,499)	0.00
AUD Forward Foreign Currency Contracts -0.03% (-0.06%)			
Forward Foreign Currency Contracts 16/8/2018	AUD(4,145,855)	(2,315,770)	(1.35)
Forward Foreign Currency Contracts 16/8/2018	£2,270,808	2,270,808	1.32
EUR Forward Foreign Currency Contracts -0.05% (0.00%)			
Forward Foreign Currency Contracts 14/9/2018	EUR(9,255,682)	(8,204,009)	(4.78)
Forward Foreign Currency Contracts 14/9/2018	£8,179,293	8,179,293	4.76
Forward Foreign Currency Contracts 14/9/2018	EUR5,069,563	4,493,536	2.62
Forward Foreign Currency Contracts 14/9/2018	USD(6,029,725)	(4,551,934)	(2.65)
JPY Forward Foreign Currency Contracts 0.00% (0.02%)			
Forward Foreign Currency Contracts 14/9/2018	JPY(159,935,894)	(1,095,715)	(0.63)
Forward Foreign Currency Contracts 14/9/2018	£1,087,893	1,087,893	0.63
NZD Forward Foreign Currency Contracts 0.01% (-0.02%)			
Forward Foreign Currency Contracts 13/7/2018	NZD(3,461,344)	(1,774,232)	(1.03)
Forward Foreign Currency Contracts 13/7/2018	£1,784,491	1,784,491	1.04
USD Forward Foreign Currency Contracts -0.29% (-0.03%)			
Forward Foreign Currency Contracts 14/9/2018	USD(36,607,090)	(27,635,266)	(16.09)
Forward Foreign Currency Contracts 14/9/2018	£27,142,356	27,142,356	15.80
Portfolio of investments*		154,726,495	90.09
Net current assets		17,026,408	9.91
Total Net Assets		171,752,903	100.00

Total unapproved and unquoted securities

0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Netherlands, Taiwan, HKD Forward Foreign Currency Contracts and MXN Forward Foreign Currency Contracts portfolio categories, which, at 30 June 2017, represented 0.35%, 0.41%, 0.01% and 0.11% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital (losses)/gains	3		(1,116,741)	9,736,106
Revenue	4	4,721,557		3,079,812
Expenses	5	(1,156,982)		(1,026,088)
Interest payable and similar charges	7	(80,644)		(124)
Net revenue before taxation		3,483,931		2,053,600
Taxation	6	(201,569)		(120,260)
Net revenue after taxation			3,282,362	1,933,340
Total return before distributions			2,165,621	11,669,446
Distributions	8		(3,283,393)	(1,932,667)
Change in net assets attributable to Shareholders from investment activities			(1,117,772)	9,736,779

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders		103,660,519	80,846,722
Amounts received on issue of shares	88,167,718		44,910,521
Amounts paid on cancellation of shares	(22,503,580)		(33,728,479)
		65,664,138	11,182,042
Dilution adjustment		155,145	127,515
Change in net assets attributable to Shareholders from investment activities (see above)		(1,117,772)	9,736,779
Retained distributions on accumulation shares		3,390,873	1,766,939
Unclaimed distributions		—	522
Closing net assets attributable to Shareholders		171,752,903	103,660,519

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets*			155,702,885	87,421,499
Current assets				
Debtors	10	1,021,083		470,332
Cash and bank balances	11	16,712,344		16,584,843
Total other assets			17,733,427	17,055,175
Total assets			173,436,312	104,476,674
LIABILITIES				
Investment liabilities			(976,390)	(232,567)
Creditors				
Amounts due to futures clearing houses and brokers		(40,552)		—
Bank overdraft	11	—		(47,469)
Distribution payable	12	(109,143)		(107,813)
Other creditors	12	(557,324)		(428,306)
Total other liabilities			(707,019)	(583,588)
Total liabilities			(1,683,409)	(816,155)
Net assets attributable to Shareholders			171,752,903	103,660,519

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/07/2017
B Shares (Accumulation)				
Group 1	1.6519	—	1.6519	1.5338
Group 2	1.0013	0.6506	1.6519	1.5338
B Shares (Income)				
Group 1	1.4515	—	1.4515	1.3723
Group 2	1.0249	0.4266	1.4515	1.3723
Exempt Shares 1 (Accumulation)				
Group 1	1.6699	—	1.6699	1.5831
Group 2	0.8618	0.8081	1.6699	1.5831
Exempt Shares 2 (Accumulation)				
Group 1	2.7738	—	2.7738	2.6160
Group 2	2.5268	0.2470	2.7738	2.6160
Institutional W Shares (Accumulation)				
Group 1	1.7766	—	1.7766	1.6871
Group 2	0.8788	0.8978	1.7766	1.6871
Institutional W Shares (Income)				
Group 1	1.5420	—	1.5420	1.4987
Group 2	0.8829	0.6591	1.5420	1.4987
Sterling Accumulation Shares				
Group 1	1.8038	—	1.8038	1.6687
Group 2	0.9615	0.8423	1.8038	1.6687
Sterling Income Shares				
Group 1	1.3989	—	1.3989	1.3028
Group 2	0.3847	1.0142	1.3989	1.3028
X Shares (Accumulation)				
Group 1	1.5817	—	1.5817	0.6774
Group 2	1.2213	0.3604	1.5817	0.6774
X Shares (Income)*				
Group 1	n/a	—	n/a	0.6776
Group 2	n/a	n/a	n/a	0.6776

*X Shares (Income) share class closed 26 September 2017

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.2152	—	1.2152	1.6140
Group 2	0.2809	0.9343	1.2152	1.6140
B Shares (Income)				
Group 1	1.0769	—	1.0769	1.4671
Group 2	0.3796	0.6973	1.0769	1.4671
Exempt Shares 1 (Accumulation)				
Group 1	1.3164	—	1.3164	1.6471
Group 2	0.5538	0.7626	1.3164	1.6471
Exempt Shares 2 (Accumulation)				
Group 1	2.1343	—	2.1343	2.7380
Group 2	0.0713	2.0630	2.1343	2.7380
Institutional W Shares (Accumulation)				
Group 1	1.3752	—	1.3752	1.7632
Group 2	0.5468	0.8284	1.3752	1.7632
Institutional W Shares (Income)				
Group 1	1.2085	—	1.2085	1.5906
Group 2	0.6507	0.5578	1.2085	1.5906
Sterling Accumulation Shares				
Group 1	1.1593	—	1.1593	1.8144
Group 2	0.4286	0.7307	1.1593	1.8144
Sterling Income Shares				
Group 1	0.9066	—	0.9066	1.4417
Group 2	0.3168	0.5898	0.9066	1.4417
X Shares (Accumulation)				
Group 1	1.2517	—	1.2517	1.9183
Group 2	0.8336	0.4181	1.2517	1.9183
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			75.32	24.68
Interim distributions for 31 December 2017			89.94	10.06

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital (losses)/gains

The net capital (losses)/gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	56,080	11,090,287
Losses on derivative contracts	(422,178)	(126,299)
Losses on forward currency contracts	(663,644)	(1,234,498)
Currency exchange (losses)/gains	(48,127)	43,829
Activity charges	(38,872)	(37,213)
Net capital (losses)/gains	(1,116,741)	9,736,106

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	8,845	—
Interest on debt securities	1,584,965	1,007,463
Interest on money market deposits	9,967	—
Overseas dividends	2,455,343	1,645,722
Property income distribution	104,145	19,383
Returns from bond futures	51,508	(7,548)
Stock lending	30,762	43,619
UK dividends	476,022	371,173
Total revenue	4,721,557	3,079,812

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Notes to the Financial Statements

(continued)

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	1,030,640	935,661
Administration fees	79,725	63,120
Expenses capped*	(6,648)	(13,877)
Safe custody charges	16,184	8,321
	1,119,901	993,225
Other expenses		
Audit fee†	7,904	7,577
Depositary's fees	23,147	19,539
Financial Conduct Authority fee	121	(322)
Professional fees	5,909	6,069
	37,081	32,863
Total expenses	1,156,982	1,026,088

†The audit fee of VAT for 2018 is £6,700 (30/06/17: £6,350).

*There is currently a discretionary cap of 8.5bps, excluding ACD fee, on expenses charged to the Exempt Shares 2 (Accumulation), Institutional W Shares (Accumulation), Institutional W Shares (Income) share classes and a discretionary cap of 5bps, excluding ACD fee, on expenses charged to the Exempt Shares 1 (Accumulation) share class. Please see Accounting policy note - 1.1(e) for further information.

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Corporation tax	154,380	56,464
Less: Double taxation relief	(33,763)	(10,071)
Irrecoverable Income tax	(1,603)	—
Overseas tax withheld	82,337	75,226
Total tax charge (see Note 6b)	201,351	121,619
Deferred tax movement for the year (see Note 6c)	218	(1,359)
Total tax charge (see Note 6b)	201,569	120,260
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	3,483,931	2,053,600
Corporation tax @ 20%	696,786	410,720
Effects of:		
Dividends not subject to corporation tax	(541,895)	(356,422)
Overseas tax withheld	82,337	75,226
Double taxation relief	(34,056)	(9,264)
Irrecoverable Income tax	(1,603)	—
Total tax charge (see Note 6a)	201,569	120,260
c) Deferred tax		
Opening deferred tax balance	1,582	2,941
Deferred tax movement for the year	218	(1,359)
Closing deferred tax balance	1,800	1,582

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Notes to the Financial Statements

(continued)

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	9,793	124
Return from short position bond futures	70,851	—
Total interest	80,644	124

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 31 December	1,433,573	1,046,839
Final Dividend distribution 30 June	2,144,299	970,201
	3,577,872	2,017,040
Amounts added on issue of shares	(403,352)	(220,058)
Amounts deducted on cancellation of shares	108,873	135,685
Net distributions for the year	3,283,393	1,932,667

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	3,282,362	1,933,340
Capitalised fees less tax relief paid from capital	488	(618)
Equalisation on conversions	543	—
Undistributed revenue brought forward	—	(55)
	3,283,393	1,932,667

10 Debtors

	30/06/2018 £	30/06/2017 £
Accrued revenue	568,196	351,062
Amount receivable for issue of shares	245,115	65,732
Amounts receivable on open currency contracts	45,724	27,216
Overseas tax recoverable	29,552	26,322
Sales awaiting settlement	132,496	—
Total debtors	1,021,083	470,332

11 Cash & bank balances

	30/06/2018 £	30/06/2017 £
Cash held at bank	8,131,316	12,423,301
Cash held on margin account	1,164,114	—
Cash held in BNY Mellon Sterling Liquidity Fund	—	4,161,542
Cash held in Insight Sterling Liquidity Fund	7,416,914	—
	16,712,344	16,584,843
Overdrawn cash and bank balances		
Bank overdraft	—	47,469
Overdraft position at brokers	40,552	—
	40,552	47,469

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Notes to the Financial Statements

(continued)

12 Creditors

	30/06/2018 £	30/06/2017 £
a) Distribution payable		
Distribution payable	109,143	107,813
	109,143	107,813
b) Other creditors		
Accrued expenses	122,047	114,476
Amount payable for cancellation of shares	65,345	152,946
Amounts payable on open currency contracts	45,669	27,183
Corporation tax payable	87,825	32,591
Deferred tax liability	1,800	1,583
Purchases awaiting settlement	234,638	99,527
Total other creditors	557,324	428,306

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £65,499 (30/06/17: £194,296 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	155,345,044	86,987,276

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	7,770,754	(7,770,754)	4,349,364	(4,349,364)
Derivative securities	39,652	(39,652)	(240,510)	240,510
Net capital impact	7,810,406	(7,810,406)	4,108,854	(4,108,854)

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	71,227,875	(347,582)
Level 2: Observable	84,475,010	(628,808)
	155,702,885	(976,390)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	42,697,679	—
Level 2: Observable	44,723,820	(232,567)
	87,421,499	(232,567)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Foreign Currency Contracts	Total £
UBS	(34,703)	(34,703)
State Street	(583,846)	(583,846)
Total	(618,549)	(618,549)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £460,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	434,178	52,807,637	147,409,188	200,651,003
Investment liabilities	—	—	(45,924,508)	(45,924,508)
Total	434,178	52,807,637	101,484,680	154,726,495

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	2,397,240	21,955,394	94,455,675	118,808,309
Investment liabilities	—	—	(31,619,377)	(31,619,377)
Total	2,397,240	21,955,394	62,836,298	87,188,932

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.1% (30/06/17: 0.2%) decrease/increase respectively in the portfolio valuation.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Australia	(178,861)	11,931	(166,930)	(169,792)
Brazil	309,137	—	309,137	334,955
Canada	1,270,738	—	1,270,738	—
Denmark	776,868	6,182	783,050	494,936
Eurozone	8,674,465	30,840	8,705,305	4,682,480
Hong Kong	3,374,388	42,895	3,417,283	770,276
India	1,795,076	8,613	1,803,689	2,926,409
Indonesia	813,388	6,476	819,864	—
Israel	777,450	1,167	778,617	240,612
Japan	1,147,325	9,408	1,156,733	71,746
Korea	2,677,347	8,914	2,686,261	885,494
Mexico	4,283,107	10,990	4,294,097	1,361,749
New Zealand	1,366,066	10,816	1,376,882	(15,639)
Philippines	8,617	—	8,617	70,897
Singapore	412,478	—	412,478	394,958
South Africa	1,432,080	—	1,432,080	478,477
Switzerland	1,270,392	17,414	1,287,806	1,318,238
Taiwan	—	603,157	603,157	619,022
United States of America	9,083,043	93,571	9,176,614	1,847,258
Total	39,293,104	862,374	40,155,478	16,312,076

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented for 30 June 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	36,184	19	0.05	62	0.17
Debt instruments (direct)	84,571	—	—	—	—
Collective investment schemes	18,890	5	0.03	1	0.01
Total purchases	139,645	24		63	
Total purchases including transaction costs	139,732				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	13,267	8	0.06	4	0.03
Debt instruments (direct)	54,732	—	—	—	—
Collective investment schemes	3,144	1	0.03	—	—
Total sales	71,143	9		4	
Total sales net of transaction costs	71,130				

Derivative transaction costs

3

—

Total transaction costs

36

67

Total transaction costs

as a % of average net assets

0.02%

0.05%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	18,678	12	0.07	24	0.13
Debt instruments (direct)	16,793	—	—	—	—
Collective investment schemes	11,735	2	0.01	3	0.03
Total purchases	47,206	14		27	
Total purchases including transaction costs	47,247				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	23,358	14	0.06	8	0.04
Debt instruments (direct)	14,732	—	—	—	—
Collective investment schemes	12,382	6	0.05	—	0.00
Total sales	50,472	20		8	
Total sales net of transaction costs	50,444				

Derivative transaction costs

2

—

Total transaction costs

36

35

Total transaction costs

as a % of average net assets

0.04%

0.04%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.46% (30/06/17: 0.56%).

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £13,365,808 of investments were subject to stock lending agreements and on behalf of the Sub-fund £14,235,853 was held in collateral. The collateral is held 80.58% in debt securities and 19.42% in equity securities.

As at 30 June 2017, £9,459,102 of investments were subject to stock lending agreements and on behalf of the Sub-fund £10,115,403 was held in collateral. The collateral is held 79.27% in debt securities and 20.73% in equity securities.

The gross earnings and the fees for the year are £38,453 (30/06/17: £54,524) and £7,691 (30/06/17: £10,905) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Capital Inc.	368,499	376,093
Barclays Capital Securities Ltd.	658,825	801,892
BNP Paribas Securities Corp.	2,685,003	2,740,561
Citigroup Global Markets Limited	5,540,546	5,790,282
Credit Suisse Securities (Europe) Limited	115,767	134,104
Credit Suisse Securities (USA) LLC	337,452	344,449
Deutsche Bank, AG	1,106,304	1,259,113
HSBC Bank PLC	338,675	360,019
J.P. Morgan Securities LLC	1,095	1,118
JP Morgan Securities, Plc.	1,068,449	1,186,363
Merrill Lynch International	697,142	737,216
Morgan Stanley & Co. International PLC	86,165	95,023
Nomura International PLC	136,907	157,120
UBS AG	224,979	252,500

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Diversified Return Fund

Notes to the Financial Statements

(continued)

18 Shareholder's funds

The Sub-fund currently has ten share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.75%	0.08%
B Shares (Income)	0.75%	0.08%
Exempt Shares 1 (Accumulation)	0.45%	0.03%
Exempt Shares 2 (Accumulation)	0.625%	0.03%
Institutional W Shares (Accumulation)	0.625%	0.03%
Institutional W Shares (Income)	0.625%	0.03%
Sterling Accumulation Shares	1.50%	0.10%
Sterling Income Shares	1.50%	0.10%
X Shares (Accumulation)	0.00%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	212,387	15,724	—	112,440	340,551
B Shares (Income)	24,453	2,833	(679)	—	26,607
Exempt Shares 1 (Accumulation)	5,922,788	1,081,971	(409,272)	—	6,595,487
Exempt Shares 2 (Accumulation)	1,457,605	4,837,940	(88,169)	—	6,207,376
Institutional W Shares (Accumulation)	12,787,396	11,673,301	(696,165)	(10,527)	23,754,005
Institutional W Shares (Income)	4,230,690	1,422,755	(663,187)	93,626	5,083,884
Sterling Accumulation Shares	24,173,799	2,581,654	(3,665,816)	(90,158)	22,999,479
Sterling Income Shares	2,324,924	138,453	(246,095)	(46,702)	2,170,580
X Shares (Accumulation)	16,081,371	51,425,341	(9,951,842)	—	57,554,870
X Shares (Income)	2,034,107	—	(2,034,107)	—	—

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Multi-Asset Growth Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£1663.48m
Comparative Index:	The Investment Association Flexible Investment Sector NR
Sector:	The Investment Association Flexible Investment

Yield as at 30 June 2018:

B Shares (Accumulation)	1.19%
B Shares (Income)	1.19%
Institutional Shares (Accumulation)	1.00%
Institutional Shares W (Accumulation)	1.36%
Institutional Shares W (Income)	1.36%
Sterling Income Shares	0.45%

Key Dates: Fund Launch 16 March 1990

Investment Objective

To achieve capital growth and income from a portfolio of UK and international securities.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	8.56%	11.20%	12.91%
B Shares (Income)	8.55%	11.21%	12.92%
Institutional Shares (Accumulation)	8.34%	10.98%	12.95%
Institutional Shares W (Accumulation)	8.75%	11.39%	13.37%
Institutional Shares W (Income)	8.75%	11.39%	13.37%
Sterling Income Shares	7.73%	10.34%	12.31%
The Investment Association Flexible Investment Sector NR	5.61%	18.98%	1.36%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 7.73% compared with 5.61% from the IA Flexible Investment Sector NR.

The Sub-fund produced a positive return and was ahead of the peer group average.

It has been a *volatile* period for global markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards *quantitative tightening* creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin equity markets while bond markets were subdued as expectations grew around higher future *inflation* and further interest rate increases.

The overweighting of equities over bonds had a positive impact on performance. Equity stock selection and sector allocation contributed materially to overall returns.

The technology sector, where the Sub-fund was overweight, was very strong and the Sub-fund's technology-exposed holdings performed well. Microsoft was the top performing stock in the Sub-fund. The stock appreciated along with the sector but also as the market recognised its strong competitive position. Germany's Infineon Technologies, a semiconductor manufacturer, also performed well as strength in the company's end markets persisted.

Technology consultant Accenture experienced strong performance with investors enthused by the company's growth strategy and positive earnings momentum.

On the negative side, was the underweight to the *basic materials* sector which rallied on rising commodity prices. Speciality chemicals company Albemarle was a drag on performance as concerns around a potential change in lithium-supply dynamics weighed on its share price.

Volkswagen was weaker, under pressure following uncertainties related to trade wars, litigation in the US and the impacts of new certification changes in Europe.

The absence of holdings in larger stocks such as Amazon and BHP Billiton also detracted from returns.

Regarding activity, South African media company Naspers was purchased, in part because of the attraction of its cash-generative African pay-TV businesses as well as the company's stake in Chinese internet giant Tencent.

A position in South Korean technology giant Samsung Electronics was taken as the manager expects the company to continue to grow earnings owing to its dominance in memory and organic light-emitting diode (OLED) technology.

The large industrial company ABB was also added. It has a thematically well-positioned portfolio with automation and electrification as the main end markets.

Among major sales were Walt Disney, Swiss food producer Nestle and luxury retailer Ralph Lauren.

Stimulatory *monetary policy* has buoyed financial asset prices over the course of the last decade and better growth and *inflation* prospects have allowed a few central banks to raise interest rates. Their ability to continue this course remains dependent on the stabilisation and continuing growth of the global economy. Uncertainty around the future of international trade agreements poses a threat to economic growth.

The manager continues to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Albemarle	Wolters Kluwer
BP	Cisco Systems
Ferguson	RELX
Royal Dutch Shell 'B' (UK Regd.)	Microsoft
Apple	Diageo
Anglo American	BAE Systems
BAE Systems	Royal Dutch Shell 'B' (UK Regd.)
Ryanair	Smith & Nephew
ABB (Regd.)	Unilever
Volkswagen pref. (non-voting)	iShares Physical Gold ETC

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	171.18	157.44	136.25
Return before operating charges*	16.45	15.13	22.68
Operating charges	(1.51)	(1.39)	(1.49)
Return after operating charges	14.94	13.74	21.19
Distributions	(2.21)	(2.25)	(1.78)
Retained distributions on accumulation shares	2.21	2.25	1.78
Closing net asset value per share	186.12	171.18	157.44
*After direct transaction costs of	(0.25)	(0.29)	(0.24)
Performance			
Return after charges	8.73%	8.73%	15.55%
Other information			
Closing net asset value (£)	1,548,367	1,105,055	740,618
Closing number of shares	831,935	645,568	470,400
Operating charges**	0.84%	0.84%	1.05%
Direct transaction costs*	0.14%	0.17%	0.17%
Prices			
Highest share price	191.19	177.50	154.61
Lowest share price	170.37	153.65	130.86

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	158.83	148.05	129.58
Return before operating charges*	15.24	14.19	21.58
Operating charges	(1.39)	(1.31)	(1.42)
Return after operating charges	13.85	12.88	20.16
Distributions	(2.04)	(2.10)	(1.69)
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	170.64	158.83	148.05
*After direct transaction costs of	(0.23)	(0.27)	(0.23)
Performance			
Return after charges	8.72%	8.70%	15.56%
Other information			
Closing net asset value (£)	21,672,490	14,605,472	8,132,349
Closing number of shares	12,700,648	9,195,611	5,493,056
Operating charges**	0.84%	0.84%	1.05%
Direct transaction costs*	0.14%	0.17%	0.17%
Prices			
Highest share price	176.69	166.16	146.68
Lowest share price	157.45	144.48	124.47

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	974.00	897.68	776.57
Return before operating charges*	93.56	86.14	129.52
Operating charges	(10.59)	(9.82)	(8.41)
Return after operating charges	82.97	76.32	121.11
Distributions	(10.56)	(10.77)	(10.36)
Retained distributions on accumulation shares	10.56	10.77	10.36
Closing net asset value per share	1,056.97	974.00	897.68
*After direct transaction costs of	(1.40)	(1.65)	(1.36)
Performance			
Return after charges	8.52%	8.50%	15.60%
Other information			
Closing net asset value (£)	105,053,867	104,460,543	107,125,078
Closing number of shares	9,939,157	10,724,868	11,933,552
Operating charges**	1.05%	1.04%	1.04%
Direct transaction costs*	0.14%	0.17%	0.17%
Prices			
Highest share price	1,085.87	1,010.03	881.50
Lowest share price	968.31	875.16	745.91

Institutional Shares W (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	177.73	163.21	140.66
Return before operating charges*	17.12	15.67	23.53
Operating charges	(1.25)	(1.15)	(0.98)
Return after operating charges	15.87	14.52	22.55
Distributions	(2.63)	(2.61)	(2.43)
Retained distributions on accumulation shares	2.63	2.61	2.43
Closing net asset value per share	193.60	177.73	163.21
*After direct transaction costs of	(0.26)	(0.30)	(0.25)
Performance			
Return after charges	8.93%	8.90%	16.03%
Other information			
Closing net asset value (£)	169,058,139	149,195,211	75,979,265
Closing number of shares	87,322,036	83,942,708	46,554,283
Operating charges**	0.67%	0.67%	0.67%
Direct transaction costs*	0.14%	0.17%	0.17%
Prices			
Highest share price	198.86	184.29	160.26
Lowest share price	177.10	159.36	135.19

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**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Statistics

(continued)

Comparative tables (continued)

Institutional Shares W (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	162.85	151.80	132.84
Return before operating charges*	15.67	14.54	22.18
Operating charges	(1.14)	(1.07)	(0.93)
Return after operating charges	14.53	13.47	21.25
Distributions	(2.40)	(2.42)	(2.29)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	174.98	162.85	151.80
*After direct transaction costs of	(0.23)	(0.28)	(0.23)
Performance			
Return after charges	8.92%	8.87%	16.00%
Other information			
Closing net asset value (£)	192,359,004	206,920,450	198,341,004
Closing number of shares	109,934,823	127,059,132	130,663,704
Operating charges**	0.67%	0.67%	0.67%
Direct transaction costs*	0.14%	0.17%	0.17%
Prices			
Highest share price	181.32	170.51	150.64
Lowest share price	161.48	148.23	127.69

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	794.54	740.60	648.43
Return before operating charges*	76.11	70.87	107.80
Operating charges	(13.34)	(12.50)	(10.85)
Return after operating charges	62.77	58.37	96.95
Distributions	(3.86)	(4.43)	(4.78)
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	853.45	794.54	740.60
*After direct transaction costs of	(1.14)	(1.36)	(1.14)
Performance			
Return after charges	7.90%	7.88%	14.95%
Other information			
Closing net asset value (£)	1,173,785,145	1,195,903,360	1,216,914,315
Closing number of shares	137,533,873	150,515,971	164,314,058
Operating charges**	1.62%	1.61%	1.61%
Direct transaction costs*	0.14%	0.17%	0.17%
Prices			
Highest share price	880.73	828.22	731.78
Lowest share price	786.89	720.29	622.34

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 2.27% (0.93%)			
Treasury 1.25% 22/7/2018	£24,000,000	23,995,560	1.44
Treasury 1.5% 22/1/2021	£2,600,000	2,648,919	0.16
Treasury 1.75% 7/9/2022	£4,000,000	4,136,580	0.25
Treasury 2% 22/7/2020	£3,000,000	3,076,425	0.18
Treasury 2.75% 7/9/2024	£3,600,000	3,955,302	0.24
Overseas Government Bonds 1.49% (1.38%)			
New Zealand 2.5% 20/9/2040	NZD43,260,000	24,753,568	1.49
Sterling Denominated Corporate Bonds 0.78% (0.79%)			
British Telecommunications 3.5% 25/4/2025	£3,680,000	7,614,803	0.46
Network Rail 1.75% 22/11/2027	£3,000,000	5,417,095	0.32
Non-Sterling Denominated Corporate Bonds 0.00% (0.00%)			
ERC Ireland Finance 5.349% FRN 15/8/2016*	€4,000,000	—	0.00
United Kingdom 27.30% (31.75%)			
Anglo American	1,842,530	31,216,143	1.88
Aviva	5,000,000	25,190,000	1.51
BAE Systems	3,953,908	25,565,969	1.54
BP	6,715,226	38,834,152	2.33
Compass	1,092,362	17,679,879	1.06
Diageo	1,704,882	46,406,888	2.79
GCP Infrastructure Investments Fund	6,765,221	8,091,204	0.49
Hays	6,260,000	11,681,160	0.70
National Express	11,219,402	44,944,924	2.70
Prudential	2,378,669	41,258,014	2.48
QinetiQ	4,860,000	13,092,840	0.79
RELX	2,843,972	46,143,446	2.77
Royal Bank of Scotland	7,197,583	18,425,813	1.11
Royal Dutch Shell 'B' (UK Regd.)	1,256,477	34,094,503	2.05
Sage	1,507,463	9,472,898	0.57
Smith & Nephew	1,741,286	24,343,178	1.46
Smiths	1,044,091	17,728,665	1.07
Thompson Clive*	3,491	210	0.00
Investment Trusts 0.67% (4.92%)			
BBGI	8,259,028	11,149,688	0.67
United States of America 25.29% (27.09%)			
Abbott Laboratories	950,589	43,920,416	2.64
Accenture	400,302	49,609,857	2.98
Albemarle	554,743	39,635,605	2.38
Alphabet 'A'	19,783	16,920,103	1.02
Apple	326,844	45,281,603	2.72
Applied Materials	1,036,290	36,247,583	2.18
Cerner	224,500	10,165,203	0.61
Cisco Systems	558,756	18,211,150	1.09
Citigroup	960,000	48,674,418	2.93
ETFS Nickel	887,668	9,705,349	0.58
Gilead Sciences	148,000	7,942,284	0.48
Intuit	53,455	8,271,000	0.50
Medtronic	169,000	10,958,599	0.66
Merck & Co	207,307	9,531,176	0.57
Microsoft	552,869	41,294,006	2.48
Pulte Homes	554,985	12,089,656	0.73
Toll Brothers	437,735	12,264,206	0.74

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Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Hong Kong 2.77% (2.31%)			
AIA	6,960,000	46,095,608	2.77
South Korea 4.19% (2.17%)			
Samsung Electronics pref.	621,431	15,879,781	0.95
Samsung SDI	371,027	53,835,300	3.24
South Africa 1.14% (0.00%)			
Naspers 'N'	99,073	19,003,541	1.14
Japan 2.44% (0.71%)			
Sony	648,000	25,089,160	1.51
Suzuki Motor	369,000	15,402,178	0.93
France 0.48% (0.00%)			
Vivendi	429,769	7,958,756	0.48
Thailand 1.26% (0.68%)			
Bangkok Bank (Bangkok Alien Market)	4,600,000	20,875,676	1.26
Germany 6.75% (6.08%)			
HeidelbergCement	157,113	10,040,226	0.60
Infineon Technologies	2,454,628	47,388,485	2.85
SAP	395,022	34,560,713	2.08
Volkswagen pref. (non-voting)	161,339	20,320,938	1.22
Ireland 3.15% (1.38%)			
AIB	2,600,000	10,692,019	0.64
CRH	657,511	17,671,244	1.06
Ryanair	1,720,730	24,097,068	1.45
Jersey 2.12% (0.00%)			
Ferguson	572,456	35,200,319	2.12
Italy 0.92% (0.00%)			
Atlantia	687,181	15,375,352	0.92
Netherlands 1.98% (3.19%)			
Wolters Kluwer	791,221	32,887,364	1.98
Norway 1.61% (0.72%)			
DNB	926,000	13,704,208	0.83
Entra	1,260,000	13,020,835	0.78
Switzerland 2.09% (1.10%)			
ABB (Regd.)	1,537,146	25,454,950	1.53
Novartis (Regd.)	163,000	9,359,756	0.56
Portfolio of investments		1,475,553,517	88.70
Net current assets		187,923,495	11.30
Total Net Assets		1,663,477,012	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Sweden portfolio category, which, at 30 June 2017, represented 0.94% of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Delisted/Suspended/unlisted security.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		120,732,086		116,549,902
Revenue	4	36,390,536		38,454,995	
Expenses	5	(22,822,693)		(23,043,948)	
Interest payable and similar charges	7	(825)		(472)	
Net revenue before taxation		13,567,018		15,410,575	
Taxation	6	(1,737,240)		(2,118,087)	
Net revenue after taxation			11,829,778		13,292,488
Total return before distributions			132,561,864		129,842,390
Distributions	8		(11,849,722)		(13,364,884)
Change in net assets attributable to Shareholders from investment activities			120,712,142		116,477,506

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
			1,672,190,091		1,607,232,629
Amounts received on issue of shares		38,350,595		76,290,247	
Amounts paid on cancellation of shares		(171,121,630)		(131,153,281)	
			(132,771,035)		(54,863,034)
Dilution adjustment			485		—
Change in net assets attributable to shareholders from investment activities (see above)			120,712,142		116,477,506
Retained distributions on accumulation shares			3,342,137		3,329,236
Unclaimed distributions			3,192		13,754
Closing net assets attributable to Shareholders			1,663,477,012		1,672,190,091

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			1,475,553,517		1,440,463,579
Current assets					
Debtors	10	31,379,459		37,740,017	
Cash and bank balances	11	180,119,269		216,394,740	
Total other assets			211,498,728		254,134,757
Total assets			1,687,052,245		1,694,598,336
LIABILITIES					
Creditors					
Distribution payable	12	(6,829,117)		(8,180,339)	
Other creditors	12	(16,746,116)		(14,227,906)	
Total other liabilities			(23,575,233)		(22,408,245)
Total liabilities			(23,575,233)		(22,408,245)
Net assets attributable to Shareholders			1,663,477,012		1,672,190,091

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.4728	—	1.4728	1.5043
Group 2	0.8602	0.6126	1.4728	1.5043
B Shares (Income)				
Group 1	1.3610	—	1.3610	1.4079
Group 2	0.9276	0.4334	1.3610	1.4079
Institutional Shares (Accumulation)				
Group 1	7.3476	—	7.3476	7.6087
Group 2	2.3145	5.0331	7.3476	7.6087
Institutional W Shares (Accumulation)				
Group 1	1.6948	—	1.6948	1.7137
Group 2	0.9902	0.7046	1.6948	1.7137
Institutional W Shares (Income)				
Group 1	1.5452	—	1.5452	1.5854
Group 2	0.9539	0.5913	1.5452	1.5854
Sterling Income Shares				
Group 1	3.6046	—	3.6046	4.0105
Group 2	2.6075	0.9971	3.6046	4.0105

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.7357	—	0.7357	0.7441
Group 2	0.4399	0.2958	0.7357	0.7441
B Shares (Income)				
Group 1	0.6803	—	0.6803	0.6965
Group 2	0.2491	0.4312	0.6803	0.6965
Institutional Shares (Accumulation)				
Group 1	3.2107	—	3.2107	3.1650
Group 2	1.2268	1.9839	3.2107	3.1650
Institutional W Shares (Accumulation)				
Group 1	0.9327	—	0.9327	0.8939
Group 2	0.3892	0.5435	0.9327	0.8939
Institutional W Shares (Income)				
Group 1	0.8551	—	0.8551	0.8315
Group 2	0.4201	0.4350	0.8551	0.8315
Sterling Income Shares				
Group 1	0.2598	—	0.2598	0.4185
Group 2	0.0000	0.2598	0.2598	0.4185

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	100.00	0.00
Interim distributions for 31 December 2017	100.00	0.00

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Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Gains on non-derivative securities	120,373,877	119,012,900
Currency exchange gains/(losses)	390,824	(2,434,358)
Activity charges	(32,615)	(28,640)
Net capital gains	120,732,086	116,549,902

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	378,087	224,778
Interest on debt securities	1,781,889	1,987,347
Overseas dividends	16,942,575	20,385,977
Stock lending	144,208	122,629
UK dividends	17,143,777	15,734,264
Total revenue	36,390,536	38,454,995

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	21,261,210	21,513,381
Administration fees	1,344,054	1,360,490
Safe custody charges	134,518	79,851
	22,739,782	22,953,722
Other expenses:		
Audit fee†	7,241	6,923
Depository's fees	72,284	72,329
Financial Conduct Authority fee	120	(324)
Professional fees	3,266	11,298
	82,911	90,226
Total expenses	22,822,693	23,043,948

†The Audit fee net of VAT for 2018 is £6,100 (30/06/17: £5,800).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax	1,737,240	2,118,087
Total tax charge (see Note 6b)	1,737,240	2,118,087

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	13,567,018	15,410,575
Corporation tax @ 20%	2,713,404	3,082,115
Effects of:		
Dividends not subject to corporation tax	(6,817,270)	(7,211,539)
Excess management expenses	4,100,978	4,134,184
Overseas tax withheld	1,737,240	2,118,087
Relief for overseas tax treated as expense	2,888	(4,760)
Total tax charge (see Note 6a)	1,737,240	2,118,087

c) Deferred Tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £188,457,357 (30/06/17: £167,952,465), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £37,691,471 (30/06/17: £33,590,493).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	825	472
Total interest	825	472

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 31 December	2,537,448	2,841,825
Final Dividend distribution 30 June	9,051,618	10,444,641
	11,589,066	13,286,466
Amounts added on issue of shares	(76,376)	(222,153)
Amounts deducted on cancellation of shares	337,032	300,571
Net distributions for the year	11,849,722	13,364,884

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	11,829,778	13,292,488
Equalisation on conversions	19,944	72,396
	11,849,722	13,364,884

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	830,406	2,528,748
Amount receivable for issue of shares	338,913	168,150
Amounts receivable on open currency contracts	—	2,735,526
Overseas tax recoverable	2,415,497	2,508,635
Prepaid expenses	5	—
Sales awaiting settlement	27,794,638	29,798,958
Total debtors	31,379,459	37,740,017

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	31,177,584	62,227,703
Cash held in BNY Mellon Sterling Liquidity Fund	—	154,167,037
Cash held in Insight Sterling Liquidity Fund	148,941,685	—
	180,119,269	216,394,740

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	6,829,117	8,180,339
	6,829,117	8,180,339
b) Other creditors		
Accrued expenses	1,922,404	1,981,004
Amount payable for cancellation of shares	1,030,947	1,966,672
Amounts payable on open currency contracts	—	2,734,042
Purchases awaiting settlement	13,792,765	7,546,188
Total other creditors	16,746,116	14,227,906

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £2,607,323 (30/06/17: £3,772,709).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	1,475,553,517	1,440,463,579

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	73,777,676	(73,777,676)	72,023,179	(72,023,179)
Net capital impact	73,777,676	(73,777,676)	72,023,179	(72,023,179)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	1,399,955,264	—
Level 2: Observable	75,598,253	—
	1,475,553,517	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	1,388,767,173	—
Level 2: Observable	51,696,406	—
	1,440,463,579	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	7,614,803	67,983,450	1,399,955,264	1,475,553,517
Total	7,614,803	67,983,450	1,399,955,264	1,475,553,517

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	7,691,936	44,004,470	1,388,767,173	1,440,463,579
Total	7,691,936	44,004,470	1,388,767,173	1,440,463,579

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.0% (30/06/17: 0.1%) decrease/increase respectively in the portfolio valuation.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets/(liabilities) £	30/06/2018 Total £	30/06/2017 Total £
Eurozone	220,992,165	5,711,776	226,703,941	181,532,447
Hong Kong	46,095,608	—	46,095,608	38,561,370
Japan	40,491,338	99,922	40,591,260	11,896,371
New Zealand	24,753,568	13,947	24,767,515	23,158,227
Norway	26,725,043	279,668	27,004,711	12,182,366
South Africa	19,003,541	—	19,003,541	—
South Korea	69,715,081	116,615	69,831,696	36,358,652
Sweden	—	340,362	340,362	16,094,760
Switzerland	34,814,706	(8,168,629)	26,646,077	19,969,429
Taiwan	—	87,762	87,762	89,401
Thailand	20,875,676	—	20,875,676	11,401,609
United States of America	420,722,214	6,872,110	427,594,324	487,115,895
Total	924,188,940	5,353,533	929,542,473	838,360,527

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	226,703,941	11,931,786	(10,795,426)
United States of America	427,594,324	22,504,964	(20,361,634)

30 June 2017

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	181,532,447	9,554,339	(8,644,402)
United States of America	487,115,895	25,637,679	(23,195,995)

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Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	678,677	383	0.06	1,511	0.22
Debt instruments (direct)	24,711	—	—	—	—
Collective investment schemes	26,592	10	0.04	—	—
Total purchases	729,980	393		1,511	
Total purchases including transaction costs	731,884				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	725,861	359	0.05	6	0.00
Collective investment schemes	79,008	34	0.04	—	—
Total sales	804,869	393		6	
Total sales net of transaction costs	804,470				

Total transaction costs 786 1,517

Total transaction costs as a % of average net assets 0.05% 0.09%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	857,438	571	0.07	1,694	0.20
Debt instruments (direct)	112,300	—	—	—	—
Collective investment schemes	21,464	7	0.03	—	—
Total purchases	991,202	578		1,694	
Total purchases including transaction costs	993,474				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	1,029,883	630	0.06	11	0.00
Debt instruments (direct)	130,527	—	—	—	—
Collective investment schemes	10,426	4	0.04	—	—
Total sales	1,170,836	634		11	
Total sales net of transaction costs	1,170,191				

Total transaction costs 1,212 1,705

Total transaction costs as a % of average net assets 0.07% 0.10%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.18% (30/06/17: 0.08%)

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £79,550,964 of investments were subject to stock lending agreements and on behalf of the Sub-fund £89,054,069 was held in collateral. The collateral is held 39.72% in debt securities and 60.28% in equity securities.

As at 30 June 2017, £43,614,726 of investments were subject to stock lending agreements and on behalf of the Sub-fund £47,815,974 was held collateral. The collateral was held 9.97% in debt securities and 90.03% in equity securities.

The gross earnings and the fees for the year are £180,260 (30/06/17: £153,286) and £36,052 (30/06/17: £30,657) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Capital Inc.	9,606,476	9,817,206
Barclays Capital Securities Ltd.	1,151,687	1,401,783
BNP Paribas Arbitrage	15,579,546	18,712,731
BNP Paribas	2,620,748	2,686,363
Citigroup Global Markets Limited	6,971,742	7,434,066
Credit Suisse Securities (Europe) Limited	4,641,998	5,377,267
Deutsche Bank, AG	7,126,296	8,110,689
ING Bank NV	2,710	2,845
J.P. Morgan Securities LLC	320,767	327,601
JP Morgan Securities, Plc.	23,274,791	25,914,290
Nomura International PLC	481,474	552,558
Societe Generale	98,007	103,120
UBS AG	7,674,722	8,613,550

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Growth Fund

Notes to the Financial Statements

(continued)

18 Shareholder's funds

The Sub-fund currently has six share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.75%	0.08%
B Shares (Income)	0.75%	0.08%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional Shares W (Accumulation)	0.625%	0.03%
Institutional Shares W (Income)	0.625%	0.03%
Sterling Income Shares	1.50%	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	645,568	150,556	(59,611)	95,422	831,935
B Shares (Income)	9,195,611	(104,734)	(505,720)	4,115,491	12,700,648
Institutional Shares (Accumulation)	10,724,868	338,081	(1,112,738)	(11,054)	9,939,157
Institutional Shares W (Accumulation)	83,942,708	7,711,709	(7,429,188)	3,096,807	87,322,036
Institutional Shares W (Income)	127,059,132	1,291,759	(20,176,086)	1,760,018	109,934,823
Sterling Income Shares	150,515,971	2,250,041	(13,343,132)	(1,889,007)	137,533,873

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Multi-Asset Income Fund
Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£127.10m
Sector:	The Investment Association Flexible Investment

Yield as at 30 June 2018:

B Shares (Accumulation)	3.92%
B Shares (Income)	3.97%
Exempt Shares 1 (Accumulation)	n/a
Exempt Shares 1 (Income)	n/a
F Shares (Accumulation)	3.92%
F Shares (Income)	3.97%
Institutional Shares (Accumulation)	n/a
Institutional Shares (Income)	n/a
Institutional W Shares (Accumulation)	3.92%
Institutional W Shares (Income)	3.97%
Sterling Accumulation Shares	n/a
Sterling Income Shares	4.04%
X Shares (Income)	n/a

Key Dates: Fund Launch 4 February 2015

Investment Objective

To provide income with the potential for capital growth over the longer term.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	1.86%	20.51%	7.01%
B Shares (Income)	1.86%	20.50%	7.04%
Exempt Shares 1 (Accumulation)*	n/a	20.97%	n/a
Exempt Shares 1 (Income)*	n/a	n/a	n/a
F Shares (Accumulation)	2.10%	20.80%	7.36%
F Shares (Income)	2.10%	20.81%	7.37%
Institutional Shares (Accumulation)*	n/a	n/a	n/a
Institutional Shares (Income)*	n/a	n/a	n/a
Institutional W Shares (Accumulation)	2.01%	20.66%	7.23%
Institutional W Shares (Income)	2.00%	20.67%	7.22%
Sterling Accumulation Shares*	n/a	n/a	n/a
Sterling Income Shares	1.44%	20.01%	6.64%
X Shares (Income)*	n/a	n/a	n/a

Source: Lipper Hindsight as at 30 June 2018 – Total return including income net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 614 to 620.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class returned 1.44%.

The Sub-fund produced a positive return and continued to deliver an attractive and sustainable income to investors.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners creating an unsettled backdrop. Bond markets remained unsettled with rising interest rates in the US and Europe. Rising oil prices and low unemployment in the US encouraged the notion that risks to *inflation* were on the upside.

The overweight to equities relative to bonds aided performance in the Sub-fund. Strong stock selection was seen from holdings such as event organiser UBM, which was the subject of a takeover by larger competitor Informa. The oil and gas sector also performed well as oil price strength benefited companies in the industry, including the Sub-fund's holdings in Suncor Energy and Royal Dutch Shell.

On the negative side was Indian software and retail service company Vakrangee. The stock fell sharply following a report that the regulator was conducting an inquiry into share-price manipulation. The company's auditor, PWC, subsequently resigned.

Pharmaceutical company Teva was notably weak owing to continued pressure on generic drug pricing in the US. Tobacco companies Japan Tobacco and British American Tobacco were among the main detractors, with such *defensive* stocks out of favour against a background of rising bond *yields*.

After a difficult time for infrastructure holdings owing to concerns around recent UK politics that was compounded by the collapse of UK construction company Carillion, they contributed positively to performance in the final months of the period, as investors sought the 'safety' of the stable cash flows that are seen in infrastructure and renewables companies.

In terms of activity, the manager introduced several new positions. Greencoat Renewables was added – the company provides exposure to Irish wind assets and the likely returns are attractive. South Korean electronics and semiconductor manufacturer Samsung Electronics was another addition. The outlook for earnings growth and a much-improved policy on shareholder returns are the key reasons behind the stock's inclusion in the portfolio. ABB, a large industrial company that has a thematically well-positioned portfolio with automation and electrification as the main end markets, was also added.

In fixed income, with the *yield* on US Treasuries continuing to rise, the manager marginally increased exposure to US bonds given the widening *spread* between the *yields* available on US and European government bonds and those in Europe.

Pharmaceutical company Roche was sold as a result of increasing biosimilar competition from sector peers. With the valuation appearing relatively full, the manager chose to exit the position in Indiabulls Housing Finance.

The Sub-fund continues to follow the investment process of searching for sustainable income through a focus on the underlying cash flows of the companies and *securities* in which it invests. Such an approach should ensure that the Sub-fund meets the objective of providing, not only an attractive and growing income, but also an attractive *total return* over the cycle.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
US Treasury 2% Notes 15/2/2025	Treasury 5% Gilts 7/3/2018
Greencoat UK Wind	Treasury 1% Notes 7/9/2017
Treasury 5% Gilts 7/3/2018	Indiabulls Housing Finance
GCP Infrastructure Investments Fund	Taiwan Semiconductor Manufacturing
US Treasury 2.375% Notes 15/1/2025	Burckhardt Compression
Mexico (Government) 8% Bonds 7/11/2047	Vakrangee
China Harmony New Energy Auto	BAE Systems
Treasury 1% Notes 7/9/2017	Petrobras Global Finance 6.875% Bonds 20/1/2040
Sky City	UBM
BAE Systems	Hollysys Automation Technologies

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Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	127.58	107.12	98.60
Return before operating charges*	3.64	21.64	9.73
Operating charges	(1.21)	(1.18)	(1.21)
Return after operating charges	2.43	20.46	8.52
Distributions	(5.07)	(4.66)	(4.37)
Retained distributions on accumulation shares	5.07	4.66	4.37
Closing net asset value per share	130.01	127.58	107.12
*After direct transaction costs of	(0.19)	(0.20)	(0.09)
Performance			
Return after charges	1.90%	19.10%	8.64%
Other information			
Closing net asset value (£)	604,455	112,347	17,310
Closing number of shares	464,945	88,057	16,160
Operating charges**	0.93%	0.99%	1.21%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	133.17	130.64	106.26
Lowest share price	125.61	107.62	93.93

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	115.50	100.79	96.84
Return before operating charges*	3.27	20.16	9.31
Operating charges	(1.08)	(1.13)	(1.16)
Return after operating charges	2.19	19.03	8.15
Distributions	(4.52)	(4.32)	(4.20)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	113.17	115.50	100.79
*After direct transaction costs of	(0.17)	(0.19)	(0.09)
Performance			
Return after charges	1.90%	18.88%	8.42%
Other information			
Closing net asset value (£)	1,521,572	194,610	79,432
Closing number of shares	1,344,478	168,494	78,810
Operating charges**	0.93%	1.02%	1.20%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	118.71	119.37	101.10
Lowest share price	111.39	101.29	90.38

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 1 (Accumulation)	30/06/2018*** (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	133.35	111.53	100.00
Return before operating charges*	4.80	22.52	11.91
Operating charges	(0.25)	(0.70)	(0.38)
Return after operating charges	4.55	21.82	11.53
Distributions	(2.08)	(4.99)	(3.59)
Retained distributions on accumulation shares	2.08	4.99	3.59
Closing net asset value per share	137.90	133.35	111.53
*After direct transaction costs of	(0.07)	(0.21)	(0.07)
Performance			
Return after charges	3.41%	19.56%	11.53%
Other information			
Closing net asset value (£)	—	6,667	5,576
Closing number of shares	—	5,000	5,000
Operating charges**	0.54%	0.56%	0.49%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	139.48	136.53	110.64
Lowest share price	133.16	112.06	97.53

Exempt Shares 1 (Income)	30/06/2018**** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.36
Operating charges	(0.46)
Return after operating charges	(0.10)
Distributions	(3.21)
Retained distributions on accumulation shares	—
Closing net asset value per share	96.69
*After direct transaction costs of	(0.12)
Performance	
Return after charges	(0.10%)
Other information	
Closing net asset value (£)	5,760,100
Closing number of shares	5,957,197
Operating charges**	0.57%†
Direct transaction costs*	0.15%
Prices	
Highest share price	101.15
Lowest share price	94.95

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***Share class launched on 05 October 2015 and closed on 29 January 2018.

****Share class launched on 04 September 2017.

† An adjustment was made to the fund post the year end date, to bring the OCF in line with discretionary cap of 5bps.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Statistics

(continued)

Comparative tables (continued)

F Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	128.48	107.61	98.74
Return before operating charges*	3.60	21.68	9.70
Operating charges	(0.84)	(0.81)	(0.83)
Return after operating charges	2.76	20.87	8.87
Distributions	(5.12)	(4.69)	(4.35)
Retained distributions on accumulation shares	5.12	4.69	4.35
Closing net asset value per share	131.24	128.48	107.61
*After direct transaction costs of	(0.19)	(0.20)	(0.09)
Performance			
Return after charges	2.15%	19.39%	8.98%
Other information			
Closing net asset value (£)	644,549	238,097	5,380
Closing number of shares	491,133	185,313	5,000
Operating charges**	0.64%	0.68%	0.83%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	134.29	131.55	106.75
Lowest share price	126.72	108.11	94.25

F Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	116.31	101.24	96.95
Return before operating charges*	3.23	20.13	9.29
Operating charges	(0.75)	(0.71)	(0.80)
Return after operating charges	2.48	19.42	8.49
Distributions	(4.56)	(4.35)	(4.20)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	114.23	116.31	101.24
*After direct transaction costs of	(0.17)	(0.19)	(0.09)
Performance			
Return after charges	2.13%	19.18%	8.76%
Other information			
Closing net asset value (£)	1,039,791	438,212	5,320
Closing number of shares	910,239	376,754	5,255
Operating charges**	0.64%	0.64%	0.83%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	119.71	120.21	101.55
Lowest share price	112.37	101.75	90.69

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	(1.51)
Operating charges	(0.39)
Return after operating charges	(1.90)
Distributions	(2.09)
Retained distributions on accumulation shares	2.09
Closing net asset value per share	98.10
*After direct transaction costs of	(0.07)
Performance	
Return after charges	(1.90%)
Other information	
Closing net asset value (£)	187,487
Closing number of shares	191,111
Operating charges**	0.88%
Direct transaction costs*	0.15%
Prices	
Highest share price	100.47
Lowest share price	94.78

Institutional Shares (Income)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	(1.52)
Operating charges	(0.39)
Return after operating charges	(1.91)
Distributions	(2.07)
Retained distributions on accumulation shares	—
Closing net asset value per share	96.02
*After direct transaction costs of	(0.06)
Performance	
Return after charges	(1.91%)
Other information	
Closing net asset value (£)	2,309,911
Closing number of shares	2,405,571
Operating charges**	0.88%
Direct transaction costs*	0.15%
Prices	
Highest share price	100.47
Lowest share price	94.27

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*** Share class launched on 15 January 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	128.14	107.43	98.70
Return before operating charges*	3.60	21.70	9.71
Operating charges	(0.99)	(0.99)	(0.98)
Return after operating charges	2.61	20.71	8.73
Distributions	(5.10)	(4.68)	(4.35)
Retained distributions on accumulation shares	5.10	4.68	4.35
Closing net asset value per share	130.75	128.14	107.43
*After direct transaction costs of	(0.19)	(0.20)	(0.09)
Performance			
Return after charges	2.04%	19.28%	8.84%
Other information			
Closing net asset value (£)	56,698,783	35,045,671	7,811,522
Closing number of shares	43,362,959	27,350,232	7,270,937
Operating charges**	0.76%	0.83%	0.98%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	133.85	131.20	106.58
Lowest share price	126.28	107.94	94.14

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	115.98	101.07	96.91
Return before operating charges*	3.23	20.18	9.31
Operating charges	(0.88)	(0.93)	(0.95)
Return after operating charges	2.35	19.25	8.36
Distributions	(4.54)	(4.34)	(4.20)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	113.79	115.98	101.07
*After direct transaction costs of	(0.17)	(0.19)	(0.09)
Performance			
Return after charges	2.03%	19.05%	8.63%
Other information			
Closing net asset value (£)	37,443,481	16,857,370	7,228,377
Closing number of shares	32,906,077	14,534,966	7,152,172
Operating charges**	0.76%	0.84%	0.98%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	119.30	119.87	101.37
Lowest share price	111.96	101.57	90.57

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Accumulation shares	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	(1.45)
Operating charges	(0.65)
Return after operating charges	(2.10)
Distributions	(2.09)
Retained distributions on accumulation shares	2.09
Closing net asset value per share	97.90
*After direct transaction costs of	(0.07)
Performance	
Return after charges	(2.10%)
Other information	
Closing net asset value (£)	2,012,618
Closing number of shares	2,055,784
Operating charges**	1.45%
Direct transaction costs*	0.15%
Prices	
Highest share price	100.46
Lowest share price	94.70

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	114.39	100.27	96.69
Return before operating charges*	3.34	20.13	9.37
Operating charges	(1.66)	(1.67)	(1.61)
Return after operating charges	1.68	18.46	7.76
Distributions	(4.53)	(4.34)	(4.18)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	111.54	114.39	100.27
*After direct transaction costs of	(0.17)	(0.19)	(0.09)
Performance			
Return after charges	1.47%	18.41%	8.03%
Other information			
Closing net asset value (£)	18,581,670	1,142,618	180,553
Closing number of shares	16,658,493	998,879	180,072
Operating charges**	1.45%	1.52%	1.67%
Direct transaction costs*	0.15%	0.17%	0.09%
Prices			
Highest share price	117.29	118.28	100.56
Lowest share price	109.98	100.76	90.04

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*** Share class launched on 15 January 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.17
Operating charges	(0.01)
Return after operating charges	0.16
Distributions	(0.83)
Retained distributions on accumulation shares	—
Closing net asset value per share	99.33
*After direct transaction costs of	(0.02)
Performance	
Return after charges	0.16%
Other information	
Closing net asset value (£)	297,994
Closing number of shares	300,000
Operating charges**	0.09%
Direct transaction costs*	0.15%
Prices	
Highest share price	101.30
Lowest share price	99.33

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*** Share class launched on 08 May 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Overseas Government Bonds 12.56% (4.52%)			
Australia (Commonwealth) 3.25% Bonds 21/4/2029	AUD2,344,000	1,385,713	1.09
Ecuador (Government) 8.875% Bonds 23/10/2027	USD636,000	428,496	0.34
Ecuador (Government) 10.5% International Bonds 24/3/2020	USD767,000	594,022	0.47
El Salvador (Government) 7.375% International Bonds 1/12/2019	USD410,000	317,923	0.25
Ethiopia (Government) 6.625% Medium Term Notes 11/12/2024	USD430,000	317,553	0.25
Guatemala (Government) 5.75% Bonds 6/6/2022	USD410,000	321,758	0.25
Indonesia Treasury Bond 8.25% Bonds 15/5/2036	IDR14,008,000,000	731,157	0.57
Mexico (Government) 6.5% Bonds 9/6/2022	MXN22,695,900	838,919	0.66
Mexico (Government) 8% Bonds 7/11/2047	MXN56,111,700	2,238,241	1.76
New Zealand (Government) 4.5% Bonds 15/4/2027	NZD4,103,000	2,257,548	1.78
US Treasury 2% Notes 15/2/2025	USD5,523,800	3,976,670	3.13
US Treasury 2.375% Notes 15/1/2025	USD2,292,500	2,557,607	2.01
Sterling Denominated Corporate Bonds 3.18% (3.88%)			
Anglian Water 4.125% Guaranteed Notes 28/7/2020	£43,000	79,197	0.06
Arqiva Broadcast Finance 9.5% Guaranteed Senior European Medium Term Notes 31/3/2020	£200,000	207,060	0.16
Balfour Beatty Finance No. 2 1.875% Convertible Bonds 3/12/2018	£200,000	199,296	0.16
Ei 6.375% Bonds 15/2/2022	£200,000	207,846	0.16
Enterprise Inns 6.5% Guaranteed Senior Bonds 6/12/2018	£13,000	13,140	0.01
Investec 6.75% Perpetual European Medium Term Notes	£475,000	474,668	0.38
Mclaren Finance 5% Bonds 1/8/2022	£199,000	194,795	0.15
Nationwide Building Society 6.875% Perpetual Subordinated Floating Rate European Medium Term Notes	£402,000	410,225	0.32
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£390,219	452,252	0.36
Thames Water Utilities 3.375% Notes 21/7/2021	£74,000	132,637	0.11
TP ICAP 5.25% Bonds 26/1/2024	£668,000	685,254	0.54
Virgin Media Receivables Financing Notes I DAC 5.5% Bonds 15/9/2024	£596,000	586,166	0.46
Virgin Media Secured Finance 6.25% Guaranteed Senior Notes 28/3/2029	£378,000	394,273	0.31
Non-Sterling Denominated Corporate Bonds 5.52% (4.79%)			
CCO 5.875% Bonds 1/5/2027	USD121,000	89,473	0.07
CCO Capital 5.5% Bonds 1/5/2026	USD182,000	133,676	0.10
Cemex 6.125% Bonds 5/5/2025	USD486,000	373,748	0.29
Cemex Finance 6% Bonds 1/4/2024	USD430,000	329,767	0.26
Ctrip.com International 1.99% Bonds 1/7/2025	USD68,000	58,821	0.05
ECL Finance 9.05% European Medium Term Notes 28/12/2019	INR33,600,000	370,292	0.29
First Quantum Minerals 7% Bonds 15/2/2021	USD75,000	57,376	0.04
InterXion 4.75% Bonds 15/6/2025	EUR418,000	370,664	0.29
Nexi Capital 4.125% Bonds 1/11/2023	EUR 342,000	297,206	0.23
Nielsen Finance 5% Bonds 15/4/2022	USD79,000	58,796	0.05
Nova Austral 8.25% Bonds 26/5/2021	USD 600,000	429,399	0.34
Petrobras Global Finance 6.875% Bonds 20/1/2040	USD273,000	187,032	0.15
Redwood Trust 4.75% Bonds 15/8/2023	USD1,174,000	862,193	0.68
Rocket Internet 3% Bonds 22/7/2022	EUR400,000	376,858	0.30
Sable International Finance 6.875% Bonds 1/8/2022	USD649,000	506,173	0.40
SoftBank 6% Perpetual Bonds	USD440,000	290,620	0.23
Sprint 7.125% Bonds 15/6/2024	USD468,000	357,878	0.28
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	USD721,000	584,336	0.46
Teva Pharmaceutical Finance Netherlands II 1.125% Bonds 15/10/2024	EUR477,000	356,509	0.28
Teva Pharmaceutical Finance Netherlands III BV 2.2% Bonds 21/7/2021	USD561,000	394,129	0.31
T-Mobile USA 6% Bonds 1/3/2023	USD678,000	530,486	0.42
United Kingdom 19.36% (18.17%)			
Ascential	250,719	1,134,754	0.89
BAE Systems	298,399	1,929,448	1.52
Balfour Beatty	357,812	386,437	0.30
Bank of Georgia	34,977	659,246	0.52
British American Tobacco	17,607	674,260	0.53
Centrica	135,431	213,507	0.17
Civitas Social Housing	2,168,930	2,161,094	1.70
Cobham	362,876	466,477	0.37
Diageo	33,989	925,181	0.73

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom (continued)			
Dixons Carphone	314,239	586,370	0.46
Georgia Capital	34,977	360,263	0.28
Greencoat UK Wind	4,170,571	5,213,214	4.10
Hikma Pharmaceuticals	86,313	1,295,127	1.02
Informa	198,165	1,654,281	1.30
International Public Partnership	1,134,535	1,624,654	1.28
Next	8,136	492,065	0.39
Prudential	103,932	1,802,701	1.42
Royal Dutch Shell class 'B' shares	39,365	1,068,169	0.84
VPC Specialty Lending Investments	2,481,414	1,960,317	1.54
United States of America 8.66% (9.76%)			
Albemarle	12,666	904,968	0.71
Ambev ADR (each representing 1 ordinary share)	180,198	631,938	0.50
Apple	13,547	1,876,828	1.48
Applied Materials	29,644	1,036,894	0.82
CA	23,448	633,154	0.50
Citigroup	14,543	737,367	0.58
Gilead Sciences	7,355	394,699	0.31
Hollysys Automation Technologies	35,138	589,248	0.46
Las Vegas Sands	13,741	794,745	0.62
Microsoft	13,449	1,004,511	0.79
Redwood Trust	170,705	2,128,237	1.67
Teva Pharmaceutical Industries ADR (each representing 1 ordinary share)	15,424	284,005	0.22
Australia 1.15% (1.31%)			
Dexus Property	74,400	404,289	0.32
Insurance Australia	220,543	1,051,557	0.83
Brazil 0.20% (0.48%)			
CCR	130,172	257,548	0.20
Canada 1.02% (0.00%)			
Suncor Energy	41,964	1,292,483	1.02
Denmark 0.42% (0.72%)			
Orsted	11,715	537,281	0.42
Georgia 1.29% (2.39%)			
TBC Bank	93,678	1,633,744	1.29
Germany 4.86% (4.75%)			
HeidelbergCement	12,325	787,623	0.62
Hella Hueck	19,497	825,228	0.65
Infineon Technologies	63,612	1,228,079	0.97
Telefonica Deutschland	780,454	2,328,766	1.83
Volkswagen non-voting preference shares	7,974	1,004,340	0.79
Guernsey 10.23% (13.40%)			
Bluefield Solar Income Fund	703,799	848,078	0.67
Doric Nimrod Air Three preference shares	1,919,695	1,881,301	1.48
Doric Nimrod Air Two (Private Placing)	742,190	1,514,068	1.19
Fair Oaks Income	789,028	585,683	0.46
John Laing Environmental Assets	2,418,644	2,503,297	1.97
John Laing Infrastructure Fund	891,090	1,053,268	0.83
NextEnergy Solar Fund	1,153,889	1,240,431	0.97
Renewables Infrastructure	1,619,939	1,778,693	1.40
Tufton Oceanic Assets	1,035,000	823,140	0.65
Volta Finance	127,433	779,869	0.61
Hong Kong 5.55% (4.92%)			
AIA	438,600	2,904,818	2.29
China Harmony New Energy Auto	4,207,000	1,368,764	1.08
Link Real Estate Investment Trust	79,500	549,933	0.43
Man Wah	1,792,800	1,066,200	0.84
Sands China	286,800	1,160,164	0.91

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
India 1.02% (3.04%)			
IRB InvIT Fund	1,195,000	1,043,910	0.82
Vakrangee	342,682	253,251	0.20
Ireland 2.61% (1.51%)			
AIB	218,972	902,418	0.71
CRH	40,136	1,078,694	0.85
Greencoat Renewables	1,415,949	1,333,615	1.05
Israel 1.00% (1.04%)			
Bank Hapoalim	247,466	1,267,323	1.00
Italy 1.16% (1.44%)			
Atlantia	65,628	1,468,396	1.16
Japan 1.28% (0.93%)			
Japan Tobacco	49,100	1,038,155	0.82
Ebara	25,000	587,230	0.46
Jersey 4.98% (2.93%)			
Blackstone	1,170,977	911,306	0.72
Ferguson	27,101	1,666,440	1.31
GCP Infrastructure Investments Fund	3,136,614	3,751,390	2.95
Luxembourg 3.46% (4.86%)			
B&M European Value Retail	273,660	1,105,586	0.87
BBGI	1,837,243	2,480,278	1.95
Samsonite International	302,684	812,382	0.64
Mexico 1.79% (1.62%)			
Kimberly-Clark de Mexico	483,262	625,156	0.49
Wal-Mart de Mexico	818,300	1,647,920	1.30
Netherlands 0.74% (1.10%)			
Wolters Kluwer	22,713	944,073	0.74
New Zealand 2.08% (0.51%)			
Sky City	930,898	1,928,630	1.52
Spark New Zealand	372,933	713,354	0.56
Singapore 0.62% (0.80%)			
Mapletree Greater	630,000	395,467	0.31
Parkway Life Real Estate Investment Trust	263,000	397,389	0.31
South Korea 0.95% (0.00%)			
Samsung Electronics preference shares	47,075	1,202,934	0.95
Switzerland 2.27% (2.18%)			
ABB (Regd.)	75,333	1,247,505	0.98
Novartis	8,135	467,126	0.37
Zurich Insurance	5,243	1,175,776	0.92
Taiwan 0.82% (0.46%)			
Taiwan Semiconductor Manufacturing	195,000	1,046,397	0.82
Derivatives -0.36% (-0.06%)			
AUD Forward Foreign Currency Contracts -0.04% (0.03%)			
Forward Foreign Currency Contracts 13/07/18	AUD(3,169,219)	(1,772,825)	(1.40)
Forward Foreign Currency Contracts 13/07/18	£1,726,074	1,726,074	1.36
EUR Forward Foreign Currency Contracts -0.03% (-0.01%)			
Forward Foreign Currency Contracts 13/07/18	EUR(1,029,000)	(910,261)	(0.72)
Forward Foreign Currency Contracts 13/07/18	£908,130	908,130	0.72
Forward Foreign Currency Contracts 13/07/18	EUR(2,947,367)	(2,607,264)	(2.05)
Forward Foreign Currency Contracts 13/07/18	£2,584,345	2,584,345	2.03
Forward Foreign Currency Contracts 14/09/18	EUR 552,415	489,648	0.38
Forward Foreign Currency Contracts 14/09/18	USD(657,042)	(496,011)	(0.39)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
JPY Forward Foreign Currency Contracts 0.00% (0.02%)			
Forward Foreign Currency Contracts 14/09/18	YEN(120,388,037)	(824,774)	(0.65)
Forward Foreign Currency Contracts 14/09/18	£818,842	818,842	0.65
MXN Forward Foreign Currency Contracts 0.00% (0.08%)			
Forward Foreign Currency Contracts 16/08/18	MXN(1,138,537)	(43,471)	(0.03)
Forward Foreign Currency Contracts 16/08/18	£42,006	42,006	0.03
NZD Forward Foreign Currency Contracts 0.00% (-0.12%)			
Forward Foreign Currency Contracts 16/08/18	NZD(4,589,868)	(2,349,060)	(1.85)
Forward Foreign Currency Contracts 16/08/18	£2,351,914	2,351,914	1.85
Forward Foreign Currency Contracts 16/08/18	NZD197,000	100,823	0.08
Forward Foreign Currency Contracts 16/08/18	£(103,365)	(103,365)	(0.08)
USD Forward Foreign Currency Contracts -0.28% (-0.06%)			
Forward Foreign Currency Contracts 16/08/18	USD(645,051)	(487,591)	(0.38)
Forward Foreign Currency Contracts 16/08/18	£473,005	473,005	0.37
Forward Foreign Currency Contracts 16/08/18	USD(672,681)	(508,476)	(0.40)
Forward Foreign Currency Contracts 16/08/18	£498,410	498,410	0.39
Forward Foreign Currency Contracts 16/08/18	USD690,020	521,582	0.41
Forward Foreign Currency Contracts 16/08/18	£(514,684)	(514,684)	(0.40)
Forward Foreign Currency Contracts 16/08/18	USD(17,256,900)	(13,044,388)	(10.26)
Forward Foreign Currency Contracts 16/08/18	£12,702,197	12,702,197	9.99
Forward Foreign Currency Contracts 14/09/18	USD196,674	148,473	0.12
Forward Foreign Currency Contracts 14/09/18	TWD(5,868,000)	(146,046)	(0.12)
Options -0.01% (0.04%)			
Dixons Carphone	(310)	(775)	0.00
JPY LG August 2018	JPY24	6,565	0.01
Next	(7)	(8,346)	(0.01)
Teva Pharmaceutical Industries	(154)	(6,415)	(0.01)
Portfolio of investments*		125,091,015	98.42
Net current assets		2,011,396	1.58
Total Net Assets		127,102,411	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the UK Government Bonds, Thailand and HKD Forward Foreign Currency Contracts portfolio categories, which, at 30 June 2017, represented 1.54%, 0.33% & 0.00% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital (losses)/gains	3		(2,667,086)		4,126,183
Revenue	4	4,144,460		1,410,794	
Expenses	5	(716,286)		(239,603)	
Interest payable and similar charges	7	(14)		—	
Net revenue before taxation		3,428,160		1,171,191	
Taxation	6	(230,835)		(59,073)	
Net revenue after taxation			3,197,325		1,112,118
Total return before distributions			530,239		5,238,301
Distributions	8		(3,763,921)		(1,304,289)
Change in net assets attributable to Shareholders from investment activities			(3,233,682)		3,934,012

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
			54,035,592		15,333,470
Amounts received on issue of shares		95,102,278		36,277,740	
Amounts paid on cancellation of shares		(21,027,846)		(2,469,935)	
			74,074,432		33,807,805
Dilution adjustment			210,836		43,723
Change in net assets attributable to Shareholders from investment activities (see above)			(3,233,682)		3,934,012
Retained distributions on accumulation shares			2,013,463		916,582
Unclaimed distributions			1,770		—
Closing net assets attributable to Shareholders			127,102,411		54,035,592

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			125,561,497		50,566,255
Current assets					
Debtors	10	834,598		687,306	
Cash and bank balances	11	2,537,406		3,226,726	
Total other assets			3,372,004		3,914,032
Total assets			128,933,501		54,480,287
LIABILITIES					
Investment liabilities					
			(470,482)		(117,054)
Creditors					
Distribution payable	12	(713,438)		(175,449)	
Other creditors	12	(647,170)		(152,192)	
Total other liabilities			(1,360,608)		(327,641)
Total liabilities			(1,831,090)		(444,695)
Net assets attributable to Shareholders			127,102,411		54,035,592

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 June 2018

Group 2: Shares purchased 1 June 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.4207	—	1.4207	1.2237
Group 2	0.1461	1.2746	1.4207	1.2237
B Shares (Income)				
Group 1	1.2183	—	1.2183	1.0832
Group 2	0.1031	1.1152	1.2183	1.0832
Exempt Shares 1 (Accumulation)*				
Group 1	n/a	n/a	n/a	1.4120
Group 2	n/a	n/a	n/a	1.4120
Exempt Shares 1 (Income)*				
Group 1	0.8763	—	0.8763	n/a
Group 2	0.8763	0.0000	0.8763	n/a
F Shares (Accumulation)				
Group 1	1.4416	—	1.4416	1.2387
Group 2	0.0819	1.3597	1.4416	1.2387
F Shares (Income)				
Group 1	1.2340	—	1.2340	1.0967
Group 2	1.2340	0.0000	1.2340	1.0967
Institutional Shares (Accumulation)*				
Group 1	0.7915	—	0.7915	n/a
Group 2	0.1153	0.6762	0.7915	n/a
Institutional Shares (Income)*				
Group 1	0.7761	—	0.7761	n/a
Group 2	0.0707	0.7054	0.7761	n/a
Institutional W Shares (Accumulation)				
Group 1	1.4337	—	1.4337	1.2306
Group 2	0.1092	1.3245	1.4337	1.2306
Institutional W Shares (Income)				
Group 1	1.2271	—	1.2271	1.0893
Group 2	0.1215	1.1056	1.2271	1.0893
Sterling Accumulation Shares*				
Group 1	0.7972	—	0.7972	n/a
Group 2	0.0592	0.7380	0.7972	n/a
Sterling Income Shares				
Group 1	1.2572	—	1.2572	1.1180
Group 2	0.0290	1.2282	1.2572	1.1180
X Shares (Income)*				
Group 1	0.5709	—	0.5709	n/a
Group 2	0.5709	0.0000	0.5709	n/a

*For share class launch and closure dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 May 2018

Group 2: Shares purchased 1 May 2018 to 31 May 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/05/2017
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.0000	0.3317	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)*				
Group 1	n/a	n/a	n/a	0.3257
Group 2	n/a	n/a	n/a	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.0000	0.3340	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0000	0.3024	0.3024	0.2957
Institutional Shares (Accumulation)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.0000	0.2590	0.2590	n/a
Institutional Shares (Income)*				
Group 1	0.3015	—	0.3015	n/a
Group 2	0.0000	0.3015	0.3015	n/a
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0000	0.3331	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0000	0.3015	0.3015	0.2952
Sterling Accumulation Shares*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.0000	0.2590	0.2590	n/a
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929
X Shares (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a

*For share class launch and closure dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 April 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/04/2017
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.0000	0.3317	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)*				
Group 1	n/a	n/a	n/a	0.3257
Group 2	n/a	n/a	n/a	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.0000	0.3340	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0000	0.3024	0.3024	0.2957
Institutional Shares (Accumulation)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.1972	0.0618	0.2590	n/a
Institutional Shares (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.1370	0.1220	0.2590	n/a
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0000	0.3331	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0000	0.3015	0.3015	0.2952
Sterling Accumulation Shares*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.1613	0.0977	0.2590	n/a
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929

*For share class launch and closure dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 March 2018

Group 2: Shares purchased 1 March 2018 to 31 March 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.0000	0.3317	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)*				
Group 1	n/a	n/a	n/a	0.3257
Group 2	n/a	n/a	n/a	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.0000	0.3340	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0000	0.3024	0.3024	0.2957
Institutional Shares (Accumulation)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.1172	0.1418	0.2590	n/a
Institutional Shares (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.0632	0.1958	0.2590	n/a
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0000	0.3331	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0000	0.3015	0.3015	0.2952
Sterling Accumulation Shares*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.0839	0.1751	0.2590	n/a
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929

*For share class launch and closure dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 February 2018

Group 2: Shares purchased 1 February 2018 to 28 February 2018

	Net Revenue	Equalisation	Amount Paid	Prior Period 28/02/2017
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.0000	0.3317	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)*				
Group 1	n/a	n/a	n/a	0.3257
Group 2	n/a	n/a	n/a	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.3340	0.0000	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.3024	0.0000	0.3024	0.2957
Institutional Shares (Accumulation)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
Institutional Shares (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.0615	0.1975	0.2590	n/a
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0000	0.3331	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0000	0.3015	0.3015	0.2952
Sterling Accumulation Shares*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.0795	0.1795	0.2590	n/a
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929

*For share class launch and closure dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/01/2017
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.3313	0.0004	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.2893	0.0110	0.3003	0.2944
Exempt Shares 1 (Accumulation)*				
Group 1	n/a	n/a	n/a	0.3257
Group 2	n/a	n/a	n/a	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.3340	0.0000	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0000	0.3024	0.3024	0.2957
Institutional Shares (Accumulation)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
Institutional Shares (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.3141	0.0190	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.2901	0.0114	0.3015	0.2952
Sterling Accumulation Shares*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.2973	0.0001	0.2974	0.2929

*For share class launch and closure dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 December 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.0000	0.3317	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)				
Group 1	0.3467	—	0.3467	0.3257
Group 2	0.3467	0.0000	0.3467	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.0000	0.3340	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0000	0.3024	0.3024	0.2957
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0000	0.3331	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0000	0.3015	0.3015	0.2952
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929

*For share class launch dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 November 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/11/2016
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.0671	0.2646	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)				
Group 1	0.3467	—	0.3467	0.3257
Group 2	0.3467	0.0000	0.3467	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.0000	0.3340	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0259	0.2765	0.3024	0.2957
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0000	0.3331	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0000	0.3015	0.3015	0.2952
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929

*For share class launch dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/10/2016
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.1168	0.2149	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)				
Group 1	0.3467	—	0.3467	0.3257
Group 2	0.3467	0.0000	0.3467	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.3340	0.0000	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0000	0.3024	0.3024	0.2957
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0423	0.2908	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0324	0.2691	0.3015	0.2952
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929

*For share class launch dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 September 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.1406	0.1911	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)				
Group 1	0.3467	—	0.3467	0.3257
Group 2	0.3467	0.0000	0.3467	0.3257
Exempt Shares 1 (Income)*				
Group 1	0.2590	—	0.2590	n/a
Group 2	0.2590	0.0000	0.2590	n/a
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	3.1420
Group 2	0.0208	0.3132	0.3340	3.1420
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0981	0.2043	0.3024	0.2957
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.0099	0.3232	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0025	0.2990	0.3015	0.2952
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.0000	0.2974	0.2974	0.2929

*For share class launch dates, please refer to the Statistics section on pages 614 to 620.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 August 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/08/2016
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.2882	0.0435	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.0000	0.3003	0.3003	0.2944
Exempt Shares 1 (Accumulation)				
Group 1	0.3467	—	0.3467	0.3257
Group 2	0.3467	0.0000	0.3467	0.3257
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.3340	0.0000	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0472	0.2552	0.3024	0.2957
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.1068	0.2263	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.0964	0.2051	0.3015	0.2952
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.1342	0.1632	0.2974	0.2929

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 July 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/07/2016
B Shares (Accumulation)				
Group 1	0.3317	—	0.3317	0.3128
Group 2	0.2852	0.0465	0.3317	0.3128
B Shares (Income)				
Group 1	0.3003	—	0.3003	0.2944
Group 2	0.2202	0.0801	0.3003	0.2944
Exempt Shares 1 (Accumulation)				
Group 1	0.3467	—	0.3467	0.3257
Group 2	0.3467	0.0000	0.3467	0.3257
F Shares (Accumulation)				
Group 1	0.3340	—	0.3340	0.3142
Group 2	0.2238	0.1102	0.3340	0.3142
F Shares (Income)				
Group 1	0.3024	—	0.3024	0.2957
Group 2	0.0668	0.2356	0.3024	0.2957
Institutional W Shares (Accumulation)				
Group 1	0.3331	—	0.3331	0.3137
Group 2	0.2230	0.1101	0.3331	0.3137
Institutional W Shares (Income)				
Group 1	0.3015	—	0.3015	0.2952
Group 2	0.1604	0.1411	0.3015	0.2952
Sterling Income Shares				
Group 1	0.2974	—	0.2974	0.2929
Group 2	0.1981	0.0993	0.2974	0.2929

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	85.69	14.31
Interim distributions for 31 May 2018	86.43	13.57
Interim distributions for 30 April 2018	89.09	10.91
Interim distributions for 31 March 2018	75.46	24.54
Interim distributions for 28 February 2018	84.88	15.12
Interim distributions for 31 January 2018	54.36	45.64
Interim distributions for 31 December 2017	81.28	18.72
Interim distributions for 30 November 2017	85.80	14.20
Interim distributions for 31 October 2017	86.31	13.69
Interim distributions for 30 September 2017	87.56	12.44
Interim distributions for 31 August 2017	88.01	11.99
Interim distributions for 31 July 2017	94.66	5.34

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital

The net capital (losses)/gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
(Losses)/gains on non-derivative securities	(2,094,328)	4,237,131
Gains on derivative contracts	19,156	21,158
Losses on forward currency contracts	(656,429)	(69,748)
Currency exchange gains/(losses)	102,727	(25,820)
Activity charges	(38,212)	(36,538)
Net capital (losses)/gains	(2,667,086)	4,126,183

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	6,975	2,490
Interest on debt securities	831,856	237,132
Overseas dividends	2,534,922	884,112
Property income distribution	200,268	64,767
Stock lending	11,005	663
UK dividends	559,434	221,630
Total revenue	4,144,460	1,410,794

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

(continued)

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	623,195	207,229
Administration fees	35,955	10,530
Expenses capped*	(441)	(8)
Safe custody charges	15,848	2,638
	674,557	220,389
Other expenses		
Audit fee†	10,008	9,668
Depositary's fees	18,630	9,000
Financial Conduct Authority fee	120	(88)
Professional fees	12,971	634
	41,729	19,214
Total expenses	716,286	239,603

†The Audit fee net of VAT for 2018 is £8,500 (30/06/17: £8,100).

*There is currently a discretionary cap of 5bps, excluding ACD fee, on expenses charged to the Exempt Shares 1 (Income) share class. Please see Accounting policy note - 1.1(e) for further information.

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Corporation tax	122,529	25,784
Corporation tax prior year adjustment	—	253
Double tax relief	(41,523)	(10,600)
Overseas tax withheld	147,890	42,677
Total current tax charge	228,896	58,114
Deferred tax movement (see Note 6c)	1,939	959
Total tax charge (see Note 6b)	230,835	59,073
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	3,428,160	1,171,191
Corporation tax @ 20%	685,632	234,238
Effects of:		
Dividends not subject to corporation tax	(561,164)	(207,495)
Double tax relief	(41,523)	(10,600)
Overseas tax withheld	147,890	42,677
Prior year adjustment	—	253
Total tax charge (see Note 6a)	230,835	59,073
c) Deferred tax (see Note 6a)		
Opening deferred tax balance	2,037	1,078
Deferred tax movement for the year	1,939	959
Closing deferred tax balance	3,976	2,037

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

(continued)

7 Interest payable and similar charges

	30/06/2018	30/06/2017
	£	£
Interest	14	—
Total interest	14	—

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018	30/06/2017
	£	£
Interim Dividend distribution 31 July	147,540	52,803
Interim Dividend distribution 31 August	153,827	53,568
Interim Dividend distribution 30 September	175,529	54,228
Interim Dividend distribution 31 October	180,521	55,450
Interim Dividend distribution 30 November	178,506	77,328
Interim Dividend distribution 31 December	175,387	85,838
Interim Dividend distribution 31 January	319,982	93,950
Interim Dividend distribution 28 February	322,041	102,762
Interim Dividend distribution 31 March	326,363	108,817
Interim Dividend distribution 30 April	332,258	116,034
Interim Dividend distribution 31 May	332,420	124,115
Final Dividend distribution 30 June	1,366,719	515,468
	4,011,093	1,440,361
Amounts added on issue of shares	(336,585)	(143,740)
Amounts deducted on cancellation of shares	89,413	7,668
Net distributions for the year	3,763,921	1,304,289

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	3,197,325	1,112,118
Capitalised fees less tax relief paid from capital	566,615	192,182
Equalisation on conversions	(19)	(11)
	3,763,921	1,304,289

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	506,705	177,742
Accrued expenses refundable by the ACD/TER Cap	439	—
Amount receivable for issue of shares	151,047	475,915
Amounts receivable on open currency contracts	52,580	18,591
Overseas tax recoverable	32,427	15,055
Prepaid expenses	—	3
Sales awaiting settlement	91,400	—
Total debtors	834,598	687,306

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held on margin account	498,734	—
Cash held at bank	301,477	852,435
Cash held in BNY Mellon Sterling Liquidity Fund	—	2,374,291
Cash held in Insight Sterling Liquidity Fund	1,737,195	—
	2,537,406	3,226,726

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	713,438	175,449
	713,438	175,449
b) Other creditors		
Accrued expenses	105,349	56,026
Amount payable for cancellation of shares	259,156	31,307
Amounts payable on open currency contracts	52,498	18,569
Corporation tax payable	83,506	14,324
Deferred tax liability	3,976	2,037
Purchases awaiting settlement	142,685	29,929
Total other creditors	647,170	152,192

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £136,307 (30/06/17: £398,046 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	125,533,782	50,481,994

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17 - 5%) in the fair values of the Sub-Fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	6,277,138	(6,277,138)	2,523,133	(2,523,133)
Derivative securities	(449)	449	967	(967)
Net capital impact	6,276,689	(6,276,689)	2,524,100	(2,524,100)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	98,531,470	(15,536)
Level 2: Observable	27,030,027	(454,946)
	125,561,497	(470,482)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	42,523,851	—
Level 2: Observable	8,042,404	(117,054)
	50,566,255	(117,054)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

14 Financial instruments (continued)

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank of Commerce	2,427	2,427
JP Morgan Chase	(2,131)	(2,131)
Royal Bank of Scotland	(40,047)	(40,047)
State Street	(62,214)	(62,214)
UBS	(340,802)	(340,802)
Total	(442,767)	(442,767)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £360,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil (30/06/17: £nil).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	410,225	26,607,623	121,896,919	148,914,767
Investment liabilities	—	—	(23,823,752)	(23,823,752)
Total	410,225	26,607,623	98,073,167	125,091,015

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	599,061	7,359,082	48,727,973	56,686,116
Investment liabilities	—	—	(6,236,915)	(6,236,915)
Total	599,061	7,359,082	42,491,058	50,449,201

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.1% (30/06/17: 0.2%) decrease/increase respectively in the portfolio valuation.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Australia	1,068,734	18,188	1,086,922	147,895
Brazil	257,548	—	257,548	256,754
Canada	1,292,483	—	1,292,483	—
Denmark	537,281	2,892	540,173	390,078
Eurozone	11,965,767	31,356	11,997,123	5,500,007
Georgia	—	—	—	14,622
Hong Kong	7,862,261	62,647	7,924,908	2,295,464
India	1,667,453	6,486	1,673,939	1,641,831
Indonesia	731,157	6,109	737,266	—
Israel	1,267,323	1,904	1,269,227	564,647
Japan	807,176	27,279	834,455	201,197
Mexico	5,306,765	10,214	5,316,979	1,351,809
New Zealand	2,651,295	17,695	2,668,990	148,937
Poland	—	1,069	1,069	1,097
Singapore	792,856	—	792,856	432,536
South Korea	1,202,934	8,834	1,211,768	—
Switzerland	2,890,407	6,535	2,896,942	1,185,446
Taiwan	900,351	183,429	1,083,780	175,138
Thailand	—	—	—	176,551
United States of America	12,310,523	209,560	12,520,083	8,390,220
Total	53,512,314	594,197	54,106,511	22,874,229

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2017

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Eurozone	5,500,007	289,474	(261,905)
United States of America	8,390,220	441,591	(399,534)

As at 30 June 2018, the Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	58,352	24	0.04	83	0.14
Debt instruments (direct)	29,707	—	—	—	—
Collective investment schemes	12,979	4	0.03	10	0.08
Total purchases	101,038	28		93	
Total purchases including transaction costs	101,159				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	13,190	7	0.05	4	0.03
Debt instruments (direct)	10,043	—	—	—	—
Collective investment schemes	686	—	—	—	—
Total sales	23,919	7		4	
Total sales net of transaction costs	23,908				

Derivative transaction costs

1

—

Total transaction costs

36

97

Total transaction costs

as a % of average net assets

0.04%

0.11%

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	21,922	12	0.05	31	0.14
Debt instruments (direct)	6,762	—	—	—	—
Collective investment schemes	10,024	2	0.02	7	0.07
Total purchases	38,708	14		38	
Total purchases including transaction costs	38,760				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	3,553	1	0.03	—	—
Debt instruments (direct)	2,000	—	—	—	—
Collective investment schemes	1,850	1	0.05	—	—
Total sales	7,403	2		—	
Total sales net of transaction costs	7,401				

Derivative transaction costs

1

—

Total transaction costs

17

38

Total transaction costs

as a % of average net assets

0.05%

0.12%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

15 Portfolio transaction costs (continued)

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Sub-fund utilised derivative instruments including contract for differences, interest rate swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.44% (30/06/17: 0.37%).

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £8,253,820 of investments were subject to stock lending agreements and on behalf of the Sub-fund £8,697,760 was held in collateral. The collateral is held 85.26% in debt securities and 14.74% in equity securities.

As at 30 June 2017, £1,713,683 of investments were subject to stock lending agreements and on behalf of the Sub-fund £1,852,543 was held in collateral. The collateral is held 53.26% in equity securities and 46.74% in debt securities.

The gross earnings and the fees for the year are £13,756 (30/06/17: £829) and £2,751 (30/06/17: £166) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Citigroup Global Markets Limited	4,089,861	4,270,406
Credit Suisse Securities (Europe) Limited	125,398	145,261
Credit Suisse Securities (USA) LLC	1,623,533	1,657,194
Deutsche Bank, AG	543	598
J.P. Morgan Securities LLC	749	765
JP Morgan Securities, Plc.	625,803	693,842
Merrill Lynch International	1,186,740	1,254,958
UBS AG	601,193	674,736

BNY Mellon Investment Funds Annual Report & Accounts - Newton Multi-Asset Income Fund

Notes to the Financial Statements

(continued)

18 Shareholder's funds

The Sub-fund currently has twelve share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.75%	0.08%
B Shares (Income)	0.75%	0.08%
Exempt Shares 1 (Income)	0.45%	0.03%
F Shares (Accumulation)	0.50%	0.03%
F Shares (Income)	0.50%	0.03%
Institutional Shares (Accumulation)	0.75%	0.03%
Institutional Shares (Income)	0.75%	0.03%
Institutional W Shares (Accumulation)	0.625%	0.03%
Institutional W Shares (Income)	0.625%	0.03%
Sterling Accumulation Shares	1.25%	0.10%
Sterling Income Shares	1.25%	0.10%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	88,057	383,442	(29,990)	23,436	464,945
B Shares (Income)	168,494	1,066,079	(29,238)	139,143	1,344,478
Exempt Shares 1 (Accumulation)	5,000	—	(5,000)	—	—
Exempt Shares 1 (Income)	—	5,957,197	—	—	5,957,197
F Shares (Accumulation)	185,313	358,876	(53,056)	—	491,133
F Shares (Income)	376,754	637,225	(103,740)	—	910,239
Institutional Shares (Accumulation)	—	196,060	(4,949)	—	191,111
Institutional Shares (Income)	—	2,414,451	(8,880)	—	2,405,571
Institutional W Shares (Accumulation)	27,350,232	23,531,692	(7,495,630)	(23,335)	43,362,959
Institutional W Shares (Income)	14,534,966	26,852,906	(8,508,324)	26,529	32,906,077
Sterling Accumulation Shares	—	2,280,026	(193,154)	(31,088)	2,055,784
Sterling Income Shares	998,879	16,563,673	(763,117)	(140,942)	16,658,493
X Shares Income	—	300,000	—	—	300,000

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton Oriental Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£979.58m
Comparative Index:	FTSE AW Asia Pacific ex Japan TR Index (GBP)
Sector:	The Investment Association Asia Pacific Excluding Japan

Yield as at 30 June 2018:

Euro Accumulation Shares	0.00%
B Shares (Accumulation)	0.70%
B Shares (Income)	0.66%
Exempt Shares 1 (Accumulation)	1.06%
Institutional Shares (Accumulation)	0.55%
Institutional W Shares (Accumulation)	0.81%
Institutional W Shares (Income)	0.81%
P Shares (Income)	0.56%
Sterling Income Shares	0.00%

Key Dates: Fund Launch 30 November 1990 (managed by Newton since November 1994)

Investment Objective

To achieve capital growth by investing in securities predominantly Asian and in Pacific markets including Australia and New Zealand but excluding Japan.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Euro Accumulation Shares	3.08%	24.83%	9.94%
B Shares (Accumulation)	4.38%	27.11%	10.03%
B Shares (Income)	4.39%	27.12%	9.97%
Exempt Shares 1 (Accumulation)	4.82%	27.62%	10.57%
Institutional Shares (Accumulation)	4.29%	26.99%	10.02%
Institutional W Shares (Accumulation)	4.53%	27.31%	10.27%
Institutional W Shares (Income)	4.55%	27.31%	10.30%
P Shares (Income)	4.29%	26.99%	10.02%
Sterling Income Shares	3.70%	26.26%	9.40%
FTSE AW Asia Pacific ex Japan TR Index (GBP)	6.99%	27.70%	6.78%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class returned 3.70% against a return of 6.99% from the FTSE AW Asia Pacific ex Japan Index TR.

The Sub-fund produced a positive return and but was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards *quantitative tightening* creating an unsettled backdrop. Robust earnings growth, especially in the US, helped to underpin markets although more recent US dollar strength caused a sell-off in emerging markets.

While sector allocation made a positive contribution to returns, stock selection was a negative factor. The strong overweight position in the healthcare sector was a major positive factor. Overweight exposure to technology was also a positive influence on performance although underweight positions in oil and gas and *basic materials* detracted from returns. While stock selection was notably strong in industrials, this was offset by weaker selection principally in healthcare, financials and technology.

Indian software company Vakrangee was the weakest stock performer in both absolute and relative terms. This follows a newspaper article at the end of January speculating that the regulator was conducting an inquiry into share-price manipulation. Furthermore, the company's auditor, PwC, resigned.

Leading Chinese blood-plasma company, China Biologic Products, was weaker after there was an increase in imported albumin and some production was suspended in preparation for a new facility, which affected revenues.

The share price of the leading cigarette company in India, ITC, fell after the government readjusted the taxes on its products as part of the goods and service tax implementation.

On the positive side, the Chinese biologic drugs company 3SBio was the top stock contributor to returns. There is a large addressable market in China for biologic drugs, which should ensure strong growth prospects.

Chinese internet companies Baidu, Alibaba and Tencent were among the top contributors over the period as the outlook for online platforms and related advertising spending remained firm.

In terms of activity, semiconductor manufacturer Applied Materials was added due to the manager's positive view around the investment cycle in semiconductors. Asian markets dominate its revenues, despite it being a US company.

Positions in Orocobre and Galaxy Resources were added. These are both lithium-producing companies whose product is a key input into lithium-ion batteries, which are essential components for electric vehicles and energy-storage systems.

Key sales over the period included Indonesian food business Indofood, Australian accounting-software company MYOB, non-bank finance company Indiabulls Housing Finance and China Mobile.

The manager remains optimistic for the outlook for the Asia-Pacific region given the superior structural growth available in thematically supported areas, such as middle-class consumption and healthcare expenditure. Valuations are compelling compared to most other asset classes, and the manager is confident in the Sub-fund's positioning in long-term structurally supported companies that have the ability to *compound* their cash flows on at least a five-year horizon.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

JD.com
Samsung SDI
China Harmony New Energy Auto
Edelweiss
Orocobre
Galaxy Resources
3SBio
Indiabulls Housing Finance
Applied Materials
Reliance Nippon Life Asset Management

Sales

Tencent
Alibaba ADS (each representing 1 ordinary share)
Vakrangee
Indiabulls Housing Finance
Samsung Electronics
Taiwan Semiconductor Manufacturing
Samsung SDI
AIA
LIC Housing Finance
Sands China

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Statistics

for the year ended 30 June 2018

Comparative tables

Euro Accumulation Shares	30/06/2018 ^(c) (cents)	30/06/2017 ^(b) (cents)	30/06/2016 ^(a) (cents)
Change in net assets per share			
Opening net asset value per share	279.39	237.29	252.67
Return before operating charges*	11.73	47.88	(10.25)
Operating charges	(6.50)	(5.78)	(5.13)
Return after operating charges	5.23	42.10	(15.38)
Distributions	—	—	(0.34)
Retained distributions on accumulation shares	—	—	0.34
Closing net asset value per share	284.62	279.39	237.29
*After direct transaction costs of	(0.83)	(0.46)	(0.41)
Performance			
Return after charges	1.87%	17.74%	(6.09%)
Other information			
Closing net asset value (£)	4,415,086	3,800,133	3,312,331
Closing number of shares	1,754,025	1,549,020	1,679,699
Operating charges**	2.25%	2.22%	2.21%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	278.56	287.18	235.33
Lowest share price	236.07	234.47	208.20

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	138.83	110.30	99.06
Return before operating charges*	6.81	29.85	12.35
Operating charges	(1.54)	(1.32)	(1.11)
Return after operating charges	5.27	28.53	11.24
Distributions	(1.01)	(0.85)	(1.17)
Retained distributions on accumulation shares	1.01	0.85	1.17
Closing net asset value per share	144.10	138.83	110.30
*After direct transaction costs of	(0.42)	(0.22)	(0.17)
Performance			
Return after charges	3.80%	25.87%	11.35%
Other information			
Closing net asset value (£)	961,952	101,371	5,526
Closing number of shares	667,541	73,016	5,010
Operating charges**	1.06%	1.05%	1.15%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	158.60	143.19	109.39
Lowest share price	134.88	112.17	84.36

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

Exchange rates:

a) Euro/Sterling exchange rate at close of business 30 June 2016	1.2033	c) Euro/Sterling exchange rate at close of business 30 June 2017	1.1389
b) Euro/Sterling exchange rate at close of business 30 June 2018	1.1308		

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Statistics

(continued)

Comparative tables (continued)

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	131.42	105.03	95.35
Return before operating charges*	6.51	28.45	11.88
Operating charges	(1.49)	(1.26)	(1.08)
Return after operating charges	5.02	27.19	10.80
Distributions	(0.90)	(0.80)	(1.12)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	135.54	131.42	105.03
*After direct transaction costs of	(0.40)	(0.21)	(0.16)
Performance			
Return after charges	3.82%	25.89%	11.33%
Other information			
Closing net asset value (£)	2,996,667	2,396,753	1,631,098
Closing number of shares	2,210,898	1,823,727	1,553,022
Operating charges**	1.08%	1.05%	1.16%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	150.16	136.37	105.27
Lowest share price	127.69	106.83	81.21

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	514.02	406.75	363.51
Return before operating charges*	25.42	110.34	45.55
Operating charges	(3.67)	(3.07)	(2.31)
Return after operating charges	21.75	107.27	43.24
Distributions	(5.67)	(4.98)	(6.14)
Retained distributions on accumulation shares	5.67	4.98	6.14
Closing net asset value per share	535.77	514.02	406.75
*After direct transaction costs of	(1.56)	(0.83)	(0.62)
Performance			
Return after charges	4.23%	26.37%	11.90%
Other information			
Closing net asset value (£)	106,910	308,371	394,370
Closing number of shares	19,955	59,993	96,957
Operating charges**	0.68%	0.66%	0.65%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	588.51	530.09	403.39
Lowest share price	501.05	413.68	309.84

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	235.27	187.10	168.04
Return before operating charges*	11.56	50.63	20.92
Operating charges	(2.84)	(2.46)	(1.86)
Return after operating charges	8.72	48.17	19.06
Distributions	(1.35)	(1.22)	(2.02)
Retained distributions on accumulation shares	1.35	1.22	2.02
Closing net asset value per share	243.99	235.27	187.10
*After direct transaction costs of	(0.71)	(0.38)	(0.29)
Performance			
Return after charges	3.71%	25.75%	11.34%
Other information			
Closing net asset value (£)	647,030	104,335,053	95,321,030
Closing number of shares	265,190	44,346,854	50,945,899
Operating charges**	1.15%	1.15%	1.14%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	268.64	242.65	185.56
Lowest share price	228.38	190.29	143.12

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	146.26	116.02	103.96
Return before operating charges*	7.20	31.45	12.96
Operating charges	(1.43)	(1.21)	(0.90)
Return after operating charges	5.77	30.24	12.06
Distributions	(1.23)	(1.09)	(1.50)
Retained distributions on accumulation shares	1.23	1.09	1.50
Closing net asset value per share	152.03	146.26	116.02
*After direct transaction costs of	(0.44)	(0.24)	(0.18)
Performance			
Return after charges	3.94%	26.06%	11.60%
Other information			
Closing net asset value (£)	9,331,122	10,253,871	7,667,126
Closing number of shares	6,137,528	7,010,888	6,608,357
Operating charges**	0.93%	0.91%	0.89%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	167.21	150.84	115.06
Lowest share price	142.26	118.00	88.57

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	136.56	109.12	99.01
Return before operating charges*	6.77	29.58	12.41
Operating charges	(1.33)	(1.12)	(0.87)
Return after operating charges	5.44	28.46	11.54
Distributions	(1.15)	(1.02)	(1.43)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	140.85	136.56	109.12
*After direct transaction costs of	(0.41)	(0.22)	(0.17)
Performance			
Return after charges	3.98%	26.08%	11.66%
Other information			
Closing net asset value (£)	46,860,883	52,327,131	48,529,618
Closing number of shares	33,270,978	38,317,705	44,473,762
Operating charges**	0.93%	0.90%	0.90%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	156.15	141.89	109.64
Lowest share price	132.85	111.00	84.38

P Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	144.09	115.17	104.53
Return before operating charges*	7.14	31.18	13.07
Operating charges	(1.78)	(1.51)	(1.17)
Return after operating charges	5.36	29.67	11.90
Distributions	(0.84)	(0.75)	(1.26)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	148.61	144.09	115.17
*After direct transaction costs of	(0.44)	(0.23)	(0.18)
Performance			
Return after charges	3.72%	25.76%	11.38%
Other information			
Closing net asset value (£)	17,233	16,709	13,355
Closing number of shares	11,596	11,596	11,596
Operating charges**	1.18%	1.15%	1.15%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	164.55	149.39	115.46
Lowest share price	139.89	117.15	89.05

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	660.30	528.06	479.66
Return before operating charges*	32.69	142.64	59.45
Operating charges	(12.08)	(10.40)	(7.96)
Return after operating charges	20.61	132.24	51.49
Distributions	—	—	(3.09)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	680.91	660.30	528.06
*After direct transaction costs of	(1.99)	(1.07)	(0.82)
Performance			
Return after charges	3.12%	25.04%	10.73%
Other information			
Closing net asset value (£)	32,621,370	37,153,121	69,535,467
Closing number of shares	4,790,848	5,626,711	13,168,047
Operating charges**	1.75%	1.73%	1.71%
Direct transaction costs*	0.29%	0.18%	0.18%
Prices			
Highest share price	751.74	681.10	526.77
Lowest share price	638.02	537.09	408.24

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Australia 14.77% (11.96%)			
Arcor	121,499	979,118	1.00
CSL	33,689	3,631,150	3.71
Domino's Pizza Enterprises	40,451	1,182,132	1.21
Galaxy Resources	1,084,874	1,833,521	1.87
Kidman Resources	738,376	768,582	0.78
Mesoblast	607,116	502,844	0.51
Oil Search	227,478	1,132,998	1.16
Orocobre	600,345	1,733,606	1.77
Qantas Airways	327,254	1,128,146	1.15
Seek	129,166	1,576,535	1.61
British Virgin Islands 1.97% (0.99%)			
Hollysys Automation Technologies	115,344	1,934,267	1.97
New Zealand 0.65% (0.99%)			
Fisher & Paykel Healthcare	83,750	639,506	0.65
China 19.18% (15.28%)			
3SBio	2,092,500	3,595,934	3.67
Alibaba ADS (each representing 1 ordinary share)	33,486	4,702,370	4.80
Baidu ADR (each representing 0.1 ordinary 'A' class shares)	7,489	1,378,452	1.41
Boshiwa*	27,000,000	-	0.00
China Biologic Products	21,604	1,625,230	1.66
China Harmony New Energy Auto	4,947,500	1,609,689	1.64
China Yongda Auto	1,470,500	1,091,736	1.11
Ctrip.com International ADS (each representing 0.25 ordinary shares)	35,145	1,268,175	1.30
JD.com	75,867	2,237,078	2.28
Silergy	70,000	1,283,402	1.31
Hong Kong 13.86% (15.30%)			
AIA	804,600	5,328,811	5.44
Man Wah	1,781,600	1,059,539	1.08
Sands China	514,800	2,082,470	2.13
Tencent	134,187	5,099,079	5.21
India 20.01% (26.21%)			
Apollo Hospitals Enterprise	219,856	2,560,536	2.61
Cipla	157,481	1,075,907	1.10
Edelweiss	960,017	3,149,930	3.22
Hindustan Unilever	157,125	2,842,103	2.90
ITC	1,331,152	3,898,968	3.98
Maruti Suzuki India	41,728	4,066,518	4.15
Reliance Nippon Life Asset Management	428,630	1,090,565	1.11
Vakrangee	1,241,369	917,403	0.94
Philippines 3.41% (8.45%)			
First Gen	4,282,400	877,650	0.90
GT Capital	111,790	1,443,814	1.47
Security Bank	357,639	1,015,177	1.04
South Korea 16.39% (12.59%)			
LG Household & Healthcare	1,783	1,691,611	1.73
Samsung Biologics	800	226,720	0.23
Samsung Electronics	187,995	5,960,212	6.08
Samsung SDI	38,455	5,579,746	5.70
SK Hynix	44,635	2,596,648	2.65

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund**Portfolio Statement (Unaudited)**

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Taiwan 5.91% (5.83%)			
Taiwan Semiconductor Manufacturing	1,079,000	5,790,065	5.91
United States of America 1.49% (0.00%)			
Applied Materials	41,815	1,462,614	1.49
Portfolio of investments		95,650,557	97.64
Net current assets		2,307,696	2.36
Total Net Assets		97,958,253	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in Indonesia and Thailand category, which, at 30 June 2017, represented 0.99% and 0.88% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Delisted/Suspended/unlisted security.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Statement of Total Return

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
Income					
Net capital gains	3		9,111,969		52,201,574
Revenue	4	2,092,517		3,689,670	
Expenses	5	(1,621,829)		(2,897,529)	
Interest payable and similar charges	7	(4,576)		(850)	
Net revenue before taxation		466,112		791,291	
Taxation	6	348,679		171,693	
Net revenue after taxation			814,791		962,984
Total return before distributions			9,926,760		53,164,558
Distributions	8		(849,453)		(999,571)
Change in net assets attributable to Shareholders from investment activities			9,077,307		52,164,987

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		30/06/2018		30/06/2017	
		£	£	£	£
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		5,814,290	210,692,513	3,875,586	226,409,921
Amounts paid on cancellation of shares		(128,052,445)		(72,532,387)	
			(122,238,155)		(68,656,801)
Dilution adjustment			339,180		118,750
Change in net assets attributable to Shareholders from investment activities (see above)			9,077,307		52,164,987
Retained distributions on accumulation shares			86,809		618,871
Unclaimed distributions			599		36,785
Closing net assets attributable to Shareholders			97,958,253		210,692,513

Balance Sheet

as at 30 June 2018

		30/06/2018		30/06/2017	
	Notes	£	£	£	£
ASSETS					
Fixed assets					
Investment assets			95,650,557		209,569,505
Current assets					
Debtors	10	2,700,648		2,358,570	
Cash and bank balances	11	1,666,235		883,597	
Total other assets			4,366,883		3,242,167
Total assets			100,017,440		212,811,672
LIABILITIES					
Creditors					
Bank overdraft	11	(1)		(30)	
Distribution payable	12	(401,451)		(406,315)	
Other creditors	12	(1,657,735)		(1,712,814)	
Total other liabilities			(2,059,187)		(2,119,159)
Total liabilities			(2,059,187)		(2,119,159)
Net assets attributable to Shareholders			97,958,253		210,692,513

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.0056	—	1.0056	0.8462
Group 2	0.4577	0.5479	1.0056	0.8462
B Shares (Income)				
Group 1	0.8968	—	0.8968	0.8030
Group 2	0.5289	0.3679	0.8968	0.8030
Exempt Shares 1 (Accumulation)				
Group 1	5.6736	—	5.6736	4.9770
Group 2	5.6736	0.0000	5.6736	4.9770
Institutional Shares (Accumulation)				
Group 1	1.3534	—	1.3534	1.2157
Group 2	1.0274	0.3260	1.3534	1.2157
Institutional W Shares (Accumulation)				
Group 1	1.2281	—	1.2281	1.0863
Group 2	0.8515	0.3766	1.2281	1.0863
Institutional W Shares (Income)				
Group 1	1.1467	—	1.1467	1.0219
Group 2	0.6467	0.5000	1.1467	1.0219
P Shares (Income)				
Group 1	0.8355	—	0.8355	0.7546
Group 2	0.8355	0.0000	0.8355	0.7546
Sterling Income Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000

Final Dividend distribution in cents per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Euro Accumulation Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000

	Franked (%)	Unfranked (%)
Final distributions for 30 June 2018	100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	10,572,474	52,340,269
Currency exchange losses	(1,423,211)	(91,301)
Activity charges	(37,294)	(47,394)
Net capital gains	9,111,969	52,201,574

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	6,511	3,780
Overseas dividends	2,015,671	3,674,433
Stock lending	70,335	11,457
Total revenue	2,092,517	3,689,670

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	1,395,737	2,533,956
Administration fees	69,516	119,248
Safe custody charges	67,712	112,231
	1,532,965	2,765,435
Other expenses:		
Audit fee†	8,385	8,056
Depository's fees	22,773	28,308
Financial Conduct Authority fee	121	(324)
Professional fees	20,995	9,437
Tax reclaim charge	36,590	86,617
	88,864	132,094
Total expenses	1,621,829	2,897,529

† The Audit fee net of VAT for 2018 is £7,100 (30/06/17: £6,750).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax reclaim	(519,420)	(535,789)
Overseas tax withheld	170,741	364,096
Total tax charge (see Note 6b)	(348,679)	(171,693)
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	466,112	791,291
Corporation tax @ 20%	93,222	158,258
Effects of:		
Dividends not subject to corporation tax	(403,134)	(734,886)
Excess management expenses	309,912	576,628
Overseas tax reclaim	(519,420)	(535,789)
Overseas tax withheld	170,741	364,096
Total tax charge (see Note 6a)	(348,679)	(171,693)

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £64,310,920 (30/06/17: £62,761,362), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £12,862,184 (30/06/17: £12,552,272).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	4,576	850
Total interest	4,576	850

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	488,260	1,025,186
	488,260	1,025,186
Amounts added on issue of shares	18,072	8,967
Amounts deducted on cancellation of shares	343,121	(34,582)
Net distributions for the year	849,453	999,571

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	814,791	962,984
Equalisation on conversions	4,371	18,880
Transfers from capital distribution for deficits	30,291	17,707
	849,453	999,571

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	378,980	535,493
Amount receivable for issue of shares	1,158,013	7,394
Amounts receivable on open currency contracts	1,163,655	707,481
Prepaid expenses	—	6
Sales awaiting settlement	—	1,108,196
Total debtors	2,700,648	2,358,570

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	76,800	165,450
Cash held in BNY Mellon Sterling Liquidity Fund	—	718,147
Cash held in Insight Sterling Liquidity Fund	1,589,435	—
	1,666,235	883,597
Overdrawn cash and bank balances		
Bank overdraft	1	30
	1	30

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	401,451	406,315
	401,451	406,315
b) Other creditors		
Accrued expenses	166,441	269,149
Amount payable for cancellation of shares	149,323	464,526
Amounts payable on open currency contracts	1,165,696	707,531
Purchases awaiting settlement	176,275	271,608
Total other creditors	1,657,735	1,712,814

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £895,009 (30/06/17: £718,434).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	95,650,557	209,569,505

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	4,782,528	(478,252,785)	10,478,475	(10,478,475)
Net capital impact	4,782,528	(478,252,785)	10,478,475	(10,478,475)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	95,650,557	—
	95,650,557	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	209,569,505	—
	209,569,505	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets/(liabilities)	£	£
Australia	14,468,632	(1)	14,468,631	25,183,873
Eurozone	—	—	—	7,460
Hong Kong	19,867,258	75,933	19,943,191	38,165,457
India	19,601,930	93,915	19,695,845	55,406,148
Indonesia	—	—	—	2,112,403
New Zealand	639,506	5,368	644,874	2,081,159
Philippines	3,336,641	1	3,336,642	17,890,302
South Korea	16,054,937	35,373	16,090,310	26,526,537
Taiwan	7,073,466	171,304	7,244,770	14,093,843
Thailand	—	—	—	1,863,332
United States of America	14,608,187	(104,982)	14,503,205	27,083,878
Total	95,650,557	276,911	95,927,468	210,414,392

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Australia	14,468,631	761,507	(688,982)
Hong Kong	19,943,191	1,049,642	(949,676)
India	19,695,845	1,036,623	(937,897)
South Korea	16,090,310	846,858	(766,205)
United States of America	14,503,205	763,327	(690,629)

30 June 2017

Currency	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Australia	25,183,873	1,325,467	(1,199,232)
Hong Kong	38,165,457	2,008,708	(1,817,403)
India	55,406,148	2,916,113	(2,638,388)
South Korea	26,526,537	1,396,134	(1,263,168)
United States of America	27,083,878	1,425,467	(1,289,708)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		Commissions £000's	Taxes £000's	%
	Value £000's	%			
Equity instruments (direct)	41,493	41	0.10	21	0.05
Total purchases	41,493	41		21	
Total purchases including transaction costs	41,555				

Sales (excluding derivatives)	Transaction		Commissions £000's	Taxes £000's	%
	Value £000's	%			
Equity instruments (direct)	165,606	95	0.06	231	0.14
Total sales	165,606	95		231	
Total sales net of transaction costs	165,280				

Total transaction costs 136 252

Total transaction costs as a % of average net assets 0.10% 0.19%

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	58,777	87	0.15	29	0.05
Total purchases	58,777	87		29	
Total purchases including transaction costs	58,893				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	127,132	137	0.11	161	0.13
Total sales	127,132	137		161	
Total sales net of transaction costs	126,834				

Total transaction costs **224** **190**

Total transaction costs as a % of average net assets **0.10%** **0.08%**

The previous pages analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.14% (30/06/17: 0.17%).

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £5,324,168 of investments were subject to stock lending agreements and on behalf of the Sub-fund £5,564,508 was held in collateral. The collateral is held 84.39% in debt securities and 15.61% in equity securities.

As at 30 June 2017, £13,391,120 of investments were subject to stock lending agreements and on behalf of the Sub-fund £13,785,480 was held in collateral. The collateral is held 89.98% in debt securities and 10.02% in equity securities.

The gross earnings and the fees for the year are £87,919 (30/06/17: £13,748) and £17,584 (30/06/17: £2,291) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Credit Suisse Securities (Europe) Limited	677,480	784,789
Credit Suisse Securities (USA) LLC	4,193,372	4,280,318
Deutsche Bank, AG	381,973	423,562
HSBC Bank PLC	71,343	75,839

18 Shareholder's funds

The Sub-fund currently has nine share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Euro Accumulation Shares	2.00%	0.10%
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 1 (Accumulation)	0.50%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
P Shares (Income)	1.00%	0.03%
Sterling Income Shares	1.50%	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Oriental Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Euro Accumulation Shares	1,549,020	1,502,392	(1,297,387)	—	1,754,025
B Shares (Accumulation)	73,016	609,877	(20,108)	4,756	667,541
B Shares (Income)	1,823,727	9,152	(203,181)	581,200	2,210,898
Exempt Shares 1 (Accumulation)	59,993	—	(40,038)	—	19,955
Institutional Shares (Accumulation)	44,346,854	100,269	(44,179,125)	(2,808)	265,190
Institutional W Shares (Accumulation)	7,010,888	305,039	(1,171,197)	(7,202)	6,137,528
Institutional W Shares (Income)	38,317,705	133,469	(5,598,059)	417,863	33,270,978
P Shares (Income)	11,596	—	—	—	11,596
Sterling Income Shares	5,626,711	32,415	(667,131)	(201,147)	4,790,848

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton Real Return Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£9,131,25m
Comparative Index:	LIBOR GBP 1 Month +4%
Sector:	The Investment Association Targeted Absolute Return

Yield as at 30 June 2018:

B Shares (Accumulation)	2.26%
B Shares (Income)	2.27%
Exempt L Shares 1 (Income)	2.30%
Exempt Shares 1 (Accumulation)	2.30%
Exempt Shares 1 (Income)	2.31%
Exempt Shares 2 (Accumulation)	2.30%
Exempt Shares 2 (Income)	2.31%
Exempt Shares 3 (Accumulation)	2.30%
Exempt Shares 4 (Accumulation)	2.30%
Exempt Shares 5 (Accumulation)*	n/a
Institutional Shares (Accumulation)	2.30%
Institutional W Shares (Accumulation)	2.30%
Institutional W Shares (Income)	2.31%
Sterling Income A Shares	2.36%
Sterling Income Shares	2.26%
U Shares (Accumulation)	2.30%
U Shares (Income)	2.31%
X Shares (Accumulation)	2.29%
X Shares (Income)	2.30%

Key Dates: Fund Launch 1 September 1993

*Share class launched 10 January 2018

Investment Objective

To achieve significant real rates of return in sterling terms predominantly from a portfolio of UK and international securities. The Sub-fund is managed to seek a minimum return of cash (1 month GBP LIBOR) + 4% per annum over 5 years before fees. In so doing we aim to achieve a positive return on a rolling 3 year basis. However, a positive return is not guaranteed and a capital loss may occur.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	-1.23%	-1.00%	7.83%
B Shares (Income)	-1.23%	-1.01%	7.83%
Exempt L Shares 1 (Income)*	-0.87%	n/a	n/a
Exempt Shares 1 (Accumulation)	-1.04%	-0.81%	8.15%
Exempt Shares 1 (Income)*	-1.03%	-0.80%	n/a
Exempt Shares 2 (Accumulation)	-1.10%	-0.89%	8.06%
Exempt Shares 2 (Income)	-1.12%	-0.89%	8.04%
Exempt Shares 3 (Accumulation)*	-1.00%	n/a	n/a
Exempt Shares 4 (Accumulation)*	-0.96%	n/a	n/a
Exempt Shares 5 (Accumulation)*	n/a	n/a	n/a
Institutional Shares (Accumulation)	-1.31%	-1.09%	7.84%
Institutional W Shares (Accumulation)	-1.11%	-0.89%	8.06%
Institutional W Shares (Income)	-1.11%	-0.89%	8.07%
Sterling Income A Shares	-1.76%	-1.54%	7.35%
Sterling Income Shares	-1.37%	-1.14%	7.78%
U Shares (Accumulation)	-1.04%	-0.80%	8.14%
U Shares (Income)	-1.04%	-0.81%	8.14%
X Shares (Accumulation)	-0.52%	-0.29%	8.72%
X Shares (Income)	-0.52%	-0.30%	8.72%
LIBOR GBP 1 Month +4%	4.42%	4.28%	4.51%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 672 to 681.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned -1.37%, compared with a return of 4.42% for LIBOR GBP 1 month +4%.

The Sub-fund produced a negative return and was behind the comparative index.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners creating an unsettled backdrop. Bond markets were disturbed by rising interest rates in the US and Europe. Rising oil prices and low unemployment in the US encouraged the notion that risks to *inflation* were on the upside.

The contribution to overall Sub-fund's returns from return seeking assets was positive, driven by equities and by renewable energy exposure, offsetting weakness from emerging market debt and infrastructure funds. However, the positive contribution from the core return seeking assets was offset by a negative contribution from the stabilising assets and *hedging* positions portion of the Sub-fund. Within this, *derivative* instruments were the main detractor from returns.

Emerging market debt detracted as sentiment towards this asset class succumbed to a range of *macroeconomic* and political factors, exacerbated by the US dollar's appreciation and the rise in US interest rates.

Among the portfolio's stabilising assets, equity market protection, used to reduce the equity market exposure within the portfolio, detracted from returns given the rise in indices over the period, while gold fell out of favour as the US dollar strengthened particularly later in the period.

In terms of positive stock contributors, the Sub-fund's largest positive contribution to relative performance came from Microsoft. The stock appreciated along with the sector but also as the market recognised its strong competitive position. Holdings in the oil and gas sector, such as Royal Dutch Shell and Total, delivered positive performance as the oil price climbed higher.

A notable stock detractor was Teva Pharmaceutical Industries. This was owing to a poorer outlook for the company's US generics business. Some weakness was seen in stocks in the healthcare and tobacco sectors, including British American Tobacco and Roche Holdings, perceived as 'bond proxies'.

In terms of activity, within equities, a new holding was added in Prudential, the principal attraction being the group's exposure to burgeoning demand for its life insurance and protection products in Asia. ABB, a significant player in robotics and industrial automation, was also added. It is well placed to benefit from the long-term drive among industrial companies to enhance productivity.

Within fixed income, the manager increased the portfolio's sensitivity to interest rates by adding back exposure to US Treasuries via the purchase of 7 and 9-year issues, later in the period, while taking advantage of the sell-off in Italian government debt that accompanied recent political uncertainty, by purchasing a holding in 2-year Italian government bonds.

Notable sales included Dollar General, Teva Pharmaceutical and Vodafone.

The withdrawal of central-bank *monetary stimulus* is likely to lead to renewed *volatility* in *risk-asset* markets, the Manager looks forward to deploying a greater proportion of the Sub-fund's assets into the return-seeking assets in due course.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
UK Treasury 1.25% Stock 22/7/2018	US Treasury 1.75% Notes 30/11/2021
US Treasury 2.25% Bonds 15/11/2027	US Treasury 2.125% Bonds 31/7/2024
US Treasury 1.75% Notes 30/11/2021	US Treasury 3% Notes 15/5/2045
US Treasury 2.125% Bonds 31/7/2024	US Treasury 1.75% Bonds 31/12/2020
US Treasury 1.5% Notes 31/10/2019	US Treasury 3% Bonds 15/11/2045
Treasury 1% Gilts 7/9/2017	US Treasury 1.625% Notes 31/8/2022
US Treasury 1.625% Notes 31/8/2022	Treasury 1% Gilts 7/9/2017
US Treasury 2.125% Bonds 30/9/2024	US Treasury 1.5% Notes 31/10/2019
Mexico 10% Bonds 5/12/2024	Treasury 1.25% Bonds 22/7/2018
Cisco Systems	US Treasury 2.125% Notes 30/09/2024

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	114.07	116.03	106.71
Return before operating charges*	(0.20)	(0.89)	10.48
Operating charges	(1.07)	(1.07)	(1.16)
Return after operating charges	(1.27)	(1.96)	9.32
Distributions	(2.55)	(2.60)	(2.55)
Retained distributions on accumulation shares	2.55	2.60	2.55
Closing net asset value per share	112.80	114.07	116.03
*After direct transaction costs of	(0.08)	(0.09)	(0.04)
Performance			
Return after charges	(1.12%)	(1.69%)	8.73%
Other information			
Closing net asset value (£)	9,182,622	11,829,315	6,129,679
Closing number of shares	8,140,749	10,370,175	5,283,030
Operating charges**	0.95%	0.94%	1.07%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	114.48	119.21	115.44
Lowest share price	109.20	108.99	105.27

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	100.43	104.54	98.38
Return before operating charges*	(0.17)	(0.82)	9.58
Operating charges	(0.94)	(0.96)	(1.07)
Return after operating charges	(1.11)	(1.78)	8.51
Distributions	(2.23)	(2.33)	(2.35)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	97.09	100.43	104.54
*After direct transaction costs of	(0.07)	(0.08)	(0.04)
Performance			
Return after charges	(1.11%)	(1.70%)	8.65%
Other information			
Closing net asset value (£)	4,272,278	4,420,541	3,133,322
Closing number of shares	4,400,475	4,401,690	2,997,299
Operating charges**	0.95%	0.94%	1.07%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	100.79	107.43	105.50
Lowest share price	95.21	98.21	97.05

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Exempt L Shares 1 (Income)	30/06/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	102.00	100.00
Return before operating charges*	(0.06)	4.78
Operating charges	(0.70)	(0.38)
Return after operating charges	(0.76)	4.40
Distributions	(2.31)	(2.40)
Retained distributions on accumulation shares	—	—
Closing net asset value per share	98.93	102.00
*After direct transaction costs of	(0.07)	(0.04)
Performance		
Return after charges	(0.75%)	4.40%
Other information		
Closing net asset value (£)	333,672,957	341,291,029
Closing number of shares	337,294,830	334,587,089
Operating charges**	0.70%	0.69%
Direct transaction costs*	0.07%	0.14%
Prices		
Highest share price	102.52	105.22
Lowest share price	96.90	99.67

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	120.09	121.90	111.79
Return before operating charges*	(0.27)	(0.98)	10.90
Operating charges	(0.83)	(0.83)	(0.79)
Return after operating charges	(1.10)	(1.81)	10.11
Distributions	(2.73)	(2.78)	(2.73)
Retained distributions on accumulation shares	2.73	2.78	2.73
Closing net asset value per share	118.99	120.09	121.90
*After direct transaction costs of	(0.09)	(0.09)	(0.05)
Performance			
Return after charges	(0.92%)	(1.48%)	9.04%
Other information			
Closing net asset value (£)	747,467,407	320,613,812	530,413,718
Closing number of shares	628,181,348	266,975,628	435,104,412
Operating charges**	0.70%	0.69%	0.69%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	120.62	125.28	121.29
Lowest share price	115.10	114.61	110.36

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class launched on 16 December 2016.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 1 (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016*** (pence)
Change in net assets per share			
Opening net asset value per share	102.44	106.46	100.00
Return before operating charges*	(0.22)	(0.89)	9.31
Operating charges	(0.71)	(0.72)	(0.43)
Return after operating charges	(0.93)	(1.61)	8.88
Distributions	(2.32)	(2.41)	(2.42)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	99.19	102.44	106.46
*After direct transaction costs of	(0.07)	(0.08)	(0.02)
Performance			
Return after charges	(0.91%)	(1.51%)	8.88%
Other information			
Closing net asset value (£)	93,919,152	96,996,756	83,885,549
Closing number of shares	94,682,365	94,682,365	78,792,008
Operating charges**	0.70%	0.69%	0.69%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	102.90	109.44	107.48
Lowest share price	97.22	100.10	98.80

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	241.30	245.14	224.98
Return before operating charges*	(0.47)	(1.93)	21.97
Operating charges	(1.91)	(1.91)	(1.81)
Return after operating charges	(2.38)	(3.84)	20.16
Distributions	(5.49)	(5.59)	(5.49)
Retained distributions on accumulation shares	5.49	5.59	5.49
Closing net asset value per share	238.92	241.30	245.14
*After direct transaction costs of	(0.18)	(0.18)	(0.09)
Performance			
Return after charges	(0.99%)	(1.57%)	8.96%
Other information			
Closing net asset value (£)	3,306,310,946	4,034,901,638	3,936,288,670
Closing number of shares	1,383,875,264	1,672,168,145	1,605,735,593
Operating charges**	0.80%	0.79%	0.79%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	242.29	251.90	243.90
Lowest share price	231.17	230.39	222.07

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class launched on 20 November 2015.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 2 (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	192.97	200.72	188.57
Return before operating charges*	(0.40)	(1.65)	18.22
Operating charges	(1.52)	(1.55)	(1.51)
Return after operating charges	(1.92)	(3.20)	16.71
Distributions	(4.36)	(4.55)	(4.56)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	186.69	192.97	200.72
*After direct transaction costs of	(0.14)	(0.15)	(0.08)
Performance			
Return after charges	(0.99%)	(1.59%)	8.86%
Other information			
Closing net asset value (£)	414,619,455	532,996,064	386,991,826
Closing number of shares	222,086,680	276,204,510	192,802,764
Operating charges**	0.80%	0.79%	0.79%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	193.76	206.30	202.64
Lowest share price	183.04	188.66	186.14

Exempt Shares 3 (Accumulation)	30/06/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	100.48	100.00
Return before operating charges*	(0.24)	0.62
Operating charges	(0.65)	(0.14)
Return after operating charges	(0.89)	0.48
Distributions	(2.29)	(1.34)
Retained distributions on accumulation shares	2.29	1.34
Closing net asset value per share	99.59	100.48
*After direct transaction costs of	(0.07)	(0.02)
Performance		
Return after charges	(0.89)%	0.48%
Other information		
Closing net asset value (£)	476,156,548	359,410,393
Closing number of shares	478,098,239	357,710,402
Operating charges**	0.65%	0.64%
Direct transaction costs*	0.07%	0.34%
Prices		
Highest share price	100.93	102.28
Lowest share price	96.32	99.60

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class launched on 10 April 2017.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 4 (Accumulation)	30/06/2018 (pence)	30/06/2017*** (pence)
Change in net assets per share		
Opening net asset value per share	100.78	100.00
Return before operating charges*	(0.24)	0.89
Operating charges	(0.60)	(0.11)
Return after operating charges	(0.84)	0.78
Distributions	(2.29)	(0.60)
Retained distributions on accumulation shares	2.29	0.60
Closing net asset value per share	99.94	100.78
*After direct transaction costs of	(0.07)	(0.01)
Performance		
Return after charges	(0.83%)	0.78%
Other information		
Closing net asset value (£)	249,854,262	251,961,078
Closing number of shares	250,000,000	250,000,000
Operating charges**	0.60%	0.59%
Direct transaction costs*	0.07%	0.42%
Prices		
Highest share price	101.26	102.59
Lowest share price	96.64	99.90

Exempt Shares 5 (Accumulation)	30/06/2018**** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	(0.48)
Operating charges	(0.25)
Return after operating charges	(0.73)
Distributions	(1.26)
Retained distributions on accumulation shares	1.26
Closing net asset value per share	99.27
*After direct transaction costs of	(0.03)
Performance	
Return after charges	(0.73%)
Other information	
Closing net asset value (£)	315,511,412
Closing number of shares	317,823,875
Operating charges**	0.55%
Direct transaction costs*	0.07%
Prices	
Highest share price	99.79
Lowest share price	95.99

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

***Share class launched on 28 April 2017.

****Share class launched on 10 January 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	151.90	154.63	142.20
Return before operating charges*	(0.23)	(1.15)	13.93
Operating charges	(1.58)	(1.58)	(1.50)
Return after operating charges	(1.81)	(2.73)	12.43
Distributions	(3.45)	(3.52)	(3.47)
Retained distributions on accumulation shares	3.45	3.52	3.47
Closing net asset value per share	150.09	151.90	154.63
*After direct transaction costs of	(0.11)	(0.11)	(0.06)
Performance			
Return after charges	(1.19%)	(1.77%)	8.74%
Other information			
Closing net asset value (£)	284,723,483	226,055,034	199,670,119
Closing number of shares	189,701,867	148,815,069	129,129,312
Operating charges**	1.05%	1.04%	1.04%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	152.41	158.85	153.85
Lowest share price	145.34	145.20	140.29

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	117.00	118.86	109.08
Return before operating charges*	(0.23)	(0.94)	10.66
Operating charges	(0.93)	(0.92)	(0.88)
Return after operating charges	(1.16)	(1.86)	9.78
Distributions	(2.66)	(2.71)	(2.67)
Retained distributions on accumulation shares	2.66	2.71	2.67
Closing net asset value per share	115.84	117.00	118.86
*After direct transaction costs of	(0.09)	(0.09)	(0.04)
Performance			
Return after charges	(0.99%)	(1.56%)	8.97%
Other information			
Closing net asset value (£)	580,929,610	746,979,364	575,814,986
Closing number of shares	501,512,256	638,440,736	484,436,321
Operating charges**	0.80%	0.79%	0.79%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	117.48	122.14	118.26
Lowest share price	112.08	111.71	107.67

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	102.73	106.84	100.36
Return before operating charges*	(0.21)	(0.86)	9.72
Operating charges	(0.81)	(0.83)	(0.80)
Return after operating charges	(1.02)	(1.69)	8.92
Distributions	(2.32)	(2.42)	(2.44)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	99.39	102.73	106.84
*After direct transaction costs of	(0.08)	(0.08)	(0.04)
Performance			
Return after charges	(0.99%)	(1.58%)	8.89%
Other information			
Closing net asset value (£)	572,329,923	737,992,815	698,430,495
Closing number of shares	575,864,967	718,406,140	653,689,991
Operating charges**	0.80%	0.79%	0.79%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	103.15	109.82	107.87
Lowest share price	97.44	100.43	99.07

Sterling Income A Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	116.53	121.94	115.36
Return before operating charges*	(0.05)	(0.80)	11.31
Operating charges	(1.85)	(1.92)	(1.88)
Return after operating charges	(1.90)	(2.72)	9.43
Distributions	(2.68)	(2.69)	(2.85)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	111.95	116.53	121.94
*After direct transaction costs of	(0.08)	(0.09)	(0.05)
Performance			
Return after charges	(1.63%)	(2.23%)	8.17%
Other information			
Closing net asset value (£)	317,817,385	370,681,214	388,262,195
Closing number of shares	283,890,796	318,093,928	318,393,191
Operating charges**	1.62%	1.61%	1.61%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	116.81	125.23	123.12
Lowest share price	110.06	114.20	113.54

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	289.81	302.03	284.31
Return before operating charges*	(0.42)	(2.27)	27.66
Operating charges	(3.19)	(3.28)	(3.20)
Return after operating charges	(3.61)	(5.55)	24.46
Distributions	(6.40)	(6.67)	(6.74)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	279.80	289.81	302.03
*After direct transaction costs of	(0.21)	(0.22)	(0.11)
Performance			
Return after charges	(1.25%)	(1.84%)	8.60%
Other information			
Closing net asset value (£)	42,961,497	71,386,078	89,154,469
Closing number of shares	15,354,089	24,632,118	29,518,040
Operating charges**	1.12%	1.11%	1.11%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	290.70	310.33	304.80
Lowest share price	274.54	283.58	280.46
<hr/>			
U Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	107.44	109.07	100.02
Return before operating charges*	(0.24)	(0.89)	9.75
Operating charges	(0.74)	(0.74)	(0.70)
Return after operating charges	(0.98)	(1.63)	9.05
Distributions	(2.44)	(2.49)	(2.44)
Retained distributions on accumulation shares	2.44	2.49	2.44
Closing net asset value per share	106.46	107.44	109.07
*After direct transaction costs of	(0.08)	(0.08)	(0.04)
Performance			
Return after charges	(0.91%)	(1.49%)	9.05%
Other information			
Closing net asset value (£)	56,613,761	53,067,569	27,045,416
Closing number of shares	53,178,794	49,391,716	24,797,430
Operating charges**	0.70%	0.69%	0.69%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	107.92	112.08	108.51
Lowest share price	102.98	102.54	98.76

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

U Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	101.13	105.11	98.65
Return before operating charges*	(0.22)	(0.89)	9.54
Operating charges	(0.70)	(0.71)	(0.69)
Return after operating charges	(0.92)	(1.60)	8.85
Distributions	(2.29)	(2.38)	(2.39)
Retained distributions on accumulation units	—	—	—
Closing net asset value per share	97.92	101.13	105.11
*After direct transaction costs of	(0.07)	(0.08)	(0.04)
Performance			
Return after charges	(0.91%)	(1.52%)	8.97%
Other information			
Closing net asset value (£)	21,388,517	27,777,452	30,826,223
Closing number of shares	21,841,925	27,466,094	29,328,801
Operating charges**	0.70%	0.69%	0.69%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	101.58	108.04	106.11
Lowest share price	95.98	98.83	97.40
<hr/>			
X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	199.38	201.34	183.67
Return before operating charges*	(0.69)	(1.88)	17.75
Operating charges	(0.10)	(0.08)	(0.08)
Return after operating charges	(0.79)	(1.96)	17.67
Distributions	(4.55)	(4.60)	(4.48)
Retained distributions on accumulation shares	4.55	4.60	4.48
Closing net asset value per share	198.59	199.38	201.34
*After direct transaction costs of	(0.15)	(0.15)	(0.07)
Performance			
Return after charges	(0.40%)	(0.97%)	9.62%
Other information			
Closing net asset value (£)	1,142,225,259	1,897,032,986	2,411,136,890
Closing number of shares	575,176,693	951,455,320	1,197,519,539
Operating charges**	0.05%	0.04%	0.04%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	200.68	207.05	200.33
Lowest share price	191.71	189.72	181.57

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	131.09	135.53	126.52
Return before operating charges*	(0.45)	(1.31)	12.13
Operating charges	(0.06)	(0.05)	(0.05)
Return after operating charges	(0.51)	(1.36)	12.08
Distributions	(2.98)	(3.08)	(3.07)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	127.60	131.09	135.53
*After direct transaction costs of	(0.10)	(0.10)	(0.05)
Performance			
Return after charges	(0.39%)	(1.00%)	9.55%
Other information			
Closing net asset value (£)	161,298,334	331,241,247	305,933,848
Closing number of shares	126,412,269	252,680,314	225,736,126
Operating charges**	0.05%	0.04%	0.04%
Direct transaction costs*	0.07%	0.07%	0.04%
Prices			
Highest share price	131.94	139.38	136.81
Lowest share price	124.81	127.71	125.08

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BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Overseas Government Bonds 21.80% (22.76%)			
Australia (Commonwealth) 3% Bonds 21/3/2047	AUD29,298,000	16,066,319	0.18
Australia (Commonwealth) 3.25% Bonds 21/6/2039	AUD104,399,000	60,583,437	0.66
Australia (Commonwealth) 3.75% Bonds 21/4/2037	AUD210,427,000	131,575,461	1.44
Brazil (Government) 2.625% International Bonds 5/1/2023	USD19,456,000	13,391,888	0.15
Brazil (Government) 5% Bonds 27/1/2045	USD63,710,000	38,195,116	0.42
Brazil (Republic) 4.875% Bonds 22/1/2021	USD140,409,000	107,945,567	1.18
Canada Housing Trust No 1 2.35% Bonds 15/6/2027	CAD264,200,000	149,758,972	1.64
Ecuador (Government) 8.875% Bonds 23/10/2027	USD31,965,000	21,535,972	0.24
Indonesia Treasury Bond 8.25% Bonds 15/5/2036	IDR1,189,487,000,000	62,086,104	0.68
Italy (Government) 0.35% Bonds 15/6/2020	EUR58,561,000	51,415,968	0.56
Mexico (Government) 7.5% Bonds 3/6/2027	MXN722,633,600	27,678,422	0.30
Mexico (Government) 7.75% Bonds 29/5/2031	MXN715,632,900	27,847,097	0.30
Mexico (Government) 8% Bonds 7/11/2047	MXN706,327,700	28,174,719	0.31
Mexico (Government) 10% Bonds 5/12/2024	MXN2,248,795,500	97,313,342	1.07
National Highways Authority of India 7.3% Bonds 18/5/2022	INR1,190,000,000	13,031,768	0.14
New South Wales Treasury 2.75% Index Linked Bonds 20/11/2025	AUD99,322,800	81,333,084	0.89
New Zealand (Government) 2.5% Bonds 20/9/2040	NZD41,572,000	23,787,687	0.26
New Zealand (Government) 2.75% Bonds 15/4/2037	NZD103,506,000	49,797,480	0.55
New Zealand (Government) 4.5% Notes 15/4/2027	NZD190,276,000	111,514,685	1.22
Treasury of Victoria 4.25% Bonds 20/12/2032	AUD52,278,000	32,894,854	0.36
Treasury of Victoria 5.5% Guaranteed Senior Notes 17/11/2026	AUD32,398,000	21,788,376	0.24
US Treasury 1.5% Notes 31/10/2019	USD282,201,100	211,084,726	2.31
US Treasury 2.25% Bonds 15/11/2027	USD724,816,600	521,292,189	5.71
US Treasury 3.125% Notes 31/5/2025	USD119,441,800	90,765,929	0.99
UK Government Bonds 8.95% (0.00%)			
Treasury 1.25% Stock 22/7/2018	£817,742,496	817,591,213	8.95
Sterling Denominated Corporate Bonds 2.10% (2.33%)			
Anglian Water 4.125% Guaranteed Notes 28/7/2020	£6,634,000	12,218,435	0.13
Anglian Water Services Financing 3.666% Index Linked Bonds 30/7/2024	£1,895,000	3,761,689	0.04
Arqiva Broadcast Finance 9.5% Guaranteed Senior European Medium Term Notes 31/3/2020	£25,978,000	26,895,023	0.29
British Telecommunications 3.5% Index Linked Notes 25/4/2025	£8,442,000	17,468,524	0.19
CPUK Finance 4.25% Bonds 28/8/2022	£14,599,000	14,666,739	0.16
Dwr Cymru Financing 1.859% European Medium Term Notes 31/3/2048	£18,100,000	38,796,599	0.42
High Speed Rail Finance 1 1.566% Senior European Medium Term Notes 1/11/2038	£3,815,000	5,784,683	0.06
National Grid 2.983% Senior Index Linked Bonds 8/7/2018	£11,283,000	17,932,749	0.20
Network Rail Infrastructure Finance 1.75% European Medium Term Notes 22/11/2027	£5,830,000	10,527,222	0.12
Scotland Gas Networks 2.127% European Medium Term Notes 21/10/2022	£6,500,000	10,696,335	0.12
Tesco 6.125% Guaranteed Senior European Medium Term Bonds 24/2/2022	£2,113,000	2,394,684	0.03
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£26,431,718	30,633,568	0.34
Non-Sterling Denominated Corporate Bonds 4.23% (3.36%)			
CCO 5.875% Bonds 1/5/2027	USD15,220,000	11,254,327	0.12
CCO Capital 5.5% Bonds 1/5/2026	USD24,009,000	17,634,181	0.19
Cemex Finance 6% Bonds 1/4/2024	USD50,196,000	38,495,323	0.42
DKT Finance ApS 7% Bonds 17/6/2023	EUR6,332,000	5,667,637	0.06
InterXion 4.75% Bonds 15/6/2025	EUR22,800,000	20,218,050	0.22
Nexi Capital 4.125% Bonds 1/11/2023	EUR24,716,000	21,478,821	0.24
Petrobras Global Finance 7.375% Bonds 17/1/2027	USD12,510,000	9,463,634	0.10
Peru (Government) 5.625% Bonds 19/6/2047	USD1,100,000	810,263	0.01
Post 5.5% Bonds 1/3/2025	USD27,405,000	20,264,443	0.22
Reynolds 5.75% Bonds 15/10/2020	USD38,974,605	29,631,327	0.33
Sable International Finance 6.875% Bonds 1/8/2022	USD19,153,000	14,937,962	0.16
SoftBank 6% Perpetual Bonds	USD26,018,000	17,184,906	0.19
Spectrum Brands 6.625% Bonds 15/11/2022	USD31,151,000	24,361,604	0.27
Sprint 7.125% Bonds 15/6/2024	USD28,721,000	21,962,836	0.24

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds (continued)			
Sprint 7.875% Senior Notes 15/9/2023	USD17,457,000	13,710,075	0.15
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	USD66,876,000	54,199,826	0.60
Teva Pharmaceutical Finance Netherlands III BV 2.2% Bonds 21/7/2021	USD30,201,000	21,217,606	0.23
T-Mobile USA 6% Bonds 1/3/2023	USD24,816,000	19,416,723	0.21
T-Mobile USA 6% Bonds 15/4/2024	USD30,821,000	24,161,890	0.27
United Kingdom 12.18% (12.63%)			
Amedeo Air Four Plus	32,804,253	35,100,551	0.38
Associated British Foods	2,475,348	67,775,028	0.74
BAE Systems	12,304,888	79,563,406	0.87
British American Tobacco	653,217	25,014,945	0.27
British American Tobacco ADR (each representing 1 share)	1,781,487	68,075,000	0.75
Cobham	68,811,609	88,457,323	0.97
CRH	2,647,538	70,821,642	0.78
Diageo	3,403,150	92,633,743	1.01
Ferguson	1,673,367	102,895,337	1.13
Fresnillo	785,608	8,983,427	0.10
Informa	10,200,383	85,152,797	0.93
Prudential	4,457,842	77,321,269	0.85
Randgold Resources	147,072	8,559,590	0.09
Renewables Infrastructure	48,687,495	53,458,870	0.59
Royal Dutch Shell class 'B' shares	5,210,431	141,385,045	1.55
Smurfit Kappa	1,011,954	31,026,510	0.34
Unilever	1,813,851	76,243,500	0.83
Investment Trusts 3.48% (4.10%)			
BBGI	21,187,571	28,603,221	0.31
Bluefield Solar Income Fund	28,977,795	34,918,243	0.38
Foresight Solar Fund	28,621,332	31,054,145	0.34
Greencoat UK Wind	55,365,503	69,206,879	0.76
International Public Partnership	44,253,672	63,371,258	0.70
John Laing Environmental Assets	18,511,164	19,159,055	0.21
John Laing Infrastructure Fund	54,216,377	64,083,758	0.70
NextEnergy Solar Fund	6,776,463	7,284,698	0.08
Commodities 2.31% (3.71%)			
Invesco Physical Gold P-ETC	322,136	29,740,698	0.33
iShares Physical Gold ETC	9,702,402	180,673,019	1.98
Canada 2.23% (1.96%)			
Agnico Eagle Mines	438,413	15,214,574	0.17
Alacer Gold	6,644,178	9,296,570	0.10
Alamos Gold	1,820,632	7,841,497	0.08
Eldorado Gold	4,511,087	3,376,757	0.04
Intact Financial	1,267,740	67,931,067	0.74
Kinross Gold	3,108,935	8,843,288	0.10
New Gold	3,302,117	5,190,752	0.06
OceanaGold	4,555,630	9,574,509	0.10
Suncor Energy	1,502,283	46,270,005	0.51
Wheaton Precious Metals	1,820,675	30,412,726	0.33
Mexico 0.46% (0.16%)			
Wal-Mart de Mexico	20,822,200	41,932,455	0.46
United States of America 12.14% (14.98%)			
Abbott Laboratories	1,392,881	64,355,797	0.70
Accenture	859,763	106,551,352	1.17
Albemarle	1,516,207	108,330,851	1.19
Barrick Gold	753,672	7,495,333	0.08
CA	5,418,943	146,324,801	1.60
Cisco Systems	5,207,622	169,728,441	1.86
Citigroup	1,130,586	57,323,558	0.63
CMS Energy	3,100,756	111,042,411	1.22
Eversource Energy	2,697,476	119,749,342	1.31

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
United States of America (continued)			
Maxim Integrated Products	915,243	40,658,210	0.45
Microsoft	1,368,917	102,244,958	1.12
Newmont Mining	322,426	9,211,823	0.10
Schlumberger	1,284,441	65,221,681	0.71
Australia 1.28% (0.91%)			
Dexus Property	16,247,873	88,290,809	0.97
Newcrest Mining	2,311,232	28,183,863	0.31
Hong Kong 2.13% (0.40%)			
AIA	25,565,400	169,317,909	1.85
Link Real Estate Investment Trust	3,697,000	25,573,598	0.28
India 0.70% (0.77%)			
Housing Development Finance	624,100	13,167,878	0.14
ITC	15,493,479	45,380,673	0.50
LIC Housing Finance	990,102	5,122,522	0.06
Japan 1.04% (2.07%)			
Suzuki Motor	1,727,300	72,098,054	0.79
Yokogawa Electric	1,691,800	22,813,776	0.25
South Korea 1.88% (1.11%)			
Macquarie Korea Infrastructure Fund	5,904,285	35,913,199	0.39
Samsung SDI	937,639	136,049,605	1.49
Taiwan 1.00% (0.00%)			
Taiwan Semiconductor Manufacturing ADS (each representing 5 ordinary shares)	3,308,362	91,614,251	1.00
South Africa 0.09% (0.14%)			
Gold Fields	3,123,844	8,477,814	0.09
Denmark 0.92% (0.80%)			
Orsted	1,822,051	83,564,151	0.92
France 2.34% (1.78%)			
Thales	683,812	66,521,618	0.73
Total	1,512,942	69,843,531	0.76
Vivendi	4,176,303	77,339,628	0.85
Germany 4.88% (3.21%)			
Bayer	847,169	70,867,757	0.78
Deutsche Wohnen	2,670,029	97,804,644	1.07
Infineon Technologies	3,339,328	64,468,300	0.70
LEG Immobilien	654,988	53,928,262	0.59
SAP	377,954	33,067,424	0.36
Telefonica Deutschland	14,046,824	41,913,760	0.46
Volkswagen non-voting preference shares	425,639	53,609,999	0.59
Vonovia	834,422	30,159,476	0.33
Ireland 0.80% (0.60%)			
AIB	16,554,967	68,225,643	0.75
Greencoat Renewables	5,358,248	5,046,681	0.05
Netherlands 2.47% (3.01%)			
RELX	5,827,922	93,803,387	1.03
Wolters Kluwer	3,175,257	131,980,614	1.44
Switzerland 4.14% (4.07%)			
ABB (Regd.)	3,996,653	66,184,086	0.73
Novartis	3,040,188	174,573,114	1.91
Roche Holding	469,379	78,945,896	0.86
Zurich Insurance	260,697	58,462,943	0.64

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Derivatives -0.76% (-0.13%)			
Futures 0.24% (0.14%)			
DAX Index Future Expires September 2018	(167)	1,908,814	0.02
Euro-Bund Future Expires September 2018	(2,023)	(1,197,536)	(0.01)
FTSE 100 Index Future Expires September 2018	(3,338)	1,071,510	0.01
Russell 2000 EMINI Future Expires September 2018	(1,441)	1,432,885	0.02
S&P 500 EMINI Future Expires September 2018	(3,215)	6,653,514	0.07
S&P 500 Future Expires September 2018	(1,029)	11,656,962	0.13
Options 0.01% (0.12%)			
FTSE 100 July 2018 7300 (Put Option)	6,418	1,155,240	0.01
AUD Forward Foreign Currency Contracts 0.03% (-0.04%)			
Forward Foreign Currency Contract 14/9/18	AUD1,696,484	946,464	0.01
Forward Foreign Currency Contract 14/9/18	£(944,937)	(944,937)	(0.01)
Forward Foreign Currency Contract 14/9/18	AUD(775,206,111)	(432,485,699)	(4.73)
Forward Foreign Currency Contract 14/9/18	£434,877,186	434,877,186	4.76
Forward Foreign Currency Contract 14/9/18	AUD1,110,908	619,773	0.01
Forward Foreign Currency Contract 14/9/18	£(621,344)	(621,344)	(0.01)
CAD Forward Foreign Currency Contracts -0.04% (-0.10%)			
Forward Foreign Currency Contract 16/8/18	CAD(19,697,062)	(11,327,051)	(0.12)
Forward Foreign Currency Contract 16/8/18	£11,332,225	11,332,225	0.12
Forward Foreign Currency Contract 16/8/18	CAD(100,393,607)	(57,732,645)	(0.63)
Forward Foreign Currency Contract 16/8/18	£57,167,396	57,167,396	0.63
Forward Foreign Currency Contract 16/8/18	CAD(2,662,230)	(1,530,950)	(0.02)
Forward Foreign Currency Contract 16/8/18	£1,538,481	1,538,481	0.02
Forward Foreign Currency Contract 16/8/18	CAD(21,705,800)	(12,482,202)	(0.14)
Forward Foreign Currency Contract 16/8/18	£12,413,730	12,413,730	0.14
Forward Foreign Currency Contract 16/8/18	CAD35,000,730	20,127,623	0.22
Forward Foreign Currency Contract 16/8/18	£(20,121,324)	(20,121,324)	(0.22)
Forward Foreign Currency Contract 16/8/18	CAD(502,524,923)	(288,983,472)	(3.17)
Forward Foreign Currency Contract 16/8/18	£285,984,222	285,984,222	3.13
Forward Foreign Currency Contract 16/8/18	CAD8,697,564	5,001,647	0.05
Forward Foreign Currency Contract 16/8/18	£(4,983,087)	(4,983,087)	(0.05)
CHF Forward Foreign Currency Contracts -0.02% (0.00%)			
Forward Foreign Currency Contract 13/7/18	CHF(215,535,003)	(164,471,163)	(1.80)
Forward Foreign Currency Contract 13/7/18	£163,551,723	163,551,724	1.79
Forward Foreign Currency Contract 13/7/18	CHF(9,819,589)	(7,493,165)	(0.08)
Forward Foreign Currency Contract 13/7/18	£7,491,745	7,491,745	0.08
Forward Foreign Currency Contract 13/7/18	CHF(66,730,846)	(50,921,195)	(0.56)
Forward Foreign Currency Contract 13/7/18	£50,719,296	50,719,296	0.55
Forward Foreign Currency Contract 13/7/18	CHF(92,455,197)	(70,551,018)	(0.77)
Forward Foreign Currency Contract 13/7/18	£70,045,000	70,045,000	0.77
Forward Foreign Currency Contract 13/7/18	CHF(14,287,324)	(10,902,418)	(0.12)
Forward Foreign Currency Contract 13/7/18	£10,851,724	10,851,724	0.12
Forward Foreign Currency Contract 13/7/18	CHF769,532	587,217	0.01
Forward Foreign Currency Contract 13/7/18	£(589,122)	(589,122)	(0.01)
DKK Forward Foreign Currency Contracts -0.01% (0.00%)			
Forward Foreign Currency Contract 16/8/18	DKK(687,707,516)	(81,748,935)	(0.90)
Forward Foreign Currency Contract 16/8/18	£81,253,000	81,253,000	0.89
EUR Forward Foreign Currency Contracts -0.11% (-0.28%)			
Forward Foreign Currency Contract 13/7/18	EUR(1,729,071)	(1,529,549)	(0.02)
Forward Foreign Currency Contract 13/7/18	£1,513,425	1,513,425	0.02
Forward Foreign Currency Contract 13/7/18	EUR(837,772)	(741,099)	(0.01)
Forward Foreign Currency Contract 13/7/18	£736,183	736,183	0.01
Forward Foreign Currency Contract 13/7/18	EUR 2,816,504	2,491,501	0.03
Forward Foreign Currency Contract 13/7/18	£(2,470,001)	(2,470,001)	(0.03)
Forward Foreign Currency Contract 13/7/18	EUR(689,343)	(609,798)	(0.01)
Forward Foreign Currency Contract 13/7/18	£607,679	607,679	0.01
Forward Foreign Currency Contract 13/7/18	EUR19,149,787	16,940,045	0.19
Forward Foreign Currency Contract 13/7/18	£(16,854,302)	(16,854,302)	(0.18)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
EUR Forward Foreign Currency Contracts (continued)			
Forward Foreign Currency Contract 13/7/18	EUR(1,140,488,637)	(1,008,884,823)	(11.05)
Forward Foreign Currency Contract 13/7/18	£998,722,971	998,722,971	10.94
Forward Foreign Currency Contract 13/7/18	EUR34,442,835	30,468,391	0.33
Forward Foreign Currency Contract 13/7/18	£(30,173,091)	(30,173,091)	(0.33)
Forward Foreign Currency Contract 13/7/18	EUR(111,568,490)	(98,694,325)	(1.08)
Forward Foreign Currency Contract 13/7/18	£97,713,170	97,713,170	1.07
Forward Foreign Currency Contract 13/7/18	EUR67,447,775	59,664,809	0.65
Forward Foreign Currency Contract 13/7/18	£(59,179,157)	(59,179,157)	(0.65)
Forward Foreign Currency Contract 13/7/18	EUR(67,761,835)	(59,942,629)	(0.65)
Forward Foreign Currency Contract 13/7/18	£59,620,689	59,620,689	0.65
Forward Foreign Currency Contract 13/7/18	EUR24,628,787	21,786,810	0.24
Forward Foreign Currency Contract 13/7/18	£(21,654,251)	(21,654,251)	(0.24)
HKD Forward Foreign Currency Contracts -0.06% (0.00%)			
Forward Foreign Currency Contract 16/8/18	HKD(217,455,065)	(20,966,829)	(0.23)
Forward Foreign Currency Contract 16/8/18	£20,547,000	20,547,000	0.23
Forward Foreign Currency Contract 16/8/18	HKD(177,196,190)	(17,085,103)	(0.19)
Forward Foreign Currency Contract 16/8/18	£16,843,000	16,843,000	0.18
Forward Foreign Currency Contract 16/8/18	HKD19,059,577	1,837,708	0.02
Forward Foreign Currency Contract 16/8/18	£(1,806,721)	(1,806,721)	(0.02)
Forward Foreign Currency Contract 16/8/18	HKD5,482,139	528,583	0.01
Forward Foreign Currency Contract 16/8/18	£(533,220)	(533,220)	(0.01)
Forward Foreign Currency Contract 16/8/18	HKD(1,751,645,221)	(168,892,117)	(1.85)
Forward Foreign Currency Contract 16/8/18	£164,346,727	164,346,727	1.80
IDR Forward Foreign Currency Contracts 0.00% (0.00%)			
Forward Foreign Currency Contract 16/8/18	IDR(1,289,038,431,000)	(67,669,361)	(0.74)
Forward Foreign Currency Contract 16/8/18	£66,482,976	66,482,976	0.73
Forward Foreign Currency Contract 16/8/18	IDR1,289,038,431,000	67,669,362	0.74
Forward Foreign Currency Contract 16/8/18	£(66,767,070)	(66,767,070)	(0.73)
JPY Forward Foreign Currency Contracts 0.00% (0.09%)			
Forward Foreign Currency Contract 16/8/18	JPY(3,450,250,700)	(23,617,977)	(0.26)
Forward Foreign Currency Contract 16/8/18	£23,348,000	23,348,000	0.26
Forward Foreign Currency Contract 16/8/18	JPY(4,506,126,634)	(30,845,757)	(0.34)
Forward Foreign Currency Contract 16/8/18	£31,077,936	31,077,936	0.34
KRW Forward Foreign Currency Contracts 0.01% (0.00%)			
Forward Foreign Currency Contract 16/8/18	KRW(257,352,570,230)	(174,939,784)	(1.91)
Forward Foreign Currency Contract 16/8/18	£175,482,810	175,482,810	1.92
NZD Forward Foreign Currency Contracts 0.01% (-0.15%)			
Forward Foreign Currency Contract 16/8/18	NZD(342,044,599)	(175,055,868)	(1.91)
Forward Foreign Currency Contract 16/8/18	£175,522,702	175,522,702	1.92
USD Forward Foreign Currency Contracts -0.82% (0.09%)			
Forward Foreign Currency Contract 16/8/18	USD(37,313,180)	(28,204,811)	(0.31)
Forward Foreign Currency Contract 16/8/18	£27,517,070	27,517,070	0.30
Forward Foreign Currency Contract 16/8/18	USD14,435,171	10,911,460	0.12
Forward Foreign Currency Contract 16/8/18	£(10,776,140)	(10,776,140)	(0.12)
Forward Foreign Currency Contract 16/8/18	USD(52,415,933)	(39,620,892)	(0.43)
Forward Foreign Currency Contract 16/8/18	£39,007,840	39,007,840	0.43
Forward Foreign Currency Contract 16/8/18	USD15,577,500	11,774,940	0.13
Forward Foreign Currency Contract 16/8/18	£(11,737,209)	(11,737,209)	(0.13)
Forward Foreign Currency Contract 16/8/18	USD(81,446,920)	(61,565,243)	(0.68)
Forward Foreign Currency Contract 16/8/18	£60,268,732	60,268,732	0.66
Forward Foreign Currency Contract 16/8/18	USD13,170,491	9,955,496	0.11
Forward Foreign Currency Contract 16/8/18	£(10,015,052)	(10,015,052)	(0.11)
Forward Foreign Currency Contract 16/8/18	USD(2,141,581)	(1,618,808)	(0.02)
Forward Foreign Currency Contract 16/8/18	£1,619,096	1,619,096	0.02
Forward Foreign Currency Contract 16/8/18	USD60,479,209	45,715,874	0.50
Forward Foreign Currency Contract 16/8/18	£(44,818,808)	(44,818,808)	(0.49)
Forward Foreign Currency Contract 16/8/18	USD(117,789,023)	(89,036,022)	(0.98)

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
USD Forward Foreign Currency Contracts (continued)			
Forward Foreign Currency Contract 16/8/18	£88,188,288	88,188,288	0.97
Forward Foreign Currency Contract 16/8/18	USD151,866,811	114,795,219	1.26
Forward Foreign Currency Contract 16/8/18	£(113,763,424)	(113,763,424)	(1.25)
Forward Foreign Currency Contract 16/8/18	USD(3,685,761,213)	(2,786,044,982)	(30.51)
Forward Foreign Currency Contract 16/8/18	£2,712,023,650	2,712,023,650	29.70
Forward Foreign Currency Contract 16/8/18	USD40,842,155	30,872,342	0.34
Forward Foreign Currency Contract 16/8/18	£(30,355,240)	(30,355,240)	(0.33)
Portfolio of investments*		8,472,731,775	92.79
Net current assets		658,523,033	7.21
Total Net Assets		9,131,254,808	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Israel and New Zealand portfolio categories, which, at 30 June 2017, represented 1.01% and 0.49% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital losses	3		(277,248,374)		(312,944,288)
Revenue	4	269,425,112		269,859,763	
Expenses	5	(67,526,234)		(62,110,467)	
Interest payable and similar charges	7	(1,263,815)		(34,529)	
Net revenue before taxation		200,635,063		207,714,767	
Taxation	6	(22,395,378)		(24,174,592)	
Net revenue after taxation			178,239,685		183,540,175
Total return before distributions			(99,008,689)		(129,404,113)
Distributions	8		(228,464,977)		(228,188,518)
Change in net assets attributable to Shareholders from investment activities			(327,473,666)		(357,592,631)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
Amounts received on issue of shares		661,956,685		1,727,257,691	
Amounts paid on cancellation of shares		(1,790,480,578)		(802,586,786)	
			(1,128,523,893)		924,670,905
Stamp Duty Reserve Tax			(96,990)		—
Dilution adjustment			183,393		333,808
Change in net assets attributable to Shareholders from investment activities (see above)			(327,473,666)		(357,592,631)
Retained distributions on accumulation shares			170,531,579		176,081,798
Unclaimed distributions			—		23,100
Closing net assets attributable to Shareholders			9,131,254,808		10,416,634,385

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets*			8,575,423,516		9,057,059,214
Current assets					
Debtors	10	223,538,829		494,781,671	
Cash and bank balances	11	660,566,558		1,272,066,726	
Total other assets			884,105,387		1,766,848,397
Total assets			9,459,528,903		10,823,907,611
LIABILITIES					
Investment liabilities					
Creditors			(102,691,741)		(74,877,725)
Bank overdraft	11	(5,686,305)		(480,470)	
Distribution payable	12	(26,058,333)		(33,520,404)	
Other creditors	12	(193,837,716)		(298,394,627)	
Total other liabilities			(225,582,354)		(332,395,501)
Total liabilities			(328,274,095)		(407,273,226)
Net assets attributable to Shareholders			9,131,254,808		10,416,634,385

*Gross of investment liabilities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	1.4530	—	1.4530	1.4919
Group 2	0.8060	0.6470	1.4530	1.4919
B Shares (Income)				
Group 1	1.2667	—	1.2667	1.3304
Group 2	0.8000	0.4667	1.2667	1.3304
Exempt L Shares 1 (Income)				
Group 1	1.3096	—	1.3096	1.3686
Group 2	0.8510	0.4586	1.3096	1.3686
Exempt Shares 1 (Accumulation)				
Group 1	1.5534	—	1.5534	1.5921
Group 2	1.5534	0.0000	1.5534	1.5921
Exempt Shares 1 (Income)				
Group 1	1.3136	—	1.3136	1.3771
Group 2	1.3136	0.0000	1.3136	1.3771
Exempt Shares 2 (Accumulation)				
Group 1	3.1236	—	3.1236	3.2006
Group 2	2.2141	0.9095	3.1236	3.2006
Exempt Shares 2 (Income)				
Group 1	2.4743	—	2.4743	2.5957
Group 2	1.9450	0.5293	2.4743	2.5957
Exempt Shares 3 (Accumulation)				
Group 1	1.3012	—	1.3012	1.3386
Group 2	1.3012	0.0000	1.3012	1.3386
Exempt Shares 4 (Accumulation)				
Group 1	1.3060	—	1.3060	0.6012
Group 2	1.3060	0.0000	1.3060	0.6012
Exempt Shares 5 (Accumulation)*				
Group 1	1.2596	—	1.2596	n/a
Group 2	1.2596	0.0000	1.2596	n/a

*For share class launch and closure dates, please refer to the Statistics section on pages 672 to 681.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Distribution Statements

(continued)

Final Dividend distribution in pence per share (continued)

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased 1 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Institutional Shares (Accumulation)				
Group 1	1.9621	—	1.9621	2.0167
Group 2	1.0407	0.9214	1.9621	2.0167
Institutional W Shares (Accumulation)				
Group 1	1.5147	—	1.5147	1.5520
Group 2	0.9297	0.5850	1.5147	1.5520
Institutional W Shares (Income)				
Group 1	1.3169	—	1.3169	1.3809
Group 2	0.8554	0.4615	1.3169	1.3809
Sterling Income A Shares				
Group 1	1.5088	—	1.5088	1.4864
Group 2	0.9165	0.5923	1.5088	1.4864
Sterling Income Shares				
Group 1	3.6392	—	3.6392	3.8145
Group 2	3.0107	0.6285	3.6392	3.8145
U Shares (Accumulation)				
Group 1	1.3912	—	1.3912	1.4255
Group 2	0.8455	0.5457	1.3912	1.4255
U Shares (Income)				
Group 1	1.2974	—	1.2974	1.3587
Group 2	0.7180	0.5794	1.2974	1.3587
X Shares (Accumulation)				
Group 1	2.5950	—	2.5950	2.6395
Group 2	1.0663	1.5287	2.5950	2.6395
X Shares (Income)				
Group 1	1.6909	—	1.6909	1.7604
Group 2	1.5190	0.1719	1.6909	1.7604

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.0939	—	1.0939	1.1056
Group 2	0.7133	0.3806	1.0939	1.1056
B Shares (Income)				
Group 1	0.9631	—	0.9631	0.9959
Group 2	0.5415	0.4216	0.9631	0.9959
Exempt L Shares 1 (Income)				
Group 1	0.9999	—	0.9999	1.0331
Group 2	0.4453	0.5546	0.9999	1.0331
Exempt Shares 1 (Accumulation)				
Group 1	1.1775	—	1.1775	1.1836
Group 2	0.4904	0.6871	1.1775	1.1836
Exempt Shares 1 (Income)				
Group 1	1.0038	—	1.0038	1.0359
Group 2	1.0038	0.0000	1.0038	1.0359
Exempt Shares 2 (Accumulation)				
Group 1	2.3633	—	2.3633	2.3846
Group 2	1.4430	0.9203	2.3633	2.3846
Exempt Shares 2 (Income)				
Group 1	1.8904	—	1.8904	1.9537
Group 2	0.8222	1.0682	1.8904	1.9537
Exempt Shares 3 (Accumulation)*				
Group 1	0.9848	—	0.9848	n/a
Group 2	0.9291	0.0557	0.9848	n/a
Exempt Shares 4 (Accumulation)*				
Group 1	0.9876	—	0.9876	n/a
Group 2	0.9876	0.0000	0.9876	n/a

*For share class launch and closure dates, please refer to the Statistics section on pages 672 to 681.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share (continued)

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 December 2017

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
Institutional Shares (Accumulation)				
Group 1	1.4877	—	1.4877	1.5032
Group 2	0.5295	0.9582	1.4877	1.5032
Institutional W Shares (Accumulation)				
Group 1	1.1460	—	1.1460	1.1565
Group 2	0.7739	0.3721	1.1460	1.1565
Institutional W Shares (Income)				
Group 1	1.0063	—	1.0063	1.0396
Group 2	0.6314	0.3749	1.0063	1.0396
Sterling Income A Shares				
Group 1	1.1680	—	1.1680	1.2047
Group 2	0.5046	0.6634	1.1680	1.2047
Sterling Income Shares				
Group 1	2.7599	—	2.7599	2.8515
Group 2	0.3787	2.3812	2.7599	2.8515
U Shares (Accumulation)				
Group 1	1.0527	—	1.0527	1.0616
Group 2	0.5723	0.4804	1.0527	1.0616
U Shares (Income)				
Group 1	0.9909	—	0.9909	1.0228
Group 2	0.5435	0.4474	0.9909	1.0228
X Shares (Accumulation)				
Group 1	1.9554	—	1.9554	1.9615
Group 2	0.9742	0.9812	1.9554	1.9615
X Shares (Income)				
Group 1	1.2861	—	1.2861	1.3205
Group 2	0.1958	1.0903	1.2861	1.3205
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			83.19	16.81
Interim distributions for 31 December 2017			76.38	23.62

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Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital losses

The net capital losses on investments during the year comprise:	30/06/2018 £	30/06/2017 £
(Losses)/gains on non-derivative securities	(133,560,200)	455,200,480
Losses on derivative contracts	(241,831,699)	(482,680,322)
Gains/(losses) on forward currency contracts	60,623,956	(312,661,722)
Currency exchange gains	37,712,431	27,288,125
Activity charges	(192,862)	(90,849)
Net capital losses	(277,248,374)	(312,944,288)

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	2,045,857	21,657
Interest on debt securities	104,026,605	100,593,115
Overseas dividends	123,749,045	126,373,212
Stock lending	2,806,791	3,159,110
Stock dividends	1,367,309	—
UK dividends	35,429,505	39,712,669
Total revenue	269,425,112	269,859,763

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	62,701,992	57,726,927
Administration fees	3,312,463	3,277,548
Safe custody charges	1,225,681	824,298
	67,240,136	61,828,773
Other expenses		
Audit fee†	8,384	8,056
Depositary's fees	273,846	267,735
Financial Conduct Authority fee	121	(324)
Professional fees	3,747	6,227
	286,098	281,694
Total expenses	67,526,234	62,110,467

† The Audit fee net of VAT for 2018 is £7,100 (30/06/17: £6,750).

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Notes to the Financial Statements

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6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Corporation tax	9,021,517	10,224,069
Double tax relief	(1,167,703)	(1,173,872)
	7,853,814	9,050,197
Overseas tax withheld	14,394,039	15,155,795
Total current tax charge	22,247,853	24,205,992
Deferred tax movement for the year (see Note 6c)	147,525	(31,400)
Total tax charge (see Note 6b)	22,395,378	24,174,592
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	200,635,063	207,714,767
Corporation tax @ 20%	40,127,013	41,542,953
Effects of:		
Dividends not subject to corporation tax	(30,957,970)	(31,348,884)
Double tax relief	(1,167,704)	(1,173,872)
Overseas tax withheld	14,394,039	15,155,795
Prior year adjustment	—	(1,400)
Total tax charge (see Note 6a)	22,395,378	24,174,592
c) Deferred tax		
Opening deferred tax balance	383,730	415,130
Deferred tax movement for the year	147,525	(31,400)
Closing deferred tax balance	531,255	383,730

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Collateral interest payable	179,544	—
Interest	60,230	34,529
Return from short position bond futures	1,024,041	—
Total interest	1,263,815	34,529

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 31 December	101,526,349	97,439,364
Final Dividend distribution 30 June	119,634,597	136,464,523
	221,160,946	233,903,887
Amounts added on issue of shares	(2,873,998)	(9,331,902)
Amounts deducted on cancellation of shares	10,178,029	3,616,533
Net distributions for the year	228,464,977	228,188,518

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Notes to the Financial Statements

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9 Net movement between revenue after taxation and distributions

	30/06/2018	30/06/2017
	£	£
Net revenue after taxation	178,239,685	183,540,175
Capitalised fees less tax relief paid from capital	50,326,981	45,944,028
Equalisation on conversions	(101,689)	(1,295,685)
	228,464,977	228,188,518

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	33,278,300	38,172,012
Amount receivable for issue of shares	136,692	19,546,715
Amounts receivable on open currency contracts	16,001,847	209,316,178
Overseas tax recoverable	7,689,396	8,388,991
Prepaid expenses	—	80
Sales awaiting settlement	166,432,594	219,357,695
Total debtors	223,538,829	494,781,671

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	18,855,689	198,048,488
Cash held in BNY Mellon Sterling Liquidity Fund	—	951,968,241
Cash held in Insight Sterling Liquidity Fund	486,089,855	—
Cash held on margin account	155,621,014	122,049,997
	660,566,558	1,272,066,726
Overdrawn cash and bank balances		
Bank overdrafts	5,686,305	480,470
	5,686,305	480,470

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	26,058,333	33,520,404
	26,058,333	33,520,404
b) Other creditors		
Accrued expenses	5,440,102	5,947,401
Amount payable for cancellation of shares	37,051,470	2,623,627
Amounts payable on open currency contracts	15,988,373	209,356,407
Corporation tax payable	4,184,956	4,463,714
Deferred Tax liability	531,255	383,730
Purchases awaiting settlement	130,641,560	75,619,748
Total other creditors	193,837,716	298,394,627

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Notes to the Financial Statements

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13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £42,346,566 (30/06/17: £10,983,596).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	8,565,980,028	9,023,173,779

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	427,164,932	(427,164,932)	499,800,271	(499,800,271)
Derivative securities	(77,136,376)	77,136,376	(122,604,186)	122,604,186
Net capital impact	350,028,556	(350,028,556)	377,196,085	(377,196,085)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	4,863,198,248	(1,197,536)
Level 2: Observable	3,712,225,268	(101,494,205)
	8,575,423,516	(102,691,741)

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	5,632,670,349	—
Level 2: Observable	3,424,388,865	(74,877,725)
	9,057,059,214	(74,877,725)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank Of Commerce	(2,952,645)	(2,952,645)
Citi	(1,123,987)	(1,123,987)
JP Morgan	(1,477,446)	(1,477,446)
Royal Bank of Scotland	(9,169,570)	(9,169,570)
State Street	2,048,672	2,048,672
UBS	(80,573,277)	(80,573,277)
Total	(93,248,253)	(93,248,253)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £102,010,000 in the form of cash (30/06/17: £nil).

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash (30/06/17: £42,360,000).

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	120,496,046	3,265,802,013	11,581,990,442	14,968,288,501
Investment liabilities	—	—	(6,495,556,726)	(6,495,556,726)
Total	120,496,046	3,265,802,013	5,086,433,716	8,472,731,775

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2017:

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	139,253,373	2,824,208,833	14,481,213,151	17,444,675,357
Investment liabilities	—	—	(8,462,493,868)	(8,462,493,868)
Total	139,253,373	2,824,208,833	6,018,719,283	8,982,181,489

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% (30/06/17: 0.25%) in interest rates, with all other variables remaining constant, is likely to result in a 0.1% (30/06/17: 0.7%) decrease/increase respectively in the portfolio valuation.

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Notes to the Financial Statements

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14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Australia	29,796,741	3,594,945	33,391,686	(5,040,721)
Canada	6,783,667	517,455	7,301,122	(22,898,387)
Denmark	1,815,216	654,444	2,469,660	84,269,431
Eurozone	95,265,311	10,923,009	106,188,320	227,626,544
Hong Kong	(9,686,251)	460,525	(9,225,726)	41,890,762
India	76,702,841	7,335,482	84,038,323	96,374,110
Indonesia	62,086,105	518,693	62,604,798	—
Israel	—	—	—	11,498
Japan	40,448,096	467,740	40,915,836	(5,546,727)
Mexico	222,946,035	669,728	223,615,763	93,264,957
New Zealand	10,043,984	1,197,988	11,241,972	(169,444,601)
South Africa	8,477,814	-	8,477,814	14,260,109
South Korea	(2,976,980)	9,243,857	6,266,877	53,240,832
Switzerland	74,414,297	4,852,708	79,267,005	397,396,693
United States of America	58,937,773	29,408,666	88,346,439	673,635,697
Total	675,054,649	69,845,240	744,899,889	1,479,040,197

Foreign currency sensitivity

As at 30 June 2018, the Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

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Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018	Total Net Assets (%) 30/06/2017
Investment grade securities	2,600,566	28.48	2.64
Below investment grade securities	772,700	8.46	2.04
Unrated Securities	13,032	0.14	58.34
Other Assets/(Liabilities)	5,086,434	55.71	(0.13)
Portfolio of investments	8,472,732	92.79	86.23
Net current assets	658,523	7.21	13.77
Total Net Assets	9,131,255	100.00	100.00

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Purchases (excluding derivatives)					
Equity instruments (direct)	2,775,208	1,860	0.07	3,745	0.13
Debt instruments (direct)	7,268,402	—	—	—	—
Collective investment schemes	74,519	14	0.02	6	0.01
Total purchases	10,118,129	1,874		3,751	
Total purchases including transaction costs	10,123,754				
	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Sales (excluding derivatives)					
Equity instruments (direct)	3,450,593	1,391	0.04	251	0.01
Debt instruments (direct)	6,644,703	—	—	—	—
Collective investment schemes	336,311	123	0.04	—	—
Total sales	10,431,607	1,514		251	
Total sales net of transaction costs	10,429,842				
Derivative transaction costs		39		—	
Total transaction costs		3,427		4,002	
Total transaction costs as a % of average net assets		0.03%		0.04%	

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Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	2,043,868	1,344	0.07	4,138	0.20
Debt instruments (direct)	1,232,874	—	—	—	—
Collective investment schemes	262,217	66	0.03	—	—
Total purchases	3,538,959	1,410		4,138	
Total purchases including transaction costs	3,544,507				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	2,275,544	1,210	0.05	122	0.01
Debt instruments (direct)	1,561,992	—	—	—	—
Collective investment schemes	543,653	123	0.02	—	—
Total sales	4,381,189	1,333		122	
Total sales net of transaction costs	4,379,734				

Derivative transaction costs

333

—

Total transaction costs

3,076

4,260

Total transaction costs

as a % of average net assets

0.03%

0.04%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Sub-fund utilised derivative instruments including futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.26% (30/06/17: 0.14%).

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £1,050,616,379 of investments were subject to stock lending agreements and on behalf of the Sub-fund £1,156,267,585 was held in collateral. The collateral is held 14.64% in debt securities and 85.36% in equity securities.

As at 30 June 2017, £1,543,191,269 of investments were subject to stock lending agreements and on behalf of the Sub-fund £1,666,114,817 was held in collateral. The collateral was held 34.45% in debt securities and 65.55% in equity securities.

The gross earnings and the fees for the year are £3,508,489 (30/06/17: £3,948,887) and £701,698 (30/06/17: £789,777) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Bank PLC	262,511,930	288,099,249
BNP Paribas	60,811,640	63,289,167
CREDIT SUISSE AG	2,842,561	3,275,601
Citigroup Global Markets Limited	14,993,714	16,822,805
Credit Suisse Securities (Europe) Limited	364,373,810	400,816,507
Deutsche Bank, AG	28,844,531	32,828,980
Goldman Sachs International	36,233,902	38,050,534
HSBC Bank PLC	155,602,429	171,162,883
JP Morgan Securities, Plc.	83,240,513	96,750,679
Merrill Lynch International	661,597	696,990
NatWest Markets PLC	1,407,325	1,451,831
Nomura International PLC	5,181,215	5,297,357
Skandinaviska Enskilda Banken AB	15,938,767	17,838,142
Societe Generale	12,726,230	13,998,889
UBS AG	5,246,215	5,887,971

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Notes to the Financial Statements

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18 Shareholder's funds

The Sub-fund currently has nineteen share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt L Shares 1 (Income)	0.65%	0.03%
Exempt Shares 1 (Accumulation)	0.65%	0.03%
Exempt Shares 1 (Income)	0.65%	0.03%
Exempt Shares 2 (Accumulation)	0.75%	0.03%
Exempt Shares 2 (Income)	0.75%	0.03%
Exempt Shares 3 (Accumulation)	0.60%	0.03%
Exempt Shares 4 (Accumulation)	0.55%	0.03%
Exempt Shares 5 (Accumulation)	0.50%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income A Shares	1.50%	0.10%
Sterling Income Shares	1.00%	0.10%
U Shares (Accumulation)	0.65%	0.03%
U Shares (Income)	0.65%	0.03%
X Shares (Accumulation)	0.00%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	10,370,175	1,084,396	(3,379,630)	65,808	8,140,749
B Shares (Income)	4,401,690	99,930	(780,361)	679,216	4,400,475
Exempt L Shares 1 (Income)	334,587,089	7,947,253	(5,239,512)	—	337,294,830
Exempt Shares 1 (Accumulation)	266,975,628	25,414,448	(9,704,272)	345,495,544	628,181,348
Exempt Shares 1 (Income)	94,682,365	—	—	—	94,682,365
Exempt Shares 2 (Accumulation)	1,672,168,145	113,311,347	(328,251,563)	(73,352,665)	1,383,875,264
Exempt Shares 2 (Income)	276,204,510	8,095,793	(70,639,364)	8,425,741	222,086,680
Exempt Shares 3 (Accumulation)	357,710,402	29,836,259	—	90,551,578	478,098,239
Exempt Shares 4 (Accumulation)	250,000,000	—	—	—	250,000,000
Exempt Shares 5 (Accumulation)	—	—	—	317,823,875	317,823,875
Institutional Shares (Accumulation)	148,815,069	62,921,692	(19,256,178)	(2,778,716)	189,701,867
Institutional W Shares (Accumulation)	638,440,736	40,938,151	(189,395,066)	11,528,435	501,512,256
Institutional W Shares (Income)	718,406,140	20,799,672	(166,316,399)	2,975,554	575,864,967
Sterling Income A Shares	318,093,928	44,939,600	(73,857,839)	(5,284,893)	283,890,796
Sterling Income Shares	24,632,118	2,743,654	(9,779,891)	(2,241,792)	15,354,089
U Shares (Accumulation)	49,391,716	8,819,476	(5,023,341)	(9,057)	53,178,794
U Shares (Income)	27,466,094	1,542,828	(7,664,019)	497,022	21,841,925
X Shares (Accumulation)	951,455,320	35,147,027	(78,597,731)	(332,827,923)	575,176,693
X Shares (Income)	252,680,314	3,577,567	(129,845,612)	—	126,412,269

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Real Return Fund

Notes to the Financial Statements

(continued)

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton Sustainable Global Equity Fund

Annual Report
for the period ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Fund Report

for the period ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£49.65m
Comparative Index:	MSCI AC World NR GBP
Sector:	IA Global

Yield as at 30 June 2018:

Institutional W Shares (Accumulation)	0.61%
X Shares (Income)	0.89%

Key Dates: Fund Launch 22 January 2018

Investment Objective

To achieve capital growth and income over the long term from a portfolio predominantly invested in global equities. The Sub-Fund aims to achieve its objectives through investing in a concentrated portfolio of global companies that demonstrate attractive investment attributes and sustainable business practices. All investments will also be expected to conform to the Investment Managers sustainability criteria, where environmental, social, governance ("ESG") is an integral part of the criteria.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Institutional W Shares (Accumulation)*	n/a	n/a	n/a
X Shares (Income)*	n/a	n/a	n/a
MSCI AC World NR GBP	8.94%	n/a	n/a

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on page 707.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Fund Report

(continued)

Portfolio Summary

Since launch on 22 January 2018, the Newton Sustainable Global Equity W Acc returned 3.94% compared to a return of -0.43% for the MSCI AC World. The Sub-fund generated a positive return and was ahead of the comparative index.

The Sustainable Global Equity strategy is an actively managed global equity strategy which aims to achieve capital growth and income. It seeks to achieve this by investing in a small number of well-run businesses that have both durable financial and competitive positions, and manage positively the material impacts of their operations and products on the environment and society.

It avoids companies with material unresolvable environmental, social and governance (ESG) risks which are likely to negatively affect future performance and does not invest in any company that derives more than 10% of its turnover from the production and sale of tobacco.

The manager's long-term investment belief is that responsibly managed companies are best placed to achieve sustainable competitive advantage and provide strong long-term investment opportunities. While responsible investment has been core to the company's investment approach since its inception in 1978, the manager began to require ESG reviews of stocks in 2005 and has continued to enhance and develop the process since then.

It has been a *volatile* period for global equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners creating an unsettled backdrop. *Quantitative tightening* was more in evidence as the US Federal Reserve raised interest rates on two occasions and the European Central Bank set a date for the final abandonment of its monthly bond-purchasing scheme. Robust earnings growth, especially in the US, helped to underpin markets.

Risks in markets have clearly risen not least owing to some tightening in *monetary policy* in the US and the *eurozone*, and Trump's determination to escalate his trade dispute. However, on the positive side, global economic growth appears to be relatively robust and earnings growth remains resilient.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the period.

Purchases	Sales
Microsoft	Amazon
Alphabet class 'A' shares	Blue Buffalo Pet Products
Citigroup	Cisco Systems
Accenture	Alphabet class 'A' shares
Ferguson	Align Technology
Apple	Trimble Navigation
Wolters Kluwer	Principal Financial
Intuit	Intuit
AIA	Wolters Kluwer
Abbott Laboratories	Novartis

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Statistics

for the period ended 30 June 2018

Comparative tables

Institutional W Shares (Accumulation)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	3.87
Operating charges	(0.38)
Return after operating charges	3.49
Distributions	(0.63)
Retained distributions on accumulation shares	0.63
Closing net asset value per share	103.49
*After direct transaction costs of	(0.01)
Performance	
Return after charges	3.49%
Other information	
Closing net asset value (£)	5,174
Closing number of shares	5,000
Operating charges**	0.87%
Direct transaction costs*	0.02%
Prices	
Highest share price	105.01
Lowest share price	92.64

X Shares (Income)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	3.82
Operating charges	(0.02)
Return after operating charges	3.80
Distributions	(0.93)
Retained distributions on accumulation shares	—
Closing net asset value per share	102.87
*After direct transaction costs of	(0.01)
Performance	
Return after charges	3.80%
Other information	
Closing net asset value (£)	49,646,582
Closing number of shares	48,263,374
Operating charges**	0.05%
Direct transaction costs*	0.02%
Prices	
Highest share price	105.31
Lowest share price	92.70

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share class launched on 22 January 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 10.03%			
Associated British Foods	41,843	1,145,661	2.31
Informa	147,188	1,228,725	2.47
RELX	82,207	1,333,809	2.69
Unilever	30,381	1,273,572	2.56
Canada 1.46%			
Intact Financial	13,501	723,443	1.46
United States of America 51.42%			
Abbott Laboratories	32,602	1,506,322	3.03
Accenture	15,887	1,968,893	3.97
Albemarle	7,142	510,286	1.03
Alphabet class 'A' shares	1,914	1,637,015	3.30
Amazon	464	597,009	1.20
Apple	12,318	1,706,560	3.44
Applied Materials	14,482	506,555	1.02
CA	37,694	1,017,831	2.05
Cerner	11,902	538,914	1.09
Cisco Systems	22,643	737,988	1.49
Citigroup	38,821	1,968,323	3.96
CMS Energy	30,545	1,093,859	2.20
Costco Wholesale	7,677	1,215,120	2.45
Dollar General	13,676	1,021,362	2.06
eBay	26,115	717,235	1.44
Eversource Energy	27,015	1,199,280	2.41
Gilead Sciences	13,100	702,999	1.42
Intuit	8,676	1,342,423	2.70
Medtronic	16,965	1,100,075	2.22
Microsoft	41,277	3,082,996	6.21
Principal Financial	2,261	90,663	0.18
Walgreens Boots Alliance	9,081	412,763	0.83
Western Union	55,454	853,914	1.72
Hong Kong 3.06%			
AIA	229,600	1,520,625	3.06
Japan 5.88%			
Ebara	16,900	396,967	0.80
Seven & I	21,800	719,275	1.45
Sony	15,800	611,742	1.23
Sugi	20,200	885,423	1.78
Suntory Beverage & Food	9,500	306,949	0.62
South Korea 1.87%			
Samsung SDI GDR (each representing 1/4 ordinary share)	25,563	929,388	1.87
Denmark 1.52%			
Orsted	16,486	756,092	1.52
France 1.41%			
L'Oréal	3,781	700,526	1.41
Germany 7.67%			
Deutsche Post	24,855	614,369	1.24
Hella Hueck	20,739	877,797	1.77
Infineon Technologies	44,034	850,110	1.71
SAP	16,723	1,463,105	2.95
Jersey 3.50%			
Ferguson	28,249	1,737,031	3.50

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Netherlands 2.50%			
Wolters Kluwer	29,875	1,241,764	2.50
Norway 1.24%			
DNB	41,771	618,184	1.24
Switzerland 3.88%			
Novartis	14,706	844,445	1.70
Roche Holding	6,435	1,082,317	2.18
Portfolio of investments		47,389,704	95.44
Net current assets		2,262,052	4.56
Total Net Assets		49,651,756	100.00

Total unapproved and unquoted securities 0.00%

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Statement of Total Return

for the period ended 30 June 2018

	Notes	£	22/01/18 to 30/06/2018 £
Income			
Net capital gains	3		1,383,351
Revenue	4	514,976	
Expenses	5	(2,649)	
Interest payable and similar charges	7	(125)	
Net revenue before taxation		512,202	
Taxation	6	(62,971)	
Net revenue after taxation			449,231
Total return before distributions			1,832,582
Distributions	8		(449,231)
Change in net assets attributable to Shareholders from investment activities			1,383,351

Statement of Change in Net Assets Attributable to Shareholders

for the period ended 30 June 2018

	£	22/01/18 to 30/06/2018 £
Opening net assets attributable to shareholders		—
Amounts received on issue of shares	48,268,374	
Amounts paid on cancellation of shares	—	
		48,268,374
Change in net assets attributable to Shareholders from investment activities (see above)		1,383,351
Retained distributions on accumulation shares		31
Closing net assets attributable to Shareholders		49,651,756

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £
ASSETS			
Fixed assets			
Investment assets			47,389,704
Current assets			
Debtors	10	62,044	
Cash and bank balances	11	2,679,815	
Total other assets			2,741,859
Total assets			50,131,563
LIABILITIES			
Investment liabilities			—
Creditors			
Distribution payable	12	(449,199)	
Other creditors	12	(30,608)	
Total other liabilities			(479,807)
Total liabilities			(479,807)
Net assets attributable to Shareholders			49,651,756

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Distribution Statements

for the period ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 22 January 2018

Group 2: Shares purchased 23 January 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable
Institutional W Shares (Accumulation)			
Group 1	0.6290	—	0.6290
Group 2	0.6290	0.0000	0.6290
X Shares (Income)			
Group 1	0.9307	—	0.9307
Group 2	0.9307	0.0000	0.9307
		Franked (%)	Unfranked (%)
Final distributions for 30 June 2018		99.88	0.12

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Notes to the Financial Statements

for the period ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

	22/01/18 to 30/06/2018 £
The net capital gains on investments during the period comprise:	
Gains on non-derivative securities	1,384,090
Currency exchange gains	7,202
Activity charges	(7,941)
Net capital gains	1,383,351

4 Revenue

	22/01/18 to 30/06/2018 £
Bank interest	3,542
Non-taxable overseas dividends	443,720
UK dividends	67,714
Total revenue	514,976

5 Expenses

	22/01/18 to 30/06/2018 £
Payable to the ACD or Associate of the ACD:	
ACD's periodic charge	16
Administration fees	6,245
Expenses capped*	(18,912)
Safe custody charges	1,492
	(11,159)
Other expenses:	
Audit fee†	7,487
Depositary's fees	5,824
Professional fees	497
	13,808
Total expenses	2,649

†The Audit fee net of VAT for 2018 is £6,500.

*There is currently a discretionary cap of 5bps, on expenses charged to the X Shares (Income) share class. Please see Accounting policy note - 1.1(e) for further information.

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Notes to the Financial Statements

(continued)

6 Taxation

	22/01/18 to 30/06/2018 £
a) Analysis of tax charge	
Corporation tax	154
Overseas tax withheld	62,817
Total tax charge (see Note 6b)	62,971
b) Factors affecting the tax charge	
The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an ICVC (20%). The differences are explained below:	
Net revenue before taxation	512,202
Corporation tax @ 20%	102,440
Effects of:	
Overseas tax withheld	62,817
Revenue not subject to tax	(102,286)
Total tax charge (see Note 6a)	62,971
c) Deferred tax	
No deferred tax asset has been recognised in the accounts. The Sub-fund has no excess management expenses.	

7 Interest payable and similar charges

	22/01/18 to 30/06/2018 £
Interest	125
Total interest	125

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	22/01/18 to 30/06/2018 £
Final dividend distribution 30 June	449,231
	449,231
Amounts added on issue of shares	—
Amounts deducted on cancellation of shares	—
Net distributions for the period	449,231

9 Net movement between revenue after taxation and distributions

	22/01/18 to 30/06/2018 £
Net revenue after taxation	449,231
	449,231

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018
	£
Accrued revenue	12,738
Amounts receivable on open currency contracts	15,604
Overseas tax recoverable	14,789
Prepaid expenses	18,913
Total debtors	62,044

11 Cash & bank balances

	30/06/2018
	£
Cash held at bank	188,701
Cash held in Insight Investment Sterling Liquidity Fund	2,491,114
	2,679,815
Overdrawn cash and bank balances	
Overdraft position at brokers	—
	—

12 Creditors

	30/06/2018
	£
a) Distribution payable	
Distribution payable	449,199
	449,199
b) Other creditors	
Accrued expenses	14,887
Corporation tax payable	154
Amounts payable on currency contracts	15,567
Total other creditors	30,608

13 Related parties

As at 30 June 2018, there was one investor holding more than 75% of the voting shares in issue. This investor held 99.99% of the total voting shares in issue and is therefore regarded as a related party.

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £12,910.

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £
Investments held at the balance sheet date	47,389,704

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the period. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018	
	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	2,369,485	(2,369,485)
Net capital impact	2,369,485	(2,369,485)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	47,389,704	—
	47,389,704	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings.

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign Currency risk

	30/06/2018	30/06/2018	30/06/2018
	Investments	Net Current Assets	Total
	£	£	£
Canada	723,443	5,169	728,612
Denmark	756,092	2,114	758,206
Eurozone	5,747,671	859	5,748,530
Hong Kong	1,520,625	—	1,520,625
Japan	2,920,357	5,400	2,925,757
Norway	618,184	6,890	625,074
Switzerland	1,926,762	—	1,926,762
United States of America	26,457,772	6,680	26,464,452
Total	40,670,906	27,112	40,698,018

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

	Total Exposure	Impact of a 5% weakening of base currency	Impact of a 5% strengthening of base currency
Currency	£	£	£
Eurozone	5,748,530	302,554	(273,740)
United States of America	26,464,452	1,392,866	(1,260,212)

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the period ending 30 June 2018

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	4,751	2	0.04	1	0.02
Total purchases	4,751	2		1	
Total purchases including transaction costs	4,754				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	5,881	2	0.04	0	—
Total sales	5,881	2		—	
Total sales net of transaction costs	5,879				

Derivative transaction costs	—	—
Total transaction costs	4	1
Total transaction costs as a % of average net assets	0.02%	0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.18%.

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date.

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20%. The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, there were no investments subject to stock lending agreements. The gross earnings and the fees for the period are £nil and £nil respectively.

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Global Equity Fund

Notes to the Financial Statements

(continued)

18 Shareholder's funds

The Sub-fund currently has two share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Institutional W Shares (Accumulation)	0.75%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the period ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Institutional W Shares (Accumulation)	—	5,000	—	—	5,000
X Shares (Income)	—	48,263,374	—	—	48,263,374

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

The Sub-fund launched on 22 January 2018, hence there are no comparatives.

BNY Mellon Investment Funds
Newton Sustainable Real Return Fund

Annual Report
for the period ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Fund Report

for the period ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£113.57m
Comparative Index:	LIBOR GBP 1 Month + 400 Bps
Sector:	IA Targeted Absolute Return

Yield as at 30 June 2018:

Exempt Shares 1 (Accumulation)	0.58%
Exempt Shares 4 (Accumulation)	0.56%
Institutional W Shares (Accumulation)	0.56%

Key Dates: Fund Launch 24 April 2018

Investment Objective

To achieve a real rate of return in Sterling terms that is equivalent to the return from cash (1 month GBP LIBOR) + 4% per annum over 5 years before fees. In doing so, it aims to achieve a positive return on a rolling 3 year basis. However, there is a risk to capital and there is no guarantee that a positive return will be achieved over this or any other time period.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Exempt 1 (Accumulation)*	n/a	n/a	n/a
Exempt 4 (Accumulation)*	n/a	n/a	n/a
Institutional W Shares (Accumulation)*	n/a	n/a	n/a
LIBOR GBP 1 Month + 400 Bps	4.42%	4.28%	4.51%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 722 to 723.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Fund Report

(continued)

Portfolio Summary

Over the period under review and since the launch of the Sub-fund on 24 April, the Institutional W Shares (Accumulation) returned 0.73% compared with a return of 0.81% for the LIBOR GBP 1 Month + 4% .

The Sub-fund produced a positive return but was marginally behind the comparative index.

The Sub-fund experienced a positive contribution from the return-seeking assets (largely equity and corporate bond positions), most particularly equities. Korean battery manufacturer Samsung SDI was the top contributor to the Sub-fund's return, followed by media companies Wolters Kluwer and Informa. It was broadly a good quarter for the Sub-fund's holdings in renewable energy and social infrastructure (the construction and maintenance of facilities supporting social services, such as hospitals). However, within return-seeking assets, debt issued by emerging market governments detracted from performance as sentiment towards this asset class succumbed to a range of *macroeconomic* and political factors, which were exacerbated by the US dollar's appreciation and the rise in US interest rates.

The positive performance from the Sub-fund's return-seeking assets was offset by the negative contribution from the Sub-fund's stabilising assets (such as government bonds, cash and gold) and *hedging* positions. Within these positions, currency *hedging* and precious metals were notable factors behind the negative relative return. Positions to mitigate a fall in equities had a modest cost given the rise in indices over the period, while gold fell out of favour in an environment characterised by US-dollar strength. On the positive side, the Sub-fund's government bond holdings contributed positively.

Towards the end of the period, the manager started to increase the portfolio's sensitivity to interest rates by adding back exposure to US Treasuries via the purchase of seven and nine-year issues and increasing the position in Australian 30-year bonds.

Our outlook and strategy remain broadly unchanged and relatively cautious in their nature. While recent trade skirmishes have weighed upon *risk assets* to some degree, in many ways it is surprising they have not taken a greater toll, particularly in the light of persistently high valuations, a global growth picture that is already looking somewhat less balanced than at the start of the year and *liquidity* conditions that are set to tighten further as we enter the second half of the year.

With the withdrawal of central bank *monetary stimulus* likely to presage renewed *volatility*, we look forward to deploying a greater proportion of clients' assets into the return-seeking core in due course.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the period.

Purchases	Sales
Treasury 1.25% Stock 22/7/2018	Treasury 1.25% Stock 22/7/2018
US Treasury 2.25% Bonds 15/11/2027	Italy (Government) 0.35% Bonds 15/6/2020
iShares Physical Gold ETC	US Treasury 1.5% Notes 31/10/2019
US Treasury 1.5% Notes 31/10/2019	Roche Holding
Greencoat UK Wind	EMC 1.875% Bonds 1/6/2018
AIA	Ziggo Bond Finance BV 6% Bonds 15/1/2027
Cisco Systems	Wolters Kluwer
Canada Housing Trust No 1 2.35% Bonds 15/6/2027	HICL Infrastructure
Italy (Government) 0.35% Bonds 15/6/2020	Deutsche Wohnen
Ebara	Brazil (Republic) 5% Bonds 27/1/2045

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Statistics

for the period ended 30 June 2018

Comparative tables

Exempt Shares 1 (Accumulation)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.85
Operating charges	(0.11)
Return after operating charges	0.74
Distributions	(0.59)
Retained distributions on accumulation shares	0.59
Closing net asset value per share	100.74
*After direct transaction costs of	(0.06)
Performance	
Return after charges	0.74%
Other information	
Closing net asset value (£)	40,229,513
Closing number of shares	39,932,185
Operating charges**	0.58%
Direct transaction costs*	0.31%
Prices	
Highest share price	101.24
Lowest share price	99.75
Exempt Shares 4 (Accumulation)	
30/06/2018*** (pence)	
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.86
Operating charges	(0.12)
Return after operating charges	0.74
Distributions	(0.56)
Retained distributions on accumulation shares	0.56
Closing net asset value per share	100.74
*After direct transaction costs of	(0.06)
Performance	
Return after charges	0.74%
Other information	
Closing net asset value (£)	73,339,663
Closing number of shares	72,804,065
Operating charges**	0.64%†
Direct transaction costs*	0.31%
Prices	
Highest share price	101.24
Lowest share price	99.75

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depository, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share class launched on 24 April 2018.

† An adjustment was made to the fund post the year end date, to bring the OCF in line with discretionary cap of 5bps.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Statistics

(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.86
Operating charges	(0.16)
Return after operating charges	0.70
Distributions	(0.56)
Retained distributions on accumulation shares	0.56
Closing net asset value per share	100.70
*After direct transaction costs of	(0.06)
Performance	
Return after charges	0.70%
Other information	
Closing net asset value (£)	5,035
Closing number of shares	5,000
Operating charges**	0.84%
Direct transaction costs*	0.31%
Prices	
Highest share price	101.21
Lowest share price	99.75

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share class launched on 24 April 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 2.48%			
Treasury 1.25% Stock 22/7/2018	£2,815,700	2,815,179	2.48
Overseas Government Bonds 21.37%			
Australia (Commonwealth) 3% Bonds 21/3/2047	AUD500,000	274,188	0.24
Australia (Commonwealth) 3.25% Bonds 21/6/2039	AUD1,292,000	749,756	0.66
Australia (Commonwealth) 3.75% Bonds 21/4/2037	AUD2,607,000	1,630,101	1.43
Brazil (Republic) 2.625% International Bonds 5/1/2023	USD241,000	165,884	0.15
Brazil (Republic) 4.875% Bonds 22/1/2021	USD1,731,000	1,330,782	1.17
Brazil (Republic) 5% Bonds 27/1/2045	USD872,000	522,777	0.46
Canada Housing Trust No 1 2.35% Bonds 15/6/2027	CAD3,265,000	1,850,731	1.63
Indonesia Treasury Bond 8.25% Bonds 15/5/2036	IDR14,661,000,000	765,241	0.67
Italy (Government) 0.35% Bonds 15/6/2020	EUR783,000	687,466	0.61
Mexico (Government) 7.5% Bonds 3/6/2027	MXN8,985,300	344,156	0.30
Mexico (Government) 7.75% Bonds 29/5/2031	MXN8,861,400	344,820	0.30
Mexico (Government) 8% Bonds 7/11/2047	MXN8,663,200	345,567	0.30
Mexico (Government) 10% Bonds 5/12/2024	MXN27,785,900	1,202,394	1.06
New South Wales Treasury 2.75% Index Linked Bonds 20/11/2025	AUD1,114,700	912,801	0.80
New Zealand (Government) 2.5% Bonds 20/9/2040	NZD507,000	290,133	0.26
New Zealand (Government) 2.75% Bonds 15/4/2037	NZD1,278,000	614,855	0.54
New Zealand (Government) 4.5% Notes 15/4/2027	NZD2,359,000	1,382,535	1.22
Treasury of Victoria 4.25% Bonds 20/12/2032	AUD648,000	407,741	0.36
Treasury of Victoria 5.5% Guaranteed Senior Notes 17/11/2026	AUD402,000	270,354	0.24
US Treasury 1.5% Notes 31/10/2019	USD3,486,700	2,608,031	2.30
US Treasury 2.25% Bonds 15/11/2027	USD8,969,800	6,451,131	5.68
US Treasury 3.125% Bonds 31/5/2025	USD1,478,600	1,123,614	0.99
Sterling Denominated Corporate Bonds 3.27%			
Anglian Water 4.125% Guaranteed Notes 28/7/2020	£66,000	121,558	0.11
Anglian Water Services Financing 3.666% Index Linked Bonds 30/7/2024	£115,000	228,282	0.20
Arqiva Broadcast Finance 9.5% Guaranteed Senior European Medium Term Notes 31/3/2020	£261,000	270,213	0.24
British Telecommunications 3.5% Index Linked Notes 25/4/2025	£108,000	223,478	0.20
CPUK Finance 4.25% Bonds 28/8/2022	£384,000	385,782	0.34
Dwr Cymru Financing 1.859% European Medium Term Notes 31/3/2048	£150,000	321,519	0.28
Iceland Bondco 4.625% Bonds 15/3/2025	£207,000	186,344	0.16
Investec 6.75% Perpetual European Medium Term Notes	£269,000	268,812	0.24
National Grid 2.983% Senior Index Linked Bonds 8/7/2018	£140,000	222,510	0.20
Network Rail Infrastructure Finance 1.75% European Medium Term Notes 22/11/2027	£109,000	196,821	0.17
Tesco 3.322% Index Linked Notes 5/11/2025	£100,000	191,504	0.17
Tesco 6.125% Guaranteed Senior European Medium Term Bonds 24/2/2022	£50,000	56,666	0.05
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£325,993	377,816	0.33
Virgin Media Receivables Financing Notes I DAC 5.5% Bonds 15/9/2024	£382,000	375,697	0.33
Wagamama Finance 4.125% Bonds 1/7/2022	£294,000	283,810	0.25
Non-Sterling Denominated Corporate Bonds 3.11%			
Equinix 2.875% Bonds 1/2/2026	EUR222,000	185,532	0.16
First Data 5.375% Bonds 15/8/2023	USD379,000	289,722	0.26
InterXion 4.75% Bonds 15/6/2025	EUR336,000	297,950	0.26
Nexi Capital 4.125% Bonds 1/11/2023	EUR351,000	305,028	0.27
Quintiles IMS 3.25% Bonds 15/3/2025	EUR420,000	360,585	0.32
Sprint 7.125% Bonds 15/6/2024	USD292,000	223,291	0.20
Sprint 7.875% Senior Notes 15/9/2023	USD180,000	141,365	0.12
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	USD741,000	600,545	0.53
Teva Pharmaceutical Finance Netherlands III 2.2% Bonds 21/7/2021	USD438,000	307,715	0.27
T-Mobile USA 6% Bonds 1/3/2023	USD313,000	244,900	0.22
T-Mobile USA 6% Bonds 15/4/2024	USD349,000	273,596	0.24
Ziggo Bond Finance 4.625% Notes 15/1/2025	EUR340,000	296,768	0.26

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 6.21%			
Ferguson	28,396	1,746,070	1.54
Informa	125,517	1,047,816	0.92
Johnson Matthey	17,172	621,455	0.55
Prudential	54,754	949,708	0.84
Renewables Infrastructure	502,391	551,625	0.48
Smurfit Kappa	13,702	420,103	0.37
Unilever	40,795	1,714,779	1.51
Investment Trusts 7.05%			
BBGI	549,320	741,582	0.65
Bluefield Solar Income Fund	358,607	432,122	0.38
Foresight Solar Fund	353,239	383,264	0.34
Greencoat UK Wind	2,730,976	3,413,720	3.00
International Public Partnership	798,621	1,143,625	1.01
John Laing Environmental Assets	678,372	702,115	0.62
John Laing Infrastructure Fund	815,744	964,209	0.85
NextEnergy Solar Fund	208,745	224,401	0.20
Commodities 4.96%			
iShares Physical Gold ETC	302,587	5,634,616	4.96
Canada 0.73%			
Intact Financial	15,473	829,111	0.73
United States of America 13.45%			
Abbott Laboratories	17,250	797,008	0.70
Accenture	10,643	1,318,998	1.16
Albemarle	18,302	1,307,652	1.15
Applied Materials	9,632	336,910	0.30
CA	66,289	1,789,966	1.58
Cisco Systems	63,394	2,066,157	1.82
Citigroup	11,519	584,042	0.51
CMS Energy	41,886	1,499,996	1.32
Eversource Energy	39,059	1,733,950	1.53
Gilead Sciences	18,985	1,018,813	0.90
Maxim Integrated Products	11,094	492,833	0.43
Merck & Co	23,445	1,077,911	0.95
Microsoft	16,797	1,254,575	1.10
Australia 0.98%			
Dexus Property	204,142	1,109,306	0.98
Hong Kong 2.79%			
AIA	321,600	2,129,935	1.88
Link Real Estate Investment Trust	150,000	1,037,609	0.91
Japan 3.19%			
Ebara	67,100	1,576,125	1.38
Seven & I	34,000	1,121,805	0.99
Yokogawa Electric	68,900	929,111	0.82
South Korea 1.43%			
Samsung SDI	11,187	1,623,212	1.43
Taiwan 1.45%			
Taiwan Semiconductor Manufacturing ADS (each representing 5 ordinary shares)	59,597	1,650,344	1.45
Denmark 0.94%			
Orsted	23,302	1,068,692	0.94
France 0.84%			
Vivendi	51,751	958,360	0.84

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund
Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Germany 4.94%			
Deutsche Wohnen	46,964	1,720,317	1.51
Infineon Technologies	41,589	802,908	0.71
LEG Immobilien	22,000	1,811,364	1.59
SAP	4,533	396,595	0.35
Telefonica Deutschland	174,252	519,944	0.46
Vonovia	9,910	358,189	0.32
Ireland 1.50%			
AIB	169,976	700,498	0.62
Greencoat Renewables	1,061,410	999,692	0.88
Netherlands 2.46%			
RELX	72,211	1,162,273	1.02
Wolters Kluwer	39,339	1,635,139	1.44
Switzerland 4.00%			
ABB (Regd.)	103,817	1,719,197	1.51
Nestlé	19,696	1,154,116	1.02
Roche Holding	5,730	963,741	0.85
Zurich Insurance	3,142	704,613	0.62
Derivatives -0.74%			
Futures 0.19%			
DAX Index Future Expires September 2018	(2)	22,860	0.02
Euro-Bund Future Expires September 2018	(23)	(12,441)	(0.01)
FTSE 100 Index Future Expires September 2018	(31)	6,394	0.01
Russell 2000 EMINI Future Expires September 2018	(17)	16,232	0.01
S&P 500 EMINI Future Expires September 2018	(102)	187,438	0.16
Options 0.01%			
FTSE 100 July 2018 7300 (Put Option)	77	13,860	0.01
AUD Forward Foreign Currency Contracts 0.02%			
Forward Foreign Currency Contracts 14/9/2018	AUD11,517	6,426	0.01
Forward Foreign Currency Contracts 14/9/2018	£(6,442)	(6,442)	(0.01)
Forward Foreign Currency Contracts 14/9/2018	AUD17,290	9,645	0.01
Forward Foreign Currency Contracts 14/9/2018	£(9,631)	(9,631)	(0.01)
Forward Foreign Currency Contracts 14/9/2018	AUD(9,082,064)	(5,066,861)	(4.46)
Forward Foreign Currency Contracts 14/9/2018	£5,092,598	5,092,598	4.48
CAD Forward Foreign Currency Contracts -0.02%			
Forward Foreign Currency Contracts 16/8/2018	CAD207,631	119,401	0.11
Forward Foreign Currency Contracts 16/8/2018	£(119,407)	(119,407)	(0.11)
Forward Foreign Currency Contracts 16/8/2018	CAD(4,110,317)	(2,363,691)	(2.08)
Forward Foreign Currency Contracts 16/8/2018	£2,340,993	2,340,993	2.06
Forward Foreign Currency Contracts 16/8/2018	CAD(754,303)	(433,771)	(0.38)
Forward Foreign Currency Contracts 16/8/2018	£433,484	433,484	0.38
CHF Forward Foreign Currency Contracts -0.03%			
Forward Foreign Currency Contracts 13/7/2018	CHF(1,921,801)	(1,466,495)	(1.29)
Forward Foreign Currency Contracts 13/7/2018	£1,438,526	1,438,526	1.27
Forward Foreign Currency Contracts 13/7/2018	CHF(3,069,366)	(2,342,181)	(2.06)
Forward Foreign Currency Contracts 13/7/2018	£2,335,223	2,335,223	2.05
DKK Forward Foreign Currency Contracts -0.01%			
Forward Foreign Currency Contract 16/8/2018	DKK(7,038,410)	(836,667)	(0.74)
Forward Foreign Currency Contract 16/8/2018	£832,000	832,000	0.73
EUR Forward Foreign Currency Contracts -0.11%			
Forward Foreign Currency Contracts 13/7/2018	EUR1,758,332	1,555,434	1.37
Forward Foreign Currency Contracts 13/7/2018	£(1,542,075)	(1,542,075)	(1.36)
Forward Foreign Currency Contracts 13/7/2018	EUR(13,289,082)	(11,755,621)	(10.35)
Forward Foreign Currency Contracts 13/7/2018	£11,640,675	11,640,675	10.25

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
EUR Forward Foreign Currency Contracts (continued)			
Forward Foreign Currency Contracts 13/7/2018	EUR1,247,497	1,103,545	0.97
Forward Foreign Currency Contracts 13/7/2018	£(1,093,537)	(1,093,537)	(0.96)
Forward Foreign Currency Contracts 13/7/2018	EUR(5,324,027)	(4,709,673)	(4.15)
Forward Foreign Currency Contracts 13/7/2018	£4,679,328	4,679,328	4.12
HKD Forward Foreign Currency Contracts -0.06%			
Forward Foreign Currency Contracts 16/8/2018	HKD(2,348,903)	(226,479)	(0.20)
Forward Foreign Currency Contracts 16/8/2018	£222,000	222,000	0.20
Forward Foreign Currency Contracts 16/8/2018	HKD195,173	18,818	0.02
Forward Foreign Currency Contracts 16/8/2018	£(18,501)	(18,501)	(0.02)
Forward Foreign Currency Contracts 16/8/2018	HKD(31,640,578)	(3,050,758)	(2.69)
Forward Foreign Currency Contracts 16/8/2018	£2,989,943	2,989,943	2.63
IDR Forward Foreign Currency Contracts 0.00%			
Forward Foreign Currency Contracts 16/8/2018	IDR13,313,913,000	698,927	0.62
Forward Foreign Currency Contracts 16/8/2018	£(689,608)	(689,608)	(0.61)
Forward Foreign Currency Contracts 16/8/2018	IDR(13,313,913,000)	(698,927)	(0.61)
Forward Foreign Currency Contracts 16/8/2018	£686,674	686,674	0.60
JPY Forward Foreign Currency Contracts -0.05%			
Forward Foreign Currency Contracts 13/7/2018	JPY(332,623,000)	(2,275,041)	(2.00)
Forward Foreign Currency Contracts 13/7/2018	£2,212,667	2,212,667	1.95
Forward Foreign Currency Contracts 16/8/2018	JPY20,035,000	137,145	0.12
Forward Foreign Currency Contracts 16/8/2018	£(134,764)	(134,764)	(0.12)
Forward Foreign Currency Contracts 16/8/2018	JPY(17,137,712)	(117,313)	(0.10)
Forward Foreign Currency Contracts 16/8/2018	£116,000	116,000	0.10
Forward Foreign Currency Contracts 16/8/2018	JPY(30,280,688)	(207,280)	(0.18)
Forward Foreign Currency Contracts 16/8/2018	£208,898	208,898	0.18
KRW Forward Foreign Currency Contracts 0.00%			
Forward Foreign Currency Contracts 13/7/2018	KRW(2,093,599,000)	(1,423,013)	(1.25)
Forward Foreign Currency Contracts 13/7/2018	£1,421,709	1,421,709	1.25
NZD Forward Foreign Currency Contracts 0.01%			
Forward Foreign Currency Contracts 16/8/2018	NZD(4,382,980)	(2,243,177)	(1.97)
Forward Foreign Currency Contracts 16/8/2018	£2,248,882	2,248,882	1.98
USD Forward Foreign Currency Contracts -0.69%			
Forward Foreign Currency Contracts 16/8/2018	USD768,281	580,738	0.51
Forward Foreign Currency Contracts 16/8/2018	£(575,779)	(575,779)	(0.51)
Forward Foreign Currency Contracts 16/8/2018	USD(42,440,990)	(32,080,893)	(28.25)
Forward Foreign Currency Contracts 16/8/2018	£31,242,339	31,242,339	27.51
Forward Foreign Currency Contracts 16/8/2018	USD1,773,330	1,340,449	1.18
Forward Foreign Currency Contracts 16/8/2018	£(1,321,767)	(1,321,767)	(1.16)
Forward Foreign Currency Contracts 16/8/2018	USD(8,693,471)	(6,571,343)	(5.78)
Forward Foreign Currency Contracts 16/8/2018	£6,597,762	6,597,762	5.81
Portfolio of investments*		98,144,140	86.41
Net current assets		15,430,071	13.59
Total Net Assets		113,574,211	100.00
Total unapproved and unquoted securities			0.00%

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Statement of Total Return

for the period ended 30 June 2018

	Notes	£	24/04/2018 to 30/06/2018 £
Income			
Net capital gains	3		252,010
Revenue	4	619,735	
Expenses	5	(110,899)	
Interest payable and similar charges	7	(1,419)	
Net revenue before taxation		507,417	
Taxation	6	(54,538)	
Net revenue after taxation			452,879
Total return before distributions			704,889
Distributions	8		(534,832)
Change in net assets attributable to Shareholders from investment activities			170,057

Statement of Change in Net Assets Attributable to Shareholders

for the period ended 30 June 2018

	£	24/04/2018 to 30/06/2018 £
Opening net assets attributable to shareholders		—
Amounts received on issue of shares	112,743,216	
Amounts paid on cancellation of shares	—	
		112,743,216
Dilution adjustment		17,466
Change in net assets attributable to Shareholders from investment activities (see above)		170,057
Retained distributions on accumulation shares		643,472
Closing net assets attributable to Shareholders		113,574,211

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £
ASSETS			
Fixed assets			
Investment assets*			99,345,565
Current assets			
Debtors	10	20,909,042	
Cash and bank balances	11	1,034,143	
Total other assets			21,943,185
Total assets			121,288,750
LIABILITIES			
Investment liabilities			(1,201,425)
Creditors			
Other creditors	12	(6,513,114)	
Total other liabilities			(6,513,114)
Total liabilities			(7,714,539)
Net assets attributable to Shareholders			113,574,211

*Gross of investment liabilities.

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Distribution Statements

for the period ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 24 April 2018

Group 2: Shares purchased 25 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable
Exempt Shares 1 (Accumulation)			
Group 1	0.5861	—	0.5861
Group 2	0.0000	0.5861	0.5861
Exempt Shares 4 (Accumulation)			
Group 1	0.5623	—	0.5623
Group 2	0.5623	0.0000	0.5623
Institutional W Shares (Accumulation)			
Group 1	0.5626	—	0.5626
Group 2	0.5626	0.0000	0.5626
Final distributions for 30 June 2018		Franked (%) 80.46	Unfranked (%) 19.54

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Notes to the Financial Statements

for the period ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

	24/04/18 to 30/06/2018 £
The net capital gains on investments during the period comprise:	
Gains on non-derivative securities	2,763,125
Losses on derivative contracts	(302,858)
Losses on forward currency contracts	(2,327,497)
Currency exchange gains	119,700
Activity charges	(460)
Net capital gains	252,010

4 Revenue

	24/04/18 to 30/06/2018 £
Bank interest	3,748
Interest on debt securities	187,222
Overseas dividends	397,167
UK dividends	31,598
Total revenue	619,735

5 Expenses

	24/04/18 to 30/06/2018 £
Payable to the ACD or Associate of the ACD:	
ACD's periodic charge	102,443
Administration fees	5,349
Expenses capped*	(10,108)
Safe custody charges	1,432
	99,116
Other expenses:	
Audit fee†	8,178
Depositary's fees	3,086
Financial Conduct Authority fee	22
Professional fees	497
	11,783
Total expenses	110,899

†The Audit fee net of VAT for 2018 is £7,100.

*There is currently a discretionary cap of 5bps, excluding ACD fee, on expenses charged to the Exempt Shares 1 (Accumulation) and Exempt Shares 4 (Accumulation) share classes. Please see Accounting policy note - 1.1(e) for further information.

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Notes to the Financial Statements

(continued)

6 Taxation

	24/04/18 to 30/06/2018 £
a) Analysis of tax charge	
Corporation tax	15,731
Double tax relief	(405)
	15,326
Overseas tax withheld	31,393
Total current tax charge	46,719
Deferred tax movement for the period (see Note 6c)	7,819
Total tax charge (see Note 6b)	54,538
b) Factors affecting the tax charge	
The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an ICVC (20%). The differences are explained below:	
Net revenue before taxation	507,417
Corporation tax @ 20%	101,483
Effects of:	
Double taxation relief	(405)
Dividends not subject to tax	(77,933)
Overseas tax withheld	31,393
Total tax charge (see Note 6a)	54,538
c) Deferred tax	
Deferred tax charge	7,819
Closing deferred tax balance	7,819

7 Interest payable and similar charges

	24/04/18 to 30/06/2018 £
Return on derivatives	1,419
Total interest	1,419

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	24/04/18 to 30/06/2018 £
Final Dividend distribution 30 June	643,472
	643,472
Amounts added on issue of shares	(108,640)
Amounts deducted on cancellation of shares	—
Net distributions for the period	534,832

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Notes to the Financial Statements

(continued)

9 Net movement between revenue after taxation and distributions

	24/04/18 to 30/06/2018 £
Net revenue after taxation	452,879
Capitalised fees less tax relief paid from capital	81,953
	534,832

10 Debtors

	30/06/2018 £
Accrued revenue	360,634
Amounts receivable for issue of shares	17,204,382
Amounts receivable on open currency contracts	2,095,947
Overseas tax recoverable	2,601
Prepaid expenses	10,780
Sales awaiting settlement	1,234,698
Total debtors	20,909,042

11 Cash & bank balances

	30/06/2018 £
Cash held at bank	46,155
Cash held in Insight Investment Sterling Liquidity Fund	584,211
Cash held on margin account	403,777
	1,034,143

12 Creditors

	30/06/2018 £
a) Distribution payable	
Distribution payable	—
	—
b) Other creditors	
Accrued expenses	58,955
Corporation tax payable	15,326
Deferred taxation liability	7,819
Amounts payable on open currency contracts	2,111,495
Purchases awaiting settlement	4,319,519
Total other creditors	6,513,114

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Notes to the Financial Statements

(continued)

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £17,163,735.

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk as at 30 June 2018 was as follows

	30/06/2018
	£
Investments held at the balance sheet date	99,214,606

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (2017 - 5%) in the fair value of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the period. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018	
	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	4,949,013	(4,949,013)
Derivative securities	(888,340)	888,340
Net capital impact	4,060,673	(4,060,673)

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Canadian Imperial Bank of Commerce	(1,017,103)	(1,017,103)
State Street	(53,363)	(53,363)
Total	(1,070,466)	(1,070,466)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash.

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash.

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018
	Investments	Net Current	Total
	£	Assets/(liabilities)	£
		£	
Australia	303,457	40,905	344,362
Canada	1,781	5,629	7,410
Denmark	232,025	—	232,025
Eurozone	1,117,491	116,723	1,234,214
Hong Kong	(90,875)	15,915	(74,960)
Indonesia	765,241	(122,916)	642,325
Japan	1,164,552	10,026	1,174,578
Mexico	2,236,937	8,409	2,245,346
New Zealand	44,346	14,845	59,191
South Korea	200,199	—	200,199
Switzerland	732,991	—	732,991
United States of America	319,745	251,478	571,223
Total	7,027,890	341,014	7,368,904

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus. Derivatives may be used for investment purposes as well as for efficient portfolio management.

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018:

	Floating Rate	Fixed Rate	Not Carrying	Total
	£	£	interest	£
			£	
Investment assets	1,778,575	32,549,471	147,209,230	181,537,276
Investment liabilities	—	—	(83,393,136)	(83,393,136)
Total	1,778,575	32,549,471	63,816,094	98,144,140

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% in interest rates, with all other variables remaining constant, is likely to result in a 0.1% decrease/increase respectively in the portfolio valuation.

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018	30/06/2018
	Assets	Liabilities
	£	£
Level 1: Quoted	64,899,001	(12,441)
Level 2: Observable	34,446,564	(1,188,984)
Level 3: Unobservable	—	—
	99,345,565	(1,201,425)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value	Total Net
	(£'000s)	Assets (%)
	30/06/2018	30/06/2018
Investment grade securities	24,709	21.75
Below investment grade securities	8,854	7.80
Unrated Securities	765	0.67
Other Assets/(Liabilities)	63,816	56.19
Portfolio of investments	98,144	86.41
Net current assets	15,430	13.59
Total Net Assets	113,574	100.00

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs

For the period ending 30 June 2018

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	50,899	4	0.01	32	0.06
Debt instruments (direct)	43,554	—	—	—	—
Collective investment schemes	13,730	3	0.02	16	0.12
Total purchases	108,183	7		48	
Total purchases including transaction costs	108,238				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	1,591	1	0.06	—	—
Debt instruments (direct)	10,164	—	—	—	—
Collective investment schemes	160	—	—	—	—
Total sales	11,915	1		—	
Total sales net of transaction costs	11,914				

Derivative transaction costs	—	—			
Total transaction costs		8		48	
Total transaction costs as a % of average net assets		0.01%		0.05%	

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the period the Sub-fund utilised derivative instruments including credit default swaps, interest rate swaps, and futures, covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivative positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.29%.

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date.

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Real Return Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20%. The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £nil of investments were subject to stock lending agreements and the Sub-fund held £nil in collateral.

The gross earnings and the fees for the period are £nil and £nil respectively.

18 Shareholder's funds

The Sub-fund currently has three share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 1 (Accumulation)	0.65%	0.03%
Exempt Shares 4 (Accumulation)	0.55%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the period ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 1 (Accumulation)	—	39,932,185	—	—	39,932,185
Exempt Shares 4 (Accumulation)	—	72,804,065	—	—	72,804,065
Institutional W Shares (Accumulation)	—	5,000	—	—	5,000

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

The Sub-fund launched on 24 April 2018, hence there are no comparatives.

BNY Mellon Investment Funds
Newton Sustainable Sterling Bond Fund

Annual Report
for the period ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Fund Report

for the period ended 30 June 2018

General Information

Investment Adviser: Newton Investment Management Limited
Fund Size: £26.46m
Sector: £ Strategic Bond

Yield as at 30 June 2018:

Exempt Shares 1 (Income)	2.93%
Institutional W Shares (Accumulation)	2.63%
X Shares (Income)	3.13%

Key Dates: Fund Launch 15 May 2018

Investment Objective

To achieve capital growth and income through investment predominantly in fixed interest securities that are dominated in Sterling or hedged back to Sterling.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
Exempt Shares 1 (Income)*	n/a	n/a	n/a
Institutional W Shares (Accumulation)*	n/a	n/a	n/a
X Shares (Income)*	n/a	n/a	n/a

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

*Full 3 year performance data is not available. For share class launch and closure dates, please refer to the Statistics section on pages 741 to 742.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Fund Report

(continued)

Portfolio Summary

The Sub-fund launched during the review period and since its launch on 15 May, the Newton Sustainable Sterling Bond W Acc returned 0.51%.

The Sustainable Sterling Bond strategy is an actively managed fixed income strategy which aims to achieve capital growth and income through investing predominantly in fixed-interest securities that are denominated in sterling or *hedged* back to sterling. It invests in *securities* issued or guaranteed by the UK government, and sterling-denominated fixed-interest securities of companies that both have durable financial and competitive positions and manage positively the material impacts of their operations and products on the environment and society.

The strategy avoids bonds with material environmental, social and governance (ESG) risks which are likely to negatively affect future performance and does not invest in the bonds of any company that derives more than 10% of its turnover from the production and sale of tobacco.

In launching the Sub-fund we made the decision to overweight *investment grade* bonds and underweight *sub-investment grade* bonds relative to the comparative index, and also diversified some of the *investment grade* holdings into euro and US dollar-denominated bonds (not in the index). Exposure to the euro was fully *hedged*, but US dollar exposure was partially *unhedged* (1%). We also expressed a preference for *quasi-government* bonds (also known as supranationals) over *gilts*, given the commitment of the former to UN Sustainable Development Goals.

Bond markets remained unsettled as the US Federal Reserve raised interest rates on two occasions and the European Central Bank set a date for the final abandonment of its monthly bond-purchasing scheme. Rising oil prices and the tight labour markets in the US encouraged the notion that risks to *inflation* were on the upside. In the UK, sterling was under pressure largely from weaker growth and Brexit.

Risks in markets have clearly risen due to some interest rate rises in the US and President Donald Trump's determination to escalate his trade dispute. An interest rate rise in the UK appears to be growing ever closer. However, we do not currently expect *inflation* and interest rates to take off drastically from here in the short to medium term.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and all sales (excluding any derivative and short term cash transactions) for the period.

Purchases

Sales

Treasury 1.5% Bonds 22/7/2026	US Treasury 3.5% Notes 15/5/2020
European Bank for Reconstruction & Development 2.75% Bonds 7/3/2023	Treasury 4.25% Stock 7/12/2038
KfW 5% Guaranteed European Medium Term Bonds 10/9/2024	Treasury 1.75% Gilts 22/7/2019
Treasury 4.25% Stock 7/3/2036	Standard Chartered 4.375% European Medium Term Bonds 18/1/2038
Treasury 1.75% Gilts 22/7/2019	Treasury 4.25% Stock 7/3/2036
European Investment Bank 5.625% Guaranteed Senior Bonds 7/6/2032	Ziggo Bond Finance 6% Bonds 15/1/2027
Inter-American Development Bank 5.25% Guaranteed European Medium Term Bonds 7/6/2021	
Treasury 4.75% Stock 7/12/2030	
US Treasury 3.5% Notes 15/5/2020	
Treasury 4.25% Loan Stock 7/12/2055	

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Statistics

for the period ended 30 June 2018

Comparative tables

Exempt Shares 1 (Income)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.21
Operating charges	(0.04)
Return after operating charges	0.17
Distributions	(0.35)
Retained distributions on accumulation shares	—
Closing net asset value per share	99.82
*After direct transaction costs of	—
Performance	
Return after charges	0.17%
Other information	
Closing net asset value (£)	12,653,648
Closing number of shares	12,677,000
Operating charges**	0.28%
Direct transaction costs*	0.00%
Prices	
Highest share price	100.83
Lowest share price	99.28

Institutional W Shares (Accumulation)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.20
Operating charges	(0.09)
Return after operating charges	0.11
Distributions	(0.33)
Retained distributions on accumulation shares	0.33
Closing net asset value per share	100.11
*After direct transaction costs of	—
Performance	
Return after charges	0.11%
Other information	
Closing net asset value (£)	5,005
Closing number of shares	5,000
Operating charges**	0.73%
Direct transaction costs*	0.00%
Prices	
Highest share price	100.79
Lowest share price	99.28

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share class launched on 15 May 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Statistics

(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018*** (pence)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	0.20
Operating charges	(0.01)
Return after operating charges	0.19
Distributions	(0.35)
Retained distributions on accumulation shares	—
Closing net asset value per share	99.84
*After direct transaction costs of	—
Performance	
Return after charges	0.19%
Other information	
Closing net asset value (£)	13,801,014
Closing number of shares	13,823,000
Operating charges**	0.08%
Direct transaction costs*	0.00%
Prices	
Highest share price	100.85
Lowest share price	99.28

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two. Share classes with less than 12 months history may be annualised.

***Share class launched on 15 May 2018.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
UK Government Bonds 18.13%			
Treasury 1.125% Index Linked Gilts 22/11/2037	£110,000	247,793	0.94
Treasury 1.5% Bonds 22/7/2026	£1,200,000	1,225,098	4.63
Treasury 1.75% Gilts 22/7/2019	£520,000	525,530	1.99
Treasury 4.25% Loan Stock 7/12/2055	£320,000	554,360	2.09
Treasury 4.25% Stock 7/3/2036	£500,000	697,388	2.63
Treasury 4.25% Stock 7/12/2046	£300,000	467,873	1.77
Treasury 4.5% Stock 7/12/2042	£300,000	464,093	1.75
Treasury 4.75% Stock 7/12/2030	£450,000	615,724	2.33
Sterling Denominated Corporate Bonds 52.87%			
Affinity Sutton 4.25% European Medium Term Bonds 8/10/2042	£450,000	540,509	2.04
Anglian Water 1.625% Bonds 10/8/2025	£400,000	387,688	1.46
Arqiva Broadcast Finance 9.5% Guaranteed Senior European Medium Term Notes 31/3/2020	£290,000	300,237	1.13
Centrica 7% Guaranteed Senior European Medium Term Bonds 19/9/2033	£200,000	289,755	1.09
Citigroup 7.375% Guaranteed Senior European Medium Term Bonds 1/9/2039	£190,000	297,762	1.13
Coventry Building Society 6.375% Perpetual Subordinated Floating Rate Notes	£220,000	224,354	0.85
CPUK Finance 4.25% Bonds 28/8/2022	£300,000	301,392	1.14
Dwr Cymru Financing 2.5% European Medium Term Notes 31/3/2036	£400,000	390,836	1.48
European Investment Bank 5.625% Guaranteed Senior Bonds 7/6/2032	£550,000	804,472	3.04
GlaxoSmithKline Capital 4.25% European Medium Term Bonds 18/12/2045	£250,000	307,998	1.16
Iceland Bondco 4.625% Bonds 15/3/2025	£320,000	288,067	1.09
Inter-American Development Bank 5.25% Guaranteed European Medium Term Bonds 7/6/2021	£620,000	695,166	2.63
Investec 6.75% Perpetual Floating Rate Notes	£250,000	249,825	0.94
Iron Mountain 3.875% European Medium Term Notes 15/11/2025	£300,000	283,263	1.07
KfW 5% Guaranteed European Medium Term Bonds 10/9/2024	£800,000	972,168	3.67
Legal & General Finance 5.875% Guaranteed European Medium Term Bonds 11/12/2031	£270,000	357,274	1.35
Lloyds Banking 7% Perpetual Floating Rate Notes	£280,000	285,127	1.08
Matalan Finance 6.75% Bonds 31/1/2023	£110,000	100,496	0.38
Motability Operations 3.625% European Medium Term Notes 10/3/2036	£470,000	522,727	1.98
National Grid 5.875% Guaranteed Senior Bonds 2/2/2024	£300,000	361,126	1.36
Nationwide Building Society 6.875% Perpetual Subordinated Floating Rate European Medium Term Notes	£290,000	295,933	1.12
Network Rail 4.75% Guaranteed European Medium Term Bonds 29/11/2035	£350,000	497,137	1.88
Orange 5.625% Guaranteed Senior Bonds 23/1/2034	£150,000	195,206	0.74
Orsted 4.875% Guaranteed Senior European Medium Term Bonds 12/1/2032	£450,000	547,750	2.07
Prudential 5.875% Guaranteed Senior Bonds 11/5/2029	£240,000	312,480	1.18
RHP Finance 3.25% Bonds 5/2/2048	£300,000	303,117	1.15
Santander UK 9.625% European Medium Term Floating Rate Notes 30/10/2023	£300,000	307,950	1.16
Southern Gas Network 4.875% Guaranteed European Medium Term Bonds 21/3/2029	£250,000	300,398	1.14
SSE 6.25% Guaranteed Senior European Medium Term Bonds 27/8/2038	£200,000	291,482	1.10
Telecom Italia 6.375% Guaranteed Senior European Medium Term Notes 24/6/2019	£250,000	260,573	0.98
Tesco Property Finance 3 5.744% Guaranteed Mortgage Backed Bonds 13/4/2040	£253,010	293,231	1.11
THFC 5.125% Guaranteed Senior European Medium Term Bonds 21/12/2035	£200,000	252,697	0.96
THFC 5.2% Guaranteed Senior European Medium Term Bonds 11/10/2043	£270,000	356,323	1.35
University of Cambridge 3.75% Notes 17/10/2052	£300,000	398,271	1.51
UPP 4.9023% Senior European Medium Term Notes 28/2/2040	£283,236	343,971	1.30
Virgin Media Secured Finance 6.25% Guaranteed Senior Notes 28/3/2029	£180,000	187,749	0.71
Vodafone 3% European Medium Term Notes 12/8/2056	£330,000	282,526	1.07
Wagamama Finance 4.125% Bonds 1/7/2022	£310,000	299,255	1.13
Welltower 4.5% Medium Term Notes 1/12/2034	£270,000	302,744	1.14

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Non-Sterling Denominated Corporate Bonds 27.74%			
Banco Bilbao Vizcaya Argentaria 5.875% Perpetual Bonds	EUR 400,000	362,007	1.37
Banco Santander 5.25% Perpetual Bonds	EUR 400,000	349,173	1.32
Coventry Building Society 2.5% Senior Notes 18/11/2020	EUR 300,000	280,245	1.06
Equinix 2.875% Bonds 1/2/2026	EUR 340,000	284,148	1.07
European Bank for Reconstruction & Development 2.75% Bonds 7/3/2023	USD 1,420,000	1,066,896	4.03
First Data 5.375% Bonds 15/8/2023	USD 360,000	275,198	1.04
Hella Finance International BV 1% Bonds 17/5/2024	EUR 250,000	223,405	0.84
Inter-American Development Bank 2.09713% Medium Term Floating Rate Notes 9/10/2020	USD 420,000	317,978	1.20
InterXion 4.75% Bonds 15/6/2025	EUR 243,000	215,482	0.82
Microsoft 2% Bonds 8/8/2023	USD 540,000	386,087	1.46
NatWest Markets 7.5% Perpetual Floating Rate Notes	USD 390,000	301,159	1.14
Nexi Capital 4.125% Bonds 1/11/2023	EUR 330,000	286,778	1.08
Orange 4% Perpetual European Medium Term Notes	EUR 405,000	385,005	1.46
Quintiles IMS 3.25% Bonds 15/3/2025	EUR 230,000	197,463	0.75
RWT 5.625% Bonds 15/11/2019	USD 340,000	260,202	0.98
Spectrum Brands 6.625% Bonds 15/11/2022	USD 360,000	281,538	1.06
Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	USD 340,000	275,554	1.04
Telecom Italia 5.303% Bonds 30/5/2024	USD 200,000	149,403	0.57
Telefonica Europe 4.2% Variable Rate Subordinated Perpetual Bonds	EUR 300,000	273,455	1.03
Teva Pharmaceutical Finance Netherlands II 1.125% Bonds 15/10/2024	EUR 360,000	269,063	1.02
T-Mobile USA 6% Bonds 15/4/2024	USD 280,000	219,504	0.83
UBS 7.125% Perpetual Bonds	USD 380,000	295,396	1.12
Unitymedia Hessen 6.25% Guaranteed Senior Notes 15/1/2029	EUR 180,000	178,243	0.67
Ziggo Bond Finance 4.625% Notes 15/1/2025	EUR 235,000	205,119	0.78
Derivatives -0.17%			
EUR Forward Foreign Currency Contracts -0.05%			
Forward Foreign Currency Contracts 14/9/2018	EUR(3,553,475)	(3,149,713)	(11.91)
Forward Foreign Currency Contracts 14/9/2018	£3,140,694	3,140,694	11.87
Forward Foreign Currency Contracts 14/9/2018	EUR(565,082)	(500,875)	(1.89)
Forward Foreign Currency Contracts 14/9/2018	£497,496	497,496	1.88
USD Forward Foreign Currency Contracts -0.12%			
Forward Foreign Currency Contracts 14/9/2018	USD(4,169,451)	(3,147,584)	(11.90)
Forward Foreign Currency Contracts 14/9/2018	£3,116,308	3,116,308	11.78
Forward Foreign Currency Contracts 14/9/2018	USD(399,081)	(301,273)	(1.14)
Forward Foreign Currency Contracts 14/9/2018	£300,226	300,226	1.14
Forward Foreign Currency Contracts 16/8/2018	USD(200,131)	(151,278)	(0.57)
Forward Foreign Currency Contracts 16/8/2018	£150,851	150,851	0.57
Portfolio of investments*		26,080,247	98.57
Net current assets		379,420	1.43
Total Net Assets		26,459,667	100.00

Total unapproved and unquoted securities

0.00%

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

*Net of investment liabilities.

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Statement of Total Return

for the period ended 30 June 2018

	Notes	15/05/2018 to 30/06/2018	
		£	£
Income			
Net capital losses	3		(53,620)
Revenue	4	91,902	
Expenses	5	(5,573)	
Interest payable and similar charges	7	—	
Net revenue before taxation		86,329	
Taxation	6	—	
Net revenue after taxation			86,329
Total return before distributions			32,709
Distributions	8		(89,401)
Change in net assets attributable to Shareholders from investment activities			(56,692)

Statement of Change in Net Assets Attributable to Shareholders

for the period ended 30 June 2018

	15/05/2018 to 30/06/2018	
	£	£
Opening net assets attributable to shareholders		—
Amounts received on issue of shares	26,494,168	
Amounts paid on cancellation of shares	—	
		26,494,168
Dilution adjustment		22,175
Change in net assets attributable to Shareholders from investment activities (see above)		(56,692)
Retained distributions on accumulation shares		16
Closing net assets attributable to Shareholders		26,459,667

Balance Sheet

as at 30 June 2018

	Notes	30/06/2018	
		£	£
ASSETS			
Fixed assets			
Investment assets*			26,125,395
Current assets			
Debtors	10	327,828	
Cash and bank balances	11	261,440	
Total other assets			589,268
Total assets			26,714,663
LIABILITIES			
Investment liabilities			(45,148)
Creditors			
Distribution payable	12	(92,784)	
Other creditors	12	(117,064)	
Total other liabilities			(209,848)
Total liabilities			(254,996)
Net assets attributable to Shareholders			26,459,667

*Gross of investment liabilities.

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Distribution Statements

for the period ended 30 June 2018

Final Interest distribution in pence per share*

Period

Group 1: Shares purchased prior to 15 May 2018

Group 2: Shares purchased 16 May 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable
Exempt Shares 1 (Income)			
Group 1	0.3501	—	0.3501
Group 2	0.2220	0.1281	0.3501
Institutional W Shares (Accumulation)			
Group 1	0.3320	—	0.3320
Group 2	0.3320	0.0000	0.3320
X Shares (Income)			
Group 1	0.3502	—	0.3502
Group 2	0.3137	0.0365	0.3502
		Franked (%)	Unfranked (%)
Final distributions for 30 June 2018		0.00	100.00

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Notes to the Financial Statements

for the period ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital losses

The net capital losses on investments during the period comprise:	15/05/2018 to 30/06/2018
	£
Gains on non-derivative securities	44,963
Losses on forward currency contracts	(99,676)
Currency exchange gains	1,130
Activity charges	(37)
Net capital losses	(53,620)

4 Revenue

	15/05/2018 to 30/06/2018
	£
Bank interest	435
Interest on debt securities	91,467
Total revenue	91,902

5 Expenses

	15/05/2018 to 30/06/2018
	£
Payable to the ACD or Associate of the ACD:	
ACD's periodic charge	3,072
Administration fees	952
Expenses capped*	(5,119)
Safe custody charges	178
	(917)
Other expenses:	
Audit fee†	5,735
Depository's fees	720
Financial Conduct Authority fee	35
	6,490
Total expenses	5,573

†The Audit fee net of VAT for 2018 is £7,100.

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

*There is currently a discretionary cap of 8bps, excluding ACD fee, on expenses charged to the Exempt Shares 1 (Income) and X Shares (Income) share classes. Please see Accounting policy note - 1.1(e) for further information.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Notes to the Financial Statements

(continued)

6 Taxation

15/05/2018 to 30/06/2018

£

a) Analysis of tax charge

Corporation tax —

Total tax charge (see Note 6b) —

b) Factors affecting the tax charge

The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an ICVC (20%).

The differences are explained below:

Net revenue before taxation 86,329

Corporation tax @ 20% 17,266

Effects of:

Tax deductible interest distributions (17,266)

Total tax charge (see Note 6a) —

c) Deferred tax

No deferred tax asset has been recognised in the accounts. The Sub-fund has no excess management expenses.

7 Interest payable and similar charges

15/05/2018 to 30/06/2018

£

Interest —

Total interest —

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

15/05/2018 to 30/06/2018

£

Final Interest distribution 30 June 92,800

92,800

Amounts added on issue of shares (3,399)

Amounts deducted on cancellation of shares —

Net distributions for the period 89,401

9 Net movement between revenue after taxation and distributions

15/05/2018 to 30/06/2018

£

Net revenue after taxation 86,329

Capitalised fees less tax relief paid from capital 3,072

89,401

10 Debtors

15/05/2018 to 30/06/2018

£

Accrued revenue 317,922

Expenses cap refundable by the ACD 5,119

Amounts receivable on open currency contracts 4,643

Prepaid expenses 144

Total debtors 327,828

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Notes to the Financial Statements

(continued)

11 Cash & bank balances

	30/06/2018
	£
Cash held at bank	9,752
Cash held in Insight Investment Liquidity Fund	251,688
	261,440

12 Creditors

	30/06/2018
	£
a) Distribution payable	
Distribution payable	92,784
	92,784
b) Other creditors	
Accrued expenses	8,698
Amount payable on open currency contracts	4,643
Purchases awaiting settlement	103,723
Total other creditors	117,064

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £2,190.

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018
	£
Investments held at the balance sheet date	26,125,395

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the period. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018	
	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	1,306,270	(1,306,270)
Net capital impact	1,306,270	(1,306,270)

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Counterparty credit risk

Counterparty exposure for non-exchange traded derivatives.

Counterparty	Forward Currency Contracts	Total £
Bank of New York Mellon	(31,276)	(31,276)
JP Morgan	(9,019)	(9,019)
Royal Bank of Scotland	(4,853)	(4,853)
Total	(45,148)	(45,148)

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the ACD, the counterparty risk is mitigated.

Collateral received from these counterparties in respect of derivative contracts was £nil in the form of cash.

Collateral pledged to these counterparties in respect of derivative contracts was £nil in the form of cash.

Interest rate risk

The table that follows details the interest rate profile of the Sub-fund's assets at 30 June 2018.

	Floating Rate £	Fixed Rate £	Not Carrying interest £	Total £
Investment assets	2,503,574	23,621,821	7,205,575	33,330,970
Investment liabilities	—	—	(7,250,723)	(7,250,723)
Total	2,503,574	23,621,821	(45,148)	26,080,247

Interest rate sensitivity

Using duration analysis, an increase/decrease of 0.25% in interest rates, with all other variables remaining constant, is likely to result in a 2.1% decrease/increase respectively in the portfolio valuation.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus. Derivatives may be used for investment purposes as well as for efficient portfolio management.

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	—	—
Level 2: Observable	26,125,395	(45,148)
Level 3: Unobservable	—	—
	26,125,395	(45,148)

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign Currency risk

	30/06/2018	30/06/2018	30/06/2018
	Investments	Net Current Assets	Total
	£	£	£
Eurozone	(141,002)	43,540	(97,462)
United States of America	228,780	45,312	274,092
Total	87,778	88,852	176,630

Portfolio Statement by Credit Rating

as at 30 June 2018

	Market Value (£'000s) 30/06/2018	Total Net Assets (%) 30/06/2018
Investment grade securities	17,765	67.14
Below investment grade securities	7,564	28.59
Unrated Securities	797	3.01
Other Liabilities	(45)	(0.17)
Portfolio of investments	26,081	98.57
Net current assets	379	1.43
Total Net Assets	26,460	100.00

15 Portfolio transaction costs

For the period ending 30 June 2018

Purchases (excluding derivatives)	Transaction		Taxes	
	Value £000's	Commissions £000's	%	£000's
Debt instruments (direct)	28,254	—	—	—
Total purchases	28,254	—	—	—
Total purchases including transaction costs	28,254			

Sales (excluding derivatives)	Transaction		Taxes	
	Value £000's	Commissions £000's	%	£000's
Debt instruments (direct)	2,133	—	—	—
Total sales	2,133	—	—	—
Total sales net of transaction costs	2,133			

Derivative transaction costs

—

—

Total transaction costs

—

—

Total transaction costs

as a % of average net assets

0.00%

0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the period. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Sub-fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.62%.

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

BNY Mellon Investment Funds Annual Report & Accounts - Newton Sustainable Sterling Bond Fund

Notes to the Financial Statements

(continued)

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date.

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20%. The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £nil of investments were subject to stock lending agreements and the Sub-fund held £nil in collateral.

The gross earnings and the fees for the period are £nil and £nil respectively.

18 Shareholder's funds

The Sub-fund currently has three share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
Exempt Shares 1 (Income)	0.20%	0.03%
Institutional W Shares (Accumulation)	0.50%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the period ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
Exempt Shares 1 (Income)	—	12,677,000	—	—	12,677,000
Institutional W Shares (Accumulation)	—	5,000	—	—	5,000
X Shares (Income)	—	13,823,000	—	—	13,823,000

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

The Sub-fund launched on 15 May 2018, hence there are no comparatives.

BNY Mellon Investment Funds

Newton UK Equity Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£865.07m
Comparative Index:	FTSE All Share TR
Sector:	The Investment Association UK All Companies

Yield as at 30 June 2018:

B Shares (Accumulation)	3.18%
B Shares (Income)	3.21%
Exempt Shares 1 (Accumulation)	3.22%
Exempt Shares 3 (Accumulation)	3.22%
Institutional Shares (Accumulation)	3.22%
Institutional Shares (Income)	3.25%
Institutional W Shares (Accumulation)	3.22%
Institutional W Shares (Income)	3.25%
Sterling Income Shares	3.20%
X Shares (Accumulation)	3.22%

Key Dates: Fund Launch 1 May 1985

Investment Objective

To achieve capital growth and income from a portfolio of predominantly UK securities.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	6.26%	12.85%	5.44%
B Shares (Income)	6.28%	12.84%	5.43%
Exempt Shares 1 (Accumulation)	6.69%	13.30%	5.99%
Exempt Shares 3 (Accumulation)	6.58%	13.17%	5.89%
Institutional Shares (Accumulation)	6.16%	12.70%	5.46%
Institutional Shares (Income)	6.16%	12.72%	5.46%
Institutional W Shares (Accumulation)	6.42%	13.00%	5.74%
Institutional W Shares (Income)	6.42%	13.01%	5.73%
Sterling Income Shares	5.56%	12.09%	4.87%
X Shares (Accumulation)	7.23%	13.86%	6.53%
FTSE All-Share TR	9.02%	18.12%	2.21%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income Share Class of the Sub-fund's returned 5.56% against a return of 9.02% for the FTSE All-Share Index TR. The Sub-fund produced a positive return but was behind the comparative index.

This was a *volatile* period for UK equities, buffeted by Brexit negotiations and President Donald Trump's trade dispute with China and his major trading partners. However, UK equities made headway as *monetary policy* remained relatively loose, despite an interest rate hike and earnings growth remained relatively robust.

Sector allocation was negative largely due to the underweight exposure to more economically sensitive sectors such as oil and gas, and particularly, *basic materials*.

The Sub-fund's holding in paper-based packaging business Smurfit Kappa, which received a bid approach from US peer International Paper, was accretive to returns. A new holding was established in the company during the review period on the back of what the managers saw as the structural shift in retailing towards home delivery and a more consolidated industry structure.

The holding in event organiser UBM was also positive to returns as it too received an approach from a peer company. Drinks group Diageo also performed well following good results. Meanwhile, life sciences company Abcam and veterinary pharmaceuticals business Dechra continued to grow and boosted the Sub-fund's performance.

Negative contributions to performance came from ConvaTec, the global medical products company, which posted weak results and underwent changes to senior management. The holding in UK utility Centrica also detracted from returns as management surprised investors during the review period with a poor trading update relating to the company's UK and overseas operations.

An absence of positions in several large companies such as Rio Tinto, Glencore Xstrata and Tesco detracted from returns as did the underweight exposure to Royal Dutch Shell.

During the review period a purchase was made in UK-based insurer Aviva, which should benefit from gently rising interest rates via the reinvestment return it achieves on its assets. A new position was also taken in London Stock Exchange, which has reconfigured its business model over the last 10 years, de-emphasising traditional volume-driven activities and repositioning itself as an information-services business.

Major sales over the 12-months included Walt Disney, GlaxoSmithKline, Johnson Matthey, Reckitt Benckiser and National Grid.

Financial asset prices have been buoyed over the course of the last decade in the low interest rate environment and now better growth and *inflation* prospects have allowed a few central banks to raise interest rates. Their ability to continue this course remains dependent on the stabilisation and continuing growth of the global economy. Uncertainty around the future of international trade agreements poses a threat to economic growth and, unless resolved, is likely to lead to disruption in global supply chains and an unwillingness from companies to invest. The manager will continue to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
Anglo American	Reckitt Benckiser
Smurfit Kappa	Johnson Matthey
BP	GlaxoSmithKline
Aviva	SSE
BHP Billiton	National Grid
London Stock Exchange	Disney
Royal Dutch Shell class 'B' shares	Wolters Kluwer
QinetiQ	WS Atkins
Eversource Energy	Associated British Foods
CRH	British American Tobacco

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

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for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	160.41	146.59	135.22
Return before operating charges*	12.05	15.27	12.86
Operating charges	(1.54)	(1.45)	(1.49)
Return after operating charges	10.51	13.82	11.37
Distributions	(5.45)	(4.84)	(3.91)
Retained distributions on accumulation shares	5.45	4.84	3.91
Closing net asset value per share	170.92	160.41	146.59
*After direct transaction costs of	(0.17)	(0.28)	(0.21)
Performance			
Return after charges	6.55%	9.43%	8.41%
Other information			
Closing net asset value (£)	302,806	195,043	94,003
Closing number of shares	177,158	121,589	64,125
Operating charges**	0.94%	0.94%	1.07%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	173.41	166.81	144.65
Lowest share price	154.22	140.75	128.89

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	140.65	132.58	125.72
Return before operating charges*	10.43	13.70	11.82
Operating charges	(1.34)	(1.30)	(1.36)
Return after operating charges	9.09	12.40	10.46
Distributions	(4.72)	(4.33)	(3.60)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	145.02	140.65	132.58
*After direct transaction costs of	(0.14)	(0.25)	(0.19)
Performance			
Return after charges	6.46%	9.35%	8.32%
Other information			
Closing net asset value (£)	25,067,492	16,819,639	6,737,216
Closing number of shares	17,285,891	11,958,148	5,081,675
Operating charges**	0.94%	0.94%	1.06%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	148.88	148.01	133.52
Lowest share price	133.29	126.41	118.46

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Statistics

(continued)

Comparative tables (continued)

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	506.39	460.93	422.94
Return before operating charges*	38.18	48.08	40.35
Operating charges	(2.80)	(2.62)	(2.36)
Return after operating charges	35.38	45.46	37.99
Distributions	(17.48)	(15.49)	(12.54)
Retained distributions on accumulation shares	17.48	15.49	12.54
Closing net asset value per share	541.77	506.39	460.93
*After direct transaction costs of	(0.52)	(0.88)	(0.66)
Performance			
Return after charges	6.99%	9.86%	8.98%
Other information			
Closing net asset value (£)	14,199,035	13,738,314	46,208,632
Closing number of shares	2,620,881	2,712,965	10,025,146
Operating charges**	0.54%	0.54%	0.54%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	549.42	526.44	453.55
Lowest share price	488.28	443.36	404.57

Exempt Shares 3 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	218.61	199.20	182.96
Return before operating charges*	16.46	20.75	17.45
Operating charges	(1.43)	(1.34)	(1.21)
Return after operating charges	15.03	19.41	16.24
Distributions	(7.53)	(6.69)	(5.42)
Retained distributions on accumulation shares	7.53	6.69	5.42
Closing net asset value per share	233.64	218.61	199.20
*After direct transaction costs of	(0.23)	(0.38)	(0.28)
Performance			
Return after charges	6.88%	9.74%	8.88%
Other information			
Closing net asset value (£)	9,081,666	8,497,308	7,931,983
Closing number of shares	3,886,996	3,886,996	3,981,942
Operating charges**	0.64%	0.64%	0.64%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	236.97	227.28	196.12
Lowest share price	210.63	191.51	174.91

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(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	264.90	242.38	223.52
Return before operating charges*	19.90	25.16	21.25
Operating charges	(2.82)	(2.64)	(2.39)
Return after operating charges	17.08	22.52	18.86
Distributions	(9.11)	(8.12)	(6.61)
Retained distributions on accumulation shares	9.11	8.12	6.61
Closing net asset value per share	281.98	264.90	242.38
*After direct transaction costs of	(0.27)	(0.46)	(0.35)
Performance			
Return after charges	6.45%	9.29%	8.44%
Other information			
Closing net asset value (£)	21,148,106	11,619,331	10,473,864
Closing number of shares	7,499,754	4,386,296	4,321,179
Operating charges**	1.04%	1.04%	1.04%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	286.12	275.50	239.19
Lowest share price	254.49	232.62	213.15

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	902.34	851.83	808.01
Return before operating charges*	66.68	87.92	76.04
Operating charges	(9.49)	(9.20)	(8.57)
Return after operating charges	57.19	78.72	67.47
Distributions	(30.64)	(28.21)	(23.65)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	928.89	902.34	851.83
*After direct transaction costs of	(0.92)	(1.60)	(1.24)
Performance			
Return after charges	6.34%	9.24%	8.35%
Other information			
Closing net asset value (£)	1,486,682	1,318,479	1,298,234
Closing number of shares	160,050	146,119	152,406
Operating charges**	1.04%	1.04%	1.04%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	953.89	949.71	858.27
Lowest share price	854.08	811.77	761.40

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(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	167.44	152.81	140.55
Return before operating charges*	12.59	15.90	13.40
Operating charges	(1.35)	(1.27)	(1.14)
Return after operating charges	11.24	14.63	12.26
Distributions	(5.77)	(5.13)	(4.16)
Retained distributions on accumulation shares	5.77	5.13	4.16
Closing net asset value per share	178.68	167.44	152.81
*After direct transaction costs of	(0.17)	(0.29)	(0.22)
Performance			
Return after charges	6.71%	9.57%	8.72%
Other information			
Closing net asset value (£)	28,215,661	33,930,181	24,889,702
Closing number of shares	15,790,876	20,263,820	16,287,569
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	181.26	174.10	150.58
Lowest share price	161.16	146.80	134.25

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	146.22	137.69	130.28
Return before operating charges*	10.82	14.23	12.28
Operating charges	(1.17)	(1.13)	(1.05)
Return after operating charges	9.65	13.10	11.23
Distributions	(4.97)	(4.57)	(3.82)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	150.90	146.22	137.69
*After direct transaction costs of	(0.15)	(0.26)	(0.20)
Performance			
Return after charges	6.60%	9.51%	8.62%
Other information			
Closing net asset value (£)	173,937,090	186,154,592	207,320,316
Closing number of shares	115,266,670	127,310,093	150,572,052
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	154.92	153.87	138.53
Lowest share price	138.67	131.35	122.95

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(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	863.19	818.95	780.73
Return before operating charges*	63.60	84.35	73.24
Operating charges	(14.02)	(13.66)	(12.78)
Return after operating charges	49.58	70.69	60.46
Distributions	(28.65)	(26.45)	(22.24)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	884.12	863.19	818.95
*After direct transaction costs of	(0.88)	(1.54)	(1.19)
Performance			
Return after charges	5.74%	8.63%	7.74%
Other information			
Closing net asset value (£)	591,617,951	671,894,669	699,134,833
Closing number of shares	66,916,019	77,838,633	85,370,175
Operating charges**	1.61%	1.61%	1.61%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	908.32	908.75	827.42
Lowest share price	813.89	778.68	733.37

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	327.96	297.06	271.19
Return before operating charges*	24.82	31.03	25.98
Operating charges	(0.13)	(0.13)	(0.11)
Return after operating charges	24.69	30.90	25.87
Distributions	(11.36)	(10.01)	(8.07)
Retained distributions on accumulation shares	11.36	10.01	8.07
Closing net asset value per share	352.65	327.96	297.06
*After direct transaction costs of	(0.34)	(0.57)	(0.42)
Performance			
Return after charges	7.53%	10.40%	9.54%
Other information			
Closing net asset value (£)	12,625	10,482,575	11,236,593
Closing number of shares	3,580	3,196,281	3,782,638
Operating charges**	0.04%	0.04%	0.04%
Direct transaction costs*	0.10%	0.18%	0.15%
Prices			
Highest share price	357.44	340.81	291.45
Lowest share price	317.40	286.32	260.22

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 75.50% (80.48%)			
Oil & Gas Producers 4.89% (2.01%)			
BP	7,321,675	42,341,246	4.89
Chemicals 0.57% (1.97%)			
Victrex	168,342	4,902,119	0.57
Mining 2.00% (0.00%)			
Anglo American	1,020,078	17,282,161	2.00
Aerospace and Defence 3.75% (1.61%)			
BAE Systems	2,931,470	18,954,885	2.19
Cobham	1,278,724	1,643,800	0.19
QinetiQ	4,410,753	11,882,569	1.37
General Industrials 3.71% (1.31%)			
Smiths	942,607	16,005,467	1.85
Smurfit Kappa	524,703	16,087,394	1.86
Support Services 4.05% (7.23%)			
Bunzl	595,739	13,666,253	1.58
Hays	4,139,785	7,724,839	0.89
Intertek	238,837	13,651,923	1.58
Beverages 7.16% (6.13%)			
Britvic	1,227,666	9,563,518	1.10
Diageo	1,925,027	52,399,235	6.06
Food Producers 4.01% (5.22%)			
Associated British Foods	240,188	6,576,347	0.76
Unilever	670,381	28,102,371	3.25
Tobacco 3.76% (6.65%)			
British American Tobacco	849,333	32,525,207	3.76
Healthcare Equipment & Services 3.30% (3.52%)			
ConvaTec	3,381,658	7,182,642	0.83
Smith & Nephew	1,525,229	21,322,701	2.47
Pharmaceuticals & Biotechnology 4.57% (6.30%)			
Abcam	697,629	9,306,371	1.07
AstraZeneca	450,962	23,689,034	2.74
Dechra Pharmaceuticals	235,396	6,544,009	0.76
Media 5.14% (4.79%)			
Informa	1,470,160	12,272,896	1.42
Moneysupermarket.com	2,071,768	6,513,639	0.75
RELX	1,583,166	25,686,868	2.97
Travel & Leisure 4.37% (5.64%)			
Compass	1,554,579	25,160,861	2.91
Whitbread	319,058	12,628,316	1.46
Fixed Line Telecommunications 1.36% (1.82%)			
BT	5,399,591	11,757,609	1.36
Mobile Telecommunications 3.06% (3.49%)			
Vodafone	14,378,149	26,427,038	3.06
Gas, Water & Multiutilities 1.64% (3.51%)			
Centrica	8,998,373	14,185,935	1.64
Banks 4.66% (4.59%)			
Lloyds Banking	42,369,192	26,701,065	3.09
Royal Bank of Scotland	5,292,273	13,548,219	1.57

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Nonlife Insurance 1.56% (2.05%)			
Admiral	705,864	13,464,356	1.56
Life Insurance 5.10% (3.52%)			
Aviva	2,548,581	12,839,751	1.48
Prudential	1,805,246	31,311,992	3.62
Real Estate Investment Trusts 1.87% (1.53%)			
Derwent London	283,136	8,791,373	1.02
Great Portland Estates	1,029,387	7,350,852	0.85
Financial Services 2.93% (0.93%)			
Intermediate Capital	1,069,775	11,778,223	1.36
London Stock Exchange	303,963	13,590,186	1.57
Software & Computer Services 1.18% (1.27%)			
Sage	1,625,503	10,214,661	1.18
Overseas Equities 22.84% (15.52%)			
United States of America 3.94% (3.23%)			
Abbott Laboratories	152,575	7,049,479	0.81
Accenture	140,293	17,386,662	2.01
Eversource Energy	218,374	9,694,300	1.12
Australia 1.66% (0.00%)			
BHP Billiton	843,174	14,381,176	1.66
Ireland 3.21% (1.65%)			
AIB	1,809,826	7,458,580	0.86
CRH	761,362	20,366,433	2.35
Jersey 1.90% (0.00%)			
Ferguson	267,598	16,454,601	1.90
Germany 1.15% (1.40%)			
Infineon Technologies	514,783	9,938,282	1.15
Netherlands 9.92% (7.22%)			
Royal Dutch Shell class 'B' shares	2,627,249	71,290,402	8.24
Wolters Kluwer	349,544	14,528,913	1.68
Switzerland 1.92% (2.02%)			
Novartis	289,039	16,597,144	1.92
Portfolio of investments		850,723,903	98.34
Net current assets		14,345,211	1.66
Total Net Assets		865,069,114	100.00

Total unapproved and unquoted securities

0.00%

Comparative figures in brackets refer to 30 June 2017.

During the period ended 30 June 2018, the Sub-fund disposed of its holdings in the Electricity and Household Goods & Home Construction portfolio categories, which, at 30 June 2017, represented 1.39% and 4.00% respectively of the Total Net Assets of the Fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		34,962,352		68,427,940
Revenue	4	30,305,372		32,328,451	
Expenses	5	(12,114,163)		(13,495,597)	
Interest payable and similar charges	7	(260)		(795)	
Net revenue before taxation		18,190,949		18,832,059	
Taxation	6	(267,411)		(208,431)	
Net revenue after taxation			17,923,538		18,623,628
Total return before distributions			52,885,890		87,051,568
Distributions	8		(29,228,927)		(31,234,104)
Change in net assets attributable to Shareholders from investment activities			23,656,963		55,817,464

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders					
			954,650,131		1,015,325,376
Amounts received on issue of shares		29,194,466		40,630,981	
Amounts paid on cancellation of shares		(144,772,429)		(160,142,113)	
			(115,577,963)		(119,511,132)
Dilution adjustment			32,733		102,179
Change in net assets attributable to Shareholders from investment activities (see above)			23,656,963		55,817,464
Retained distributions on accumulation shares			2,287,354		2,844,499
Unclaimed distributions			19,896		71,745
Closing net assets attributable to Shareholders			865,069,114		954,650,131

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			850,723,903		916,471,829
Current assets					
Debtors	10	3,830,954		9,330,845	
Cash and bank balances	11	21,944,059		44,048,001	
Total other assets			25,775,013		53,378,846
Total assets			876,498,916		969,850,675
LIABILITIES					
Creditors					
Bank overdrafts	11	—		(315)	
Distribution payable	12	(9,479,213)		(10,425,701)	
Other creditors	12	(1,950,589)		(4,774,528)	
Total other liabilities			(11,429,802)		(15,200,544)
Total liabilities			(11,429,802)		(15,200,544)
Net assets attributable to Shareholders			865,069,114		954,650,131

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	2.0218	—	2.0218	1.8871
Group 2	1.4138	0.6080	2.0218	1.8871
B Shares (Income)				
Group 1	1.7363	—	1.7363	1.6738
Group 2	0.7721	0.9642	1.7363	1.6738
Exempt Shares 1 (Accumulation)				
Group 1	6.4721	—	6.4721	6.0173
Group 2	2.8016	3.6705	6.4721	6.0173
Exempt Shares 3 (Accumulation)				
Group 1	2.7881	—	2.7881	2.5980
Group 2	2.7881	0.0000	2.7881	2.5980
Institutional Shares (Accumulation)				
Group 1	3.3670	—	3.3670	3.1496
Group 2	1.3780	1.9890	3.3670	3.1496
Institutional Shares (Income)				
Group 1	11.2260	—	11.2260	10.8581
Group 2	3.5012	7.7248	11.2260	10.8581
Institutional W Shares (Accumulation)				
Group 1	2.1327	—	2.1327	1.9911
Group 2	1.2063	0.9264	2.1327	1.9911
Institutional W Shares (Income)				
Group 1	1.8230	—	1.8230	1.7590
Group 2	0.6192	1.2038	1.8230	1.7590
Sterling Income Shares				
Group 1	10.5502	—	10.5502	10.2395
Group 2	3.3700	7.1802	10.5502	10.2395
X Shares (Accumulation)				
Group 1	4.2104	—	4.2104	3.8946
Group 2	4.2104	0.0000	4.2104	3.8946

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	1.2047	—	1.2047	1.1278
Group 2	0.1749	1.0298	1.2047	1.1278
B Shares (Income)				
Group 1	1.0403	—	1.0403	1.0065
Group 2	0.5089	0.5314	1.0403	1.0065
Exempt Shares 1 (Accumulation)				
Group 1	3.8651	—	3.8651	3.6116
Group 2	3.7514	0.1137	3.8651	3.6116
Exempt Shares 3 (Accumulation)				
Group 1	1.6641	—	1.6641	1.5582
Group 2	1.6641	0.0000	1.6641	1.5582
Institutional Shares (Accumulation)				
Group 1	2.0106	—	2.0106	1.8905
Group 2	1.4782	0.5324	2.0106	1.8905
Institutional Shares (Income)				
Group 1	6.7597	—	6.7597	6.5630
Group 2	5.3278	1.4319	6.7597	6.5630
Institutional W Shares (Accumulation)				
Group 1	1.2738	—	1.2738	1.1939
Group 2	0.7835	0.4903	1.2738	1.1939
Institutional W Shares (Income)				
Group 1	1.0966	—	1.0966	1.0629
Group 2	0.5634	0.5332	1.0966	1.0629
Sterling Income Shares				
Group 1	6.3062	—	6.3062	6.1446
Group 2	2.9325	3.3737	6.3062	6.1446
X Shares (Accumulation)				
Group 1	2.5146	—	2.5146	2.3328
Group 2	2.5146	0.0000	2.5146	2.3328

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.0531	—	1.0531	0.7284
Group 2	0.6581	0.3950	1.0531	0.7284
B Shares (Income)				
Group 1	0.9169	—	0.9169	0.6544
Group 2	0.3161	0.6008	0.9169	0.6544
Exempt Shares 1 (Accumulation)				
Group 1	3.3951	—	3.3951	2.3538
Group 2	1.6171	1.7780	3.3951	2.3538
Exempt Shares 3 (Accumulation)				
Group 1	1.4626	—	1.4626	1.0168
Group 2	1.4626	0.0000	1.4626	1.0168
Institutional Shares (Accumulation)				
Group 1	1.7727	—	1.7727	1.2352
Group 2	0.9092	0.8635	1.7727	1.2352
Institutional Shares (Income)				
Group 1	5.9847	—	5.9847	4.3106
Group 2	4.3582	1.6265	5.9847	4.3106
Institutional W Shares (Accumulation)				
Group 1	1.1216	—	1.1216	0.7794
Group 2	0.4939	0.6277	1.1216	0.7794
Institutional W Shares (Income)				
Group 1	0.9724	—	0.9724	0.6974
Group 2	0.3323	0.6401	0.9724	0.6974
Sterling Income Shares				
Group 1	5.5687	—	5.5687	3.9908
Group 2	1.7305	3.8382	5.5687	3.9908
X Shares (Accumulation)				
Group 1	2.2042	—	2.2042	1.5197
Group 2	2.2042	0.0000	2.2042	1.5197

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	1.1666	—	1.1666	1.0960
Group 2	0.0642	1.1024	1.1666	1.0960
B Shares (Income)				
Group 1	1.0244	—	1.0244	0.9911
Group 2	0.1979	0.8265	1.0244	0.9911
Exempt Shares 1 (Accumulation)				
Group 1	3.7525	—	3.7525	3.5081
Group 2	2.0301	1.7224	3.7525	3.5081
Exempt Shares 3 (Accumulation)				
Group 1	1.6199	—	1.6199	1.5156
Group 2	1.6199	0.0000	1.6199	1.5156
Institutional Shares (Accumulation)				
Group 1	1.9626	—	1.9626	1.8433
Group 2	1.2550	0.7076	1.9626	1.8433
Institutional Shares (Income)				
Group 1	6.6728	—	6.6728	6.4790
Group 2	1.0330	5.6398	6.6728	6.4790
Institutional W Shares (Accumulation)				
Group 1	1.2381	—	1.2381	1.1624
Group 2	0.6211	0.6170	1.2381	1.1624
Institutional W Shares (Income)				
Group 1	1.0803	—	1.0803	1.0476
Group 2	0.3568	0.7235	1.0803	1.0476
Sterling Income Shares				
Group 1	6.2207	—	6.2207	6.0744
Group 2	1.4129	4.8078	6.2207	6.0744
X Shares (Accumulation)				
Group 1	2.4322	—	2.4322	2.2619
Group 2	2.4322	0.0000	2.4322	2.2619
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00
Interim distributions for 31 March 2018			100.00	0.00
Interim distributions for 31 December 2017			100.00	0.00
Interim distributions for 30 September 2017			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	35,028,659	68,470,073
Currency exchange losses	(45,439)	(15,562)
Activity charges	(20,868)	(26,571)
Net capital gains	34,962,352	68,427,940

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	77,880	121,561
Overseas dividends	3,180,480	3,578,488
Property income distribution	272,350	342,542
Stock lending	92,600	45,218
UK dividends	26,682,062	28,240,642
Total revenue	30,305,372	32,328,451

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	11,310,845	12,608,698
Administration fees	716,811	797,481
Safe custody charges	24,568	25,800
	12,052,224	13,431,979
Other expenses		
Audit fee†	7,721	7,402
Depositary's fees	53,863	56,561
Financial Conduct Authority fee	120	(323)
Professional fees	235	—
VAT recoverable	—	(22)
	61,939	63,618
Total expenses	12,114,163	13,495,597

† The Audit fee net of VAT for 2018 is £6,500 (30/06/17: £6,200).

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax	267,411	208,431
Total tax charge (see Note 6b)	267,411	208,431

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	18,190,949	18,832,059
Corporation tax @ 20%	3,638,190	3,766,412
Effects of:		
Dividends not subject to corporation tax	(5,972,509)	(6,363,826)
Excess management expenses	2,334,319	2,597,414
Overseas tax withheld	267,411	208,431
Total tax charge (see Note 6a)	267,411	208,431

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £243,736,726 (30/06/17: £232,065,130), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £48,747,345 (30/06/17: £46,413,026). The prior year figures for excess management expenses and deferred tax asset not recognised have been updated due to a reclassification of income on the submitted tax return, this is only a disclosure change and has no impact on the Sub-fund's net asset value.

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	260	795
Total interest	260	795

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 30 September	6,765,749	7,439,429
Interim Dividend distribution 31 December	5,633,589	4,869,524
Interim Dividend distribution 31 March	6,242,064	7,160,919
Final Dividend distribution 30 June	10,350,227	11,358,337
	28,991,629	30,828,209
Amounts added on issue of shares	(175,244)	(161,865)
Amounts deducted on cancellation of shares	412,542	567,760
Net distributions for the year	29,228,927	31,234,104

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	17,923,538	18,623,628
Capitalised fees less tax relief paid from capital	11,304,832	12,608,698
Equalisation on conversions	557	1,778
	29,228,927	31,234,104

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	3,150,472	4,189,704
Amount receivable for issue of shares	84,152	104,975
Income tax recoverable	—	100,258
Overseas tax recoverable	596,328	537,562
Prepaid expenses	2	7
Sales awaiting settlement	—	4,398,339
Total debtors	3,830,954	9,330,845

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	3,265,303	—
Cash held in BNY Mellon Sterling Liquidity Fund	—	44,048,001
Cash held in Insight Sterling Liquidity Fund	18,678,756	—
	21,944,059	44,048,001
Overdrawn cash and bank balances		
Bank overdraft	—	315
	—	315

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	9,479,213	10,425,701
	9,479,213	10,425,701
b) Other creditors		
Accrued expenses	987,269	1,134,264
Amount payable for cancellation of shares	934,942	3,640,264
Purchases awaiting settlement	28,378	—
Total other creditors	1,950,589	4,774,528

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £1,830,465 (30/06/17: £4,662,362).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	850,723,903	916,471,829

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	42,536,195	(42,536,195)	45,823,591	(45,823,591)
Net capital impact	42,536,195	(42,536,195)	45,823,591	(45,823,591)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	850,723,903	—
	850,723,903	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	916,471,829	—
	916,471,829	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current Assets	Total	Total
	£	£	£	£
Eurozone	31,925,775	1,430,448	33,356,223	52,156,476
Switzerland	16,597,144	438,418	17,035,562	19,698,920
United States of America	34,130,441	28,266	34,158,707	30,845,217
Total	82,653,360	1,897,132	84,550,492	102,700,613

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction Value	Commissions		Taxes	
Purchases (excluding derivatives)	£000's	£000's	%	£000's	%
Equity instruments (direct)	140,955	66	0.05	736	0.52
Total purchases	140,955	66		736	
Total purchases including transaction costs	141,757				

	Transaction Value	Commissions		Taxes	
Sales (excluding derivatives)	£000's	£000's	%	£000's	%
Equity instruments (direct)	241,552	92	0.04	1	0.00
Total sales	241,552	92		1	
Total sales net of transaction costs	241,459				

Total transaction costs 158 737

Total transaction costs as a % of average net assets 0.02% 0.08%

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	299,888	207	0.07	1,418	0.47
Total purchases	299,888	207		1,418	
Total purchases including transaction costs	301,513				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	405,795	197	0.05	1	—
Collective investment schemes	1,915	1	—	—	—
Total sales	407,710	198		1	
Total sales net of transaction costs	407,511				

Total transaction costs	405	1,419
Total transaction costs as a % of average net assets	0.04%	0.14%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.12% (30/06/17: 0.05%).

16 Contingent asset/liabilities

Following the ruling on the Denkvit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £21,516,493 of investments were subject to stock lending agreements and on behalf of the Sub-fund £23,890,732 was held in collateral. The collateral is held 0.99% in debt securities and 99.01% in equity securities.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Equity Fund

Notes to the Financial Statements

(continued)

17 Stock lending (continued)

As at 30 June 2017, £22,794,287 of investments were subject to stock lending agreements and on behalf of the Sub-fund £26,400,060 was held in collateral

The collateral is held 62.92% in debt securities and 37.08% in equity securities.

The gross earnings and the fees for the year are £115,750 (30/06/17: £56,522) and £23,150 (30/06/17: £11,304) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
BNP Paribas Arbitrage	15,072,458	16,583,790
Citigroup Global Markets Limited	1,711,334	1,920,101
Credit Suisse Securities (Europe) Limited	1,218,059	1,410,994
Deutsche Bank, AG	3,133,308	3,566,129
HSBC Bank PLC	119,783	132,297
JP Morgan Securities, Plc.	36,671	40,911
Societe Generale	224,880	236,510

18 Shareholder's funds

The Sub-fund currently has ten share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 1 (Accumulation)	0.50%	0.03%
Exempt Shares 3 (Accumulation)	0.60%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional Shares (Income)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%
X Shares (Accumulation)	0.00%	0.03%

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	121,589	47,447	(14,182)	22,304	177,158
B Shares (Income)	11,958,148	(126,941)	(776,421)	6,231,105	17,285,891
Exempt Shares 1 (Accumulation)	2,712,965	328,917	(421,001)	—	2,620,881
Exempt Shares 3 (Accumulation)	3,886,996	—	—	—	3,886,996
Institutional Shares (Accumulation)	4,386,296	4,079,449	(965,991)	—	7,499,754
Institutional Shares (Income)	146,119	12,215	(8,455)	10,171	160,050
Institutional W Shares (Accumulation)	20,263,820	1,797,396	(6,374,058)	103,718	15,790,876
Institutional W Shares (Income)	127,310,093	631,482	(14,462,828)	1,787,923	115,266,670
Sterling Income Shares	77,838,633	1,404,210	(10,969,112)	(1,357,712)	66,916,019
X Shares (Accumulation)	3,196,281	—	(3,192,701)	—	3,580

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds

Newton UK Income Fund

Annual Report

for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£1,530.91m
Comparative Index:	FTSE All Share TR
Sector:	The Investment Association UK Equity Income

Yield as at 30 June 2018:

B Shares (Accumulation)	3.90%
B Shares (Income)	3.94%
Exempt Shares 1 (Accumulation)	3.89%
Exempt Shares 2 (Accumulation)	3.90%
Institutional Shares (Accumulation)	3.90%
Institutional Shares (Income)	3.95%
Institutional W Shares (Accumulation)	3.90%
Institutional W Shares (Income)	3.94%
Sterling Income Shares	4.38%
X Shares (Accumulation)	3.90%
X Shares (Income)	3.93%

Key Dates: Fund Launch 01 June 1987 (Managed by Newton since November 1994)

Investment Objective

To generate distributions over an annual period together with long term capital growth.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	5.16%	8.63%	12.64%
B Shares (Income)	5.18%	8.66%	12.65%
Exempt Shares 1 (Accumulation)	5.59%	9.08%	13.24%
Exempt Shares 2 (Accumulation)	5.33%	8.81%	12.95%
Institutional Shares (Accumulation)	5.07%	8.53%	12.67%
Institutional Shares (Income)	5.06%	8.53%	12.67%
Institutional W Shares (Accumulation)	5.33%	8.79%	12.95%
Institutional W Shares (Income)	5.33%	8.80%	12.95%
Sterling Income Shares	4.48%	7.93%	12.05%
X Shares (Accumulation)	6.16%	9.63%	13.80%
X Shares (Income)	6.13%	9.63%	13.80%
FTSE All Share TR	9.02%	18.12%	2.21%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 4.48% against a return of 9.02% for the FTSE All-Share Index TR.

The Sub-fund produced a positive return but lagged the comparative index.

This was a *volatile* period for UK equities, buffeted by Brexit negotiations and President Donald Trump's trade dispute with China and his major trading partners. However, UK equities made headway as *monetary policy* remained relatively loose, despite one interest rate hike and earnings growth remained relatively robust.

Sector selection detracted from returns with the underweight exposure to more economically sensitive sectors such as oil and gas, and in particular, *basic materials*. Stock selection had a neutral impact on Sub-fund returns with strong stock selection in technology, *consumer goods* and *basic materials* offset by weaker selection in healthcare and financials.

The overweight position in the technology sector was a positive influence. Within technology, Microsoft was a major positive contributor, on the back of strong quarterly results.

Miner Anglo American was another strong individual contributor, as rising commodity prices led to a big jump in profits and the halving of the company's debt, which helped it to generate its highest dividend for 10 years. Paper-based packaging business Smurfit Kappa, which received a bid approach from US peer International Paper, was another key stock contributor.

Deutsche Post was weaker after announcing a downgrade to expected earnings. The holding in UK utility Centrica detracted from returns as management surprised investors with a poor trading update relating to the company's UK and overseas operations. An absence of positions in several larger capitalised shares such as Rio Tinto, Glencore Xstrata and Tesco detracted from returns as did the underweight exposure to Royal Dutch Shell.

Regarding activity, Royal Bank of Scotland was purchased owing to the progress made in resolving legacy litigation issues which has the potential to increase the visibility of the underlying earnings potential and capital position of the remaining banking businesses.

The manager added Roche, one of the Sub-fund's highest-conviction global ideas in the pharmaceuticals sector, with a strong pipeline of innovative cancer drugs and an attractive level of dividend. A new holding in Eversource Energy was added during the review period. In the manager's opinion, it is a high-quality US utility with potential for above-sector earnings growth.

Major sales through the period included utility companies Severn Trent and Centrica and Norwegian office real-estate investment trust Entra.

The low interest rate environment has buoyed financial asset prices over the course of the last decade and better growth and *inflation* prospects have allowed a few central banks to embark on raising rates. Their ability to continue this course remains dependent on the stabilisation and continuing growth of the global economy. Uncertainty around the future of international trade agreements poses a threat to economic growth and, unless resolved, is likely to lead to disruption in global supply chains and an unwillingness from companies to invest.

The manager continues to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases

Anglo American
Royal Dutch Shell 'B' (UK Regd.)
BT
Imperial Brands
Roche Holding
Novartis
Vodafone
Deutsche Post (Regd.)
Smurfit Kappa
BP

Sales

Royal Dutch Shell 'B' (UK Regd.)
Cisco Systems
Microsoft
Severn Trent
GlaxoSmithKline
Wolters Kluwer
Entra
AstraZeneca
Novartis
Imperial Brands

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for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	155.95	147.94	127.28
Return before operating charges*	10.10	9.44	22.08
Operating charges	(1.50)	(1.43)	(1.42)
Return after operating charges	8.60	8.01	20.66
Distributions	(6.42)	(5.89)	(5.80)
Retained distributions on accumulation shares	6.42	5.89	5.80
Closing net asset value per share	164.55	155.95	147.94
*After direct transaction costs of	(0.34)	(0.46)	(0.42)
Performance			
Return after charges	5.52%	5.41%	16.23%
Other information			
Closing net asset value (£)	646,257	455,978	257,422
Closing number of shares	392,750	292,380	174,006
Operating charges**	0.94%	0.94%	1.07%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	168.41	162.51	144.57
Lowest share price	150.77	139.60	123.48

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	127.73	125.86	112.85
Return before operating charges*	8.14	8.01	19.31
Operating charges	(1.21)	(1.20)	(1.23)
Return after operating charges	6.93	6.81	18.08
Distributions	(5.18)	(4.94)	(5.07)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	129.48	127.73	125.86
*After direct transaction costs of	(0.28)	(0.39)	(0.37)
Performance			
Return after charges	5.43%	5.41%	16.02%
Other information			
Closing net asset value (£)	14,867,234	9,630,119	4,025,369
Closing number of shares	11,482,683	7,539,449	3,198,294
Operating charges**	0.94%	0.94%	1.06%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	134.54	135.09	125.32
Lowest share price	121.43	117.88	109.52

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BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	399.25	377.16	322.78
Return before operating charges*	25.95	24.19	56.20
Operating charges	(2.21)	(2.10)	(1.82)
Return after operating charges	23.74	22.09	54.38
Distributions	(16.49)	(15.03)	(14.76)
Retained distributions on accumulation shares	16.49	15.03	14.76
Closing net asset value per share	422.99	399.25	377.16
*After direct transaction costs of	(0.87)	(1.17)	(1.06)
Performance			
Return after charges	5.95%	5.86%	16.85%
Other information			
Closing net asset value (£)	10,228,927	93,642,109	88,924,727
Closing number of shares	2,418,244	23,454,574	23,577,257
Operating charges**	0.54%	0.54%	0.54%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	432.69	415.99	368.58
Lowest share price	387.11	356.52	313.43

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	247.25	234.16	200.91
Return before operating charges*	16.05	15.00	34.91
Operating charges	(2.00)	(1.91)	(1.66)
Return after operating charges	14.05	13.09	33.25
Distributions	(10.20)	(9.32)	(9.17)
Retained distributions on accumulation shares	10.20	9.32	9.17
Closing net asset value per share	261.30	247.25	234.16
*After direct transaction costs of	(0.54)	(0.73)	(0.66)
Performance			
Return after charges	5.68%	5.59%	16.55%
Other information			
Closing net asset value (£)	252,140	258,119	440,815
Closing number of shares	96,493	104,394	188,251
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	267.37	257.64	228.83
Lowest share price	239.30	221.11	195.01

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

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(continued)

Comparative tables (continued)

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	232.91	221.13	190.19
Return before operating charges*	15.09	14.15	33.00
Operating charges	(2.47)	(2.37)	(2.06)
Return after operating charges	12.62	11.78	30.94
Distributions	(9.60)	(8.79)	(8.67)
Retained distributions on accumulation shares	9.60	8.79	8.67
Closing net asset value per share	245.53	232.91	221.13
*After direct transaction costs of	(0.51)	(0.69)	(0.62)
Performance			
Return after charges	5.42%	5.33%	16.27%
Other information			
Closing net asset value (£)	149,708,922	153,167,851	162,623,332
Closing number of shares	60,973,922	65,763,103	73,543,472
Operating charges**	1.04%	1.04%	1.04%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	251.29	242.71	216.09
Lowest share price	225.01	208.58	184.54

Institutional Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	71.60	70.62	63.32
Return before operating charges*	4.56	4.50	10.83
Operating charges	(0.75)	(0.75)	(0.68)
Return after operating charges	3.81	3.75	10.15
Distributions	(2.91)	(2.77)	(2.85)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	72.50	71.60	70.62
*After direct transaction costs of	(0.15)	(0.22)	(0.21)
Performance			
Return after charges	5.32%	5.31%	16.02%
Other information			
Closing net asset value (£)	6,832,098	7,773,085	8,475,621
Closing number of shares	9,424,219	10,856,694	12,001,319
Operating charges**	1.04%	1.04%	1.04%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	75.34	75.73	70.33
Lowest share price	68.02	66.12	61.46

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BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

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(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	160.35	151.87	130.30
Return before operating charges*	10.39	9.72	22.65
Operating charges	(1.29)	(1.24)	(1.08)
Return after operating charges	9.10	8.48	21.57
Distributions	(6.61)	(6.05)	(5.95)
Retained distributions on accumulation shares	6.61	6.05	5.95
Closing net asset value per share	169.45	160.35	151.87
*After direct transaction costs of	(0.35)	(0.47)	(0.43)
Performance			
Return after charges	5.68%	5.58%	16.55%
Other information			
Closing net asset value (£)	30,433,028	34,977,154	14,999,673
Closing number of shares	17,959,557	21,813,555	9,876,782
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	173.39	167.08	148.41
Lowest share price	155.19	143.39	126.48

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	130.72	128.61	115.03
Return before operating charges*	8.32	8.19	19.70
Operating charges	(1.04)	(1.03)	(0.94)
Return after operating charges	7.28	7.16	18.76
Distributions	(5.31)	(5.05)	(5.18)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	132.69	130.72	128.61
*After direct transaction costs of	(0.28)	(0.40)	(0.37)
Performance			
Return after charges	5.57%	5.57%	16.31%
Other information			
Closing net asset value (£)	250,313,253	280,077,117	292,121,752
Closing number of shares	188,639,887	214,257,663	227,129,213
Operating charges**	0.79%	0.79%	0.79%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	137.87	138.25	128.08
Lowest share price	124.41	120.54	111.69

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BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

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(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	66.63	66.09	59.60
Return before operating charges*	4.23	4.20	10.15
Operating charges	(1.08)	(1.08)	(0.99)
Return after operating charges	3.15	3.12	9.16
Distributions	(2.70)	(2.58)	(2.67)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	67.08	66.63	66.09
*After direct transaction costs of	(0.14)	(0.20)	(0.19)
Performance			
Return after charges	4.73%	4.72%	15.37%
Other information			
Closing net asset value (£)	887,670,736	950,814,398	1,011,036,129
Closing number of shares	1,323,283,528	1,427,108,854	1,529,696,432
Operating charges**	1.61%	1.61%	1.61%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	69.76	70.48	65.82
Lowest share price	63.02	61.73	57.80

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	418.97	393.82	335.35
Return before operating charges*	27.45	25.31	58.61
Operating charges	(0.17)	(0.16)	(0.14)
Return after operating charges	27.28	25.15	58.47
Distributions	(17.41)	(15.74)	(15.39)
Retained distributions on accumulation shares	17.41	15.74	15.39
Closing net asset value per share	446.25	418.97	393.82
*After direct transaction costs of	(0.92)	(1.23)	(1.11)
Performance			
Return after charges	6.51%	6.39%	17.44%
Other information			
Closing net asset value (£)	123,159,409	114,130,993	68,153,905
Closing number of shares	27,598,580	27,240,710	17,305,902
Operating charges**	0.04%	0.04%	0.04%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	456.24	436.48	384.85
Lowest share price	407.82	373.06	325.89

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BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

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(continued)

Comparative tables (continued)

X Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	137.17	133.95	118.90
Return before operating charges*	8.79	8.55	20.48
Operating charges	(0.06)	(0.05)	(0.05)
Return after operating charges	8.73	8.50	20.43
Distributions	(5.60)	(5.28)	(5.38)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	140.30	137.17	133.95
*After direct transaction costs of	(0.30)	(0.41)	(0.39)
Performance			
Return after charges	6.36%	6.35%	17.18%
Other information			
Closing net asset value (£)	56,800,729	68,320,102	78,131,714
Closing number of shares	40,486,151	49,807,959	58,330,940
Operating charges**	0.04%	0.04%	0.04%
Direct transaction costs*	0.22%	0.30%	0.31%
Prices			
Highest share price	145.65	145.03	133.38
Lowest share price	131.26	125.94	115.58

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 81.44% (80.19%)			
Oil & Gas Producers 4.10% (2.25%)			
BP	10,844,046	62,711,118	4.10
Mining 2.54% (0.00%)			
Anglo American	2,295,889	38,896,951	2.54
Aerospace & Defence 4.07% (3.43%)			
BAE Systems	6,830,066	44,163,207	2.89
QinetiQ	6,732,102	18,136,283	1.18
Banks 4.58% (2.50%)			
Lloyds Banking	77,086,688	48,580,031	3.17
Royal Bank of Scotland	8,421,002	21,557,765	1.41
General Industrials 3.98% (3.15%)			
Smiths	3,584,380	60,862,772	3.98
Support Services 1.36% (1.66%)			
Hays	11,163,890	20,831,819	1.36
Beverages 6.50% (5.42%)			
Diageo	3,657,938	99,569,072	6.50
Food Producers 2.15% (2.58%)			
Unilever	783,402	32,840,212	2.15
Tobacco 7.61% (7.91%)			
British American Tobacco	1,794,709	68,728,381	4.49
Imperial Brands	1,695,490	47,829,773	3.12
Pharmaceuticals & Biotechnology 4.64% (7.40%)			
AstraZeneca	586,105	30,788,096	2.01
GlaxoSmithKline	2,628,912	40,217,096	2.63
Media 7.59% (6.80%)			
Informa	1,173,436	9,795,844	0.64
Moneysupermarket.com	5,504,468	17,306,047	1.13
RELX	5,489,412	89,065,710	5.82
Travel & Leisure 6.76% (6.15%)			
Compass	2,426,154	39,267,302	2.57
National Express	16,013,970	64,151,964	4.19
Mobile Telecommunications 2.89% (2.54%)			
Vodafone	24,099,810	44,295,451	2.89
Gas, Water & Multiutilities 1.86% (6.37%)			
National Grid	1,172,211	9,827,817	0.64
United Utilities	2,452,353	18,716,358	1.22
Nonlife Insurance 3.03% (2.88%)			
Admiral	771,832	14,722,695	0.96
Hiscox	2,077,261	31,657,458	2.07
Life Insurance 9.46% (8.96%)			
Aviva	12,090,493	60,911,904	3.98
Legal & General	12,081,188	32,123,879	2.10
Prudential	2,984,479	51,765,788	3.38
Financial Services 1.59% (1.35%)			
TP ICAP	5,770,133	24,280,720	1.59
Software & Computer Services 1.72% (1.95%)			
Sage	4,180,016	26,267,221	1.72
Health Care Equipment & Services 3.19% (2.86%)			
Smith & Nephew	3,489,363	48,781,295	3.19

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Fixed Line Telecommunications 1.82% (0.73%)			
BT	12,826,718	27,930,178	1.82
Overseas Equities 18.80% (14.44%)			
United States of America 3.03% (5.29%)			
Eversource Energy	351,938	15,623,621	1.02
Microsoft	412,119	30,781,333	2.01
Ireland 2.68% (0.83%)			
AIB	3,038,906	12,496,938	0.81
Smurfit Kappa	931,881	28,571,471	1.87
Germany 1.48% (0.00%)			
Deutsche Post (Regd.)	917,758	22,685,241	1.48
Jersey 1.01% (0.00%)			
Ferguson	251,976	15,494,004	1.01
Netherlands 8.76% (6.93%)			
Royal Dutch Shell 'B' (UK Regd.)	3,808,518	103,344,136	6.75
Wolters Kluwer	741,315	30,813,005	2.01
Switzerland 1.84% (0.00%)			
Roche Holding	167,653	28,197,930	1.84
Portfolio of investments		1,534,587,886	100.24
Net current liabilities		(3,675,153)	(0.24)
Total Net Assets		1,530,912,733	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Investment Trusts and Norway portfolio categories, which, at 30 June 2017, represented 3.30% and 1.39% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
Income					
Net capital gains	3		31,699,111		42,517,960
Revenue	4	66,338,924		68,853,838	
Expenses	5	(19,360,412)		(20,976,274)	
Interest payable and similar charges	7	(1,165)		(1,852)	
Net revenue before taxation		46,977,347		47,875,712	
Taxation	6	(1,042,871)		(1,395,918)	
Net revenue after taxation			45,934,476		46,479,794
Total return before distributions			77,633,587		88,997,754
Distributions	8		(65,294,828)		(67,456,018)
Change in net assets attributable to Shareholders from investment activities			12,338,759		21,541,736

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

	£	30/06/2018 £	£	30/06/2017 £
Opening net assets attributable to Shareholders			1,713,247,025	1,729,190,459
Amounts received on issue of shares	147,829,856		209,936,123	
Amounts paid on cancellation of shares	(356,819,638)		(262,050,939)	
			(208,989,782)	(52,114,816)
Dilution adjustment			31,060	384
Change in net assets attributable to shareholders from investment activities (see above)			12,338,759	21,541,736
Retained distributions on accumulation shares			14,211,961	14,504,977
Unclaimed distributions			73,710	124,285
Closing net assets attributable to Shareholders			1,530,912,733	1,713,247,025

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	£	30/06/2017 £
ASSETS					
Fixed assets					
Investment assets			1,534,587,886		1,621,326,004
Current assets					
Debtors	10	8,713,903		65,139,688	
Cash and bank balances	11	11,907,575		65,415,503	
Total other assets			20,621,478		130,555,191
Total assets			1,555,209,364		1,751,881,195
LIABILITIES					
Creditors					
Bank overdraft	11	—		(472)	
Distribution payable	12	(18,775,934)		(19,719,488)	
Other creditors	12	(5,520,697)		(18,914,210)	
Total other liabilities			(24,296,631)		(38,634,170)
Total liabilities			(24,296,631)		(38,634,170)
Net assets attributable to Shareholders			1,530,912,733		1,713,247,025

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Distribution Statements

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 April 2018

Group 2: Shares purchased 1 April 2018 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	2.4990	—	2.4990	2.3000
Group 2	1.7646	0.7344	2.4990	2.3000
B Shares (Income)				
Group 1	1.9968	—	1.9968	1.9118
Group 2	0.8971	1.0997	1.9968	1.9118
Exempt Shares 1 (Accumulation)				
Group 1	6.4209	—	6.4209	5.8846
Group 2	2.3658	4.0551	6.4209	5.8846
Exempt Shares 2 (Accumulation)				
Group 1	3.9681	—	3.9681	3.6457
Group 2	3.9681	0.0000	3.9681	3.6457
Institutional Shares (Accumulation)				
Group 1	3.7300	—	3.7300	3.4355
Group 2	0.8754	2.8546	3.7300	3.4355
Institutional Shares (Income)				
Group 1	1.1183	—	1.1183	1.0718
Group 2	0.5617	0.5566	1.1183	1.0718
Institutional W Shares (Accumulation)				
Group 1	2.5733	—	2.5733	2.3645
Group 2	1.2542	1.3191	2.5733	2.3645
Institutional W Shares (Income)				
Group 1	2.0461	—	2.0461	1.9563
Group 2	0.6463	1.3998	2.0461	1.9563
Sterling Income Shares				
Group 1	1.0358	—	1.0358	0.9983
Group 2	0.4408	0.5950	1.0358	0.9983
X Shares (Accumulation)				
Group 1	6.7683	—	6.7683	6.1709
Group 2	4.1993	2.5690	6.7683	6.1709
X Shares (Income)				
Group 1	2.1607	—	2.1607	2.0505
Group 2	2.1607	0.0000	2.1607	2.0505

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/03/2017
B Shares (Accumulation)				
Group 1	1.2487	—	1.2487	1.4000
Group 2	0.4169	0.8318	1.2487	1.4000
B Shares (Income)				
Group 1	1.0062	—	1.0062	1.1683
Group 2	0.4276	0.5786	1.0062	1.1683
Exempt Shares 1 (Accumulation)				
Group 1	3.2044	—	3.2044	3.5612
Group 2	1.2783	1.9261	3.2044	3.5612
Exempt Shares 2 (Accumulation)				
Group 1	1.9813	—	1.9813	2.2047
Group 2	1.9813	0.0000	1.9813	2.2047
Institutional Shares (Accumulation)				
Group 1	1.8631	—	1.8631	2.0809
Group 2	1.3730	0.4901	1.8631	2.0809
Institutional Shares (Income)				
Group 1	0.5632	—	0.5632	0.6544
Group 2	0.4502	0.1130	0.5632	0.6544
Institutional W Shares (Accumulation)				
Group 1	1.2838	—	1.2838	1.4325
Group 2	0.6801	0.6037	1.2838	1.4325
Institutional W Shares (Income)				
Group 1	1.0299	—	1.0299	1.1949
Group 2	0.5156	0.5143	1.0299	1.1949
Sterling Income Shares				
Group 1	0.5221	—	0.5221	0.6108
Group 2	0.2810	0.2411	0.5221	0.6108
X Shares (Accumulation)				
Group 1	3.3759	—	3.3759	3.7304
Group 2	2.6956	0.6803	3.3759	3.7304
X Shares (Income)				
Group 1	1.0857	—	1.0857	1.2505
Group 2	0.0817	1.0040	1.0857	1.2505

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 October 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 31/12/2016
B Shares (Accumulation)				
Group 1	1.2528	—	1.2528	1.0109
Group 2	0.6505	0.6023	1.2528	1.0109
B Shares (Income)				
Group 1	1.0170	—	1.0170	0.8535
Group 2	0.2607	0.7563	1.0170	0.8535
Exempt Shares 1 (Accumulation)				
Group 1	3.2119	—	3.2119	2.5810
Group 2	1.1987	2.0132	3.2119	2.5810
Exempt Shares 2 (Accumulation)				
Group 1	1.9874	—	1.9874	1.6009
Group 2	1.9874	0.0000	1.9874	1.6009
Institutional Shares (Accumulation)				
Group 1	1.8705	—	1.8705	1.5104
Group 2	0.9848	0.8857	1.8705	1.5104
Institutional Shares (Income)				
Group 1	0.5698	—	0.5698	0.4788
Group 2	0.2031	0.3667	0.5698	0.4788
Institutional W Shares (Accumulation)				
Group 1	1.2888	—	1.2888	1.0382
Group 2	0.5237	0.7651	1.2888	1.0382
Institutional W Shares (Income)				
Group 1	1.0413	—	1.0413	0.8728
Group 2	0.3033	0.7380	1.0413	0.8728
Sterling Income Shares				
Group 1	0.5292	—	0.5292	0.4471
Group 2	0.2389	0.2903	0.5292	0.4471
X Shares (Accumulation)				
Group 1	3.3772	—	3.3772	2.7002
Group 2	1.4239	1.9533	3.3772	2.7002
X Shares (Income)				
Group 1	1.0954	—	1.0954	0.9115
Group 2	0.1268	0.9686	1.0954	0.9115

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Distribution Statements

(continued)

Interim Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

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

	Net Revenue	Equalisation	Amount Paid	Prior Period 30/09/2016
B Shares (Accumulation)				
Group 1	1.4223	—	1.4223	1.1791
Group 2	0.2348	1.1875	1.4223	1.1791
B Shares (Income)				
Group 1	1.1646	—	1.1646	1.0033
Group 2	0.3515	0.8131	1.1646	1.0033
Exempt Shares 1 (Accumulation)				
Group 1	3.6529	—	3.6529	3.0077
Group 2	2.8858	0.7671	3.6529	3.0077
Exempt Shares 2 (Accumulation)				
Group 1	2.2617	—	2.2617	1.8667
Group 2	2.2617	0.0000	2.2617	1.8667
Institutional Shares (Accumulation)				
Group 1	2.1321	—	2.1321	1.7622
Group 2	1.5545	0.5776	2.1321	1.7622
Institutional Shares (Income)				
Group 1	0.6560	—	0.6560	0.5629
Group 2	0.0606	0.5954	0.6560	0.5629
Institutional W Shares (Accumulation)				
Group 1	1.4649	—	1.4649	1.2107
Group 2	1.0804	0.3845	1.4649	1.2107
Institutional W Shares (Income)				
Group 1	1.1970	—	1.1970	1.0255
Group 2	0.6571	0.5399	1.1970	1.0255
Sterling Income Shares				
Group 1	0.6095	—	0.6095	0.5264
Group 2	0.2479	0.3616	0.6095	0.5264
X Shares (Accumulation)				
Group 1	3.8918	—	3.8918	3.1424
Group 2	3.5119	0.3799	3.8918	3.1424
X Shares (Income)				
Group 1	1.2610	—	1.2610	1.0690
Group 2	0.0623	1.1987	1.2610	1.0690
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00
Interim distributions for 31 March 2018			100.00	0.00
Interim distributions for 31 December 2017			100.00	0.00
Interim distributions for 30 September 2017			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018	30/06/2017
	£	£
Gains on non-derivative securities	32,368,061	43,076,081
Currency exchange losses	(641,546)	(515,012)
Activity charges	(27,404)	(43,109)
Net capital gains	31,699,111	42,517,960

4 Revenue

	30/06/2018	30/06/2017
	£	£
Bank interest	119,100	43,433
Overseas dividends	9,118,590	13,373,719
Stock lending	148,835	49,164
UK dividends	56,952,399	55,387,522
Total revenue	66,338,924	68,853,838

5 Expenses

	30/06/2018	30/06/2017
	£	£
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	18,083,106	19,613,658
Administration fees	1,149,364	1,236,493
Safe custody charges	48,061	44,530
	19,280,531	20,894,681
Other expenses		
Audit fee†	7,721	7,401
Depository's fees	71,805	74,516
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	79,881	81,593
Total expenses	19,360,412	20,976,274

†The Audit fee net of VAT for 2018 is £6,500 (30/06/17: £6,200).

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	1,042,871	1,395,918
Total tax charge (see Note 6b)	1,042,871	1,395,918
b) Factors affecting the tax charge		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%). The differences are explained below:		
Net revenue before taxation	46,977,347	47,875,712
Corporation tax @ 20%	9,395,469	9,575,142
Effects of:		
Dividends not subject to corporation tax	(13,214,198)	(13,752,248)
Excess management expenses	3,818,729	4,177,106
Overseas tax withheld	1,042,871	1,395,918
Total tax charge (see Note 6a)	1,042,871	1,395,918

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £333,836,539 (30/06/17: £314,742,896), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £66,767,308 (30/06/17: £62,948,579).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	1,165	1,852
Total interest	1,165	1,852

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Interim Dividend distribution 30 September	15,112,073	13,871,689
Interim Dividend distribution 31 December	13,134,559	11,797,521
Interim Dividend distribution 31 March	12,673,723	15,749,891
Final Dividend distribution 30 June	23,549,314	25,566,284
	64,469,669	66,985,385
Amounts added on issue of shares	(724,631)	(909,774)
Amounts deducted on cancellation of shares	1,549,790	1,380,407
Net distributions for the year	65,294,828	67,456,018

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	45,934,476	46,479,794
Capitalised fees less tax relief paid from capital	19,360,379	20,976,274
Equalisation on conversions	(27)	(50)
	65,294,828	67,456,018

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	5,305,769	7,910,972
Amount receivable for issue of shares	102,045	156,875
Amounts receivable on open currency contracts	—	7,173,696
Overseas tax recoverable	2,592,401	2,503,081
Prepaid expenses	3	—
Sales awaiting settlement	713,685	47,395,064
Total debtors	8,713,903	65,139,688

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	953,886	—
Cash held in BNY Mellon Sterling Liquidity Fund	—	65,415,503
Cash held in Insight Sterling Liquidity Fund	10,953,689	—
	11,907,575	65,415,503
Overdrawn cash and bank balances		
Bank overdraft	—	472
	—	472

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	18,775,934	19,719,488
	18,775,934	19,719,488
b) Other creditors		
Accrued expenses	1,556,009	1,767,642
Amount payable for cancellation of shares	3,964,688	9,974,978
Amounts payable on open currency contracts	—	7,171,590
Total other creditors	5,520,697	18,914,210

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £5,411,060 (30/06/17: £11,578,462).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018	30/06/2017
	£	£
Investments held at the balance sheet date	1,534,587,886	1,621,326,004

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	76,729,394	(76,729,394)	81,066,300	(81,066,300)
Net capital impact	76,729,394	(76,729,394)	81,066,300	(81,066,300)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018	30/06/2018
	Assets	Liabilities
	£	£
Level 1: Quoted	1,534,587,886	—
	1,534,587,886	—

	30/06/2017	30/06/2017
	Assets	Liabilities
	£	£
Level 1: Quoted	1,621,326,004	—
	1,621,326,004	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current	Total	Total
	£	Assets	£	£
		£		
Eurozone	65,995,184	2,576,746	68,571,930	61,320,236
Norway	—	238,098	238,098	23,847,862
Switzerland	28,197,930	1,961,010	30,158,940	2,066,710
United States of America	46,404,954	—	46,404,954	95,966,820
Total	140,598,068	4,775,854	145,373,922	183,201,628

Foreign currency sensitivity

The Sub-fund does not have material exposure to currency risk and hence no sensitivity analysis has been presented.

15 Portfolio transaction costs

For the year ending 30 June 2018

	Transaction	Commissions		Taxes	
	Value	£000's	%	£000's	%
	£000's				
Purchases (excluding derivatives)					
Equity instruments (direct)	677,201	367	0.05	2,728	0.40
Collective investment schemes	—	—	—	—	—
Total purchases	677,201	367		2,728	
Total purchases including transaction costs	680,296				

	Transaction	Commissions		Taxes	
	Value	£000's	%	£000's	%
	£000's				
Sales (excluding derivatives)					
Equity instruments (direct)	744,655	377	0.05	2	0.00
Collective investment schemes	54,198	27	0.05	—	—
Total sales	798,853	404		2	
Total sales net of transaction costs	798,447				

Total transaction costs 771 2,730

Total transaction costs as a % of average net assets 0.05% 0.17%

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	979,872	644	0.07	3,876	0.40
Collective investment schemes	3,700	1	0.03	—	—
Total purchases	983,572	645		3,876	
Total purchases including transaction costs	988,093				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	1,097,743	756	0.07	3	0.00
Collective investment schemes	30,461	18	0.06	—	—
Total sales	1,128,204	774		3	
Total sales net of transaction costs	1,127,427				

Total transaction costs **1,419** **3,879**

Total transaction costs as a % of average net assets **0.08%** **0.22%**

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.14% (30/06/17: 0.06%).

16 Contingent asset/liabilities

Following the ruling on the Denkavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, there were no investments subject to stock lending agreements.

As at 30 June 2017, there were no investments subject to stock lending agreements.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Income Fund

Notes to the Financial Statements

(continued)

17 Stock lending (continued)

As at 30 June 2018, £32,475,709 of investments were subject to stock lending agreements and on behalf of the Sub-fund £35,789,400 was held in collateral. The collateral is held 8.16% in debt securities and 91.84% in equity securities.

The gross earnings and the fees for the year are £186,044 (30/06/17: £61,455) and £37,209 (30/06/17: £12,291) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Capital Securities Ltd.	528,409	665,089
BNP Paribas Arbitrage	26,219,191	28,848,218
ING Bank NV	2,775,654	3,088,152
Merrill Lynch International	1,794,644	1,956,566
Societe Generale	1,157,811	1,231,375

18 Shareholder's funds

The Sub-fund currently has eleven share classes; each class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 1 (Accumulation)	0.50%	0.03%
Exempt Shares 2 (Accumulation)	0.75%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional Shares (Income)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%
X Shares (Accumulation)	0.00%	0.03%
X Shares (Income)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	292,380	115,698	(15,328)	—	392,750
B Shares (Income)	7,539,449	126,898	(583,796)	4,400,132	11,482,683
Exempt Shares 1 (Accumulation)	23,454,574	111,864	(21,148,194)	—	2,418,244
Exempt Shares 2 (Accumulation)	104,394	—	(7,901)	—	96,493
Institutional Shares (Accumulation)	65,763,103	3,207,576	(8,020,932)	24,175	60,973,922
Institutional Shares (Income)	10,856,694	191,537	(1,455,582)	(168,430)	9,424,219
Institutional W Shares (Accumulation)	21,813,555	2,828,153	(6,829,668)	147,517	17,959,557
Institutional W Shares (Income)	214,257,663	2,155,051	(30,840,073)	3,067,246	188,639,887
Sterling Income Shares	1,427,108,854	86,486,530	(175,543,980)	(14,767,876)	1,323,283,528
X Shares (Accumulation)	27,240,710	15,595,696	(15,237,826)	—	27,598,580
X Shares (Income)	49,807,959	5,192,799	(14,514,607)	—	40,486,151

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
Newton UK Opportunities Fund
Annual Report
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BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	Newton Investment Management Limited
Fund Size:	£418.91m
Comparative Index:	FTSE All Share TR
Sector:	The Investment Association UK All Companies

Yield as at 30 June 2018:

B Shares (Accumulation)	2.01%
B Shares (Income)	2.01%
Exempt Shares 2 (Accumulation)	2.16%
Institutional Shares (Accumulation)	1.91%
Institutional W Shares (Accumulation)	2.15%
Institutional W Shares (Income)	2.15%
Sterling Income Shares	1.37%
X Shares (Accumulation)	2.86%

Key Dates: Fund Launch 8 February 2002

Investment Objective

To maximise long-term capital growth from a concentrated portfolio primarily invested in the securities of UK companies. The Sub-fund does not have a bias towards any economic sector or company size.

Statutory Performance Data

From	30/06/2017	30/06/2016	30/06/2015
To	30/06/2018	30/06/2017	30/06/2016
B Shares (Accumulation)	6.47%	10.52%	9.61%
B Shares (Income)	6.47%	10.52%	9.60%
Exempt Shares 2 (Accumulation)	6.64%	10.69%	9.90%
Institutional Shares (Accumulation)	6.37%	10.42%	9.62%
Institutional W Shares (Accumulation)	6.64%	10.69%	9.90%
Institutional W Shares (Income)	6.63%	10.69%	9.91%
Sterling Income Shares	5.77%	9.79%	9.01%
X Shares (Accumulation)	7.43%	11.54%	10.73%
FTSE All Share TR	9.02%	18.12%	2.21%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms.

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling Income share class of the Sub-fund returned 5.77% against 9.02% for the FTSE All-Share Index TR.

The Sub-fund produced a positive return but was behind the comparative index.

It has been a *volatile* period for equity markets with President Donald Trump's decision to implement trading tariffs against his major trading partners and the shift by some major central banks towards *quantitative tightening* creating an unsettled backdrop. The UK equity market was clouded by the ongoing negotiations regarding Brexit and relatively sluggish economic growth, although unemployment remained low.

While stock selection had a positive impact upon returns, sector allocation was negative. This was primarily owing to the underweight exposure to more economically geared sectors such as oil and gas, and *basic materials*, as well as an overweight position in technology. Sub-fund holdings in the technology, *consumer goods*, *basic materials* and industrials were all accretive to performance, in aggregate, while stocks held in the consumer services detracted from performance.

Regarding stock attribution, defence company QinetiQ was one of the period's largest detractors following signs of slowing orders and increased pricing pressure. Information services company RELX Group was relatively weak as investors were concerned about contracting arrangements in its journals business and exposure to the weakening US dollar. Global medical products company ConvaTec was weak following its results, and owing to margin disappointments and a surprise change in senior management. Accounting software company Sage also declined as it reduced profit expectations.

The product inspection services company Intertek was the Sub-fund's top performing stock, as it announced positive results and experienced analyst upgrades. Rising commodity prices underpinned the share-price appreciation of miner Anglo American. The company produced its highest dividend for 10 years. Drinks group Diageo was also a strong contributor, with the market enthused by a turnaround that appears to be gathering momentum. Avoiding GlaxoSmithKline also benefited relative performance as investors marked the stock lower on the outlook for profits and dividends at the company.

In terms of activity, mining company Anglo American was a key addition to the Sub-fund. The stock boasts a revitalised balance sheet, capital discipline and best-in-class platinum and diamond assets. Overall, the Sub-fund's underweight to commodities was reduced by introducing a new position in oil major BP and adding to the existing position in its peer Royal Dutch Shell.

Major sales over the period included IT firm Cisco, defence contractor BAE Systems, pharmaceutical company AstraZeneca and defence technology business QinetiQ.

Stimulatory *monetary policy* has buoyed financial asset prices over the course of the last decade and better growth and *inflation* prospects have allowed a few central banks to raise interest rates. Uncertainty around the future of international trade agreements poses a threat to economic growth. The manager will continue to invest in those companies where growth expectations are achievable and where valuations are reflective of the wider environment.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivative and short term cash transactions) for the year.

Purchases	Sales
BP	Reckitt Benckiser
Royal Dutch Shell 'B' (UK Regd.)	BAE Systems
Anglo American	AstraZeneca
Ferguson	Cisco Systems
Smurfit Kappa	WS Atkins
Lloyds Banking	QinetiQ
London Stock Exchange	British American Tobacco
Vodafone	Wolters Kluwer
lbstock	RELX
BAE Systems	Intertek

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	175.25	163.77	145.28
Return before operating charges*	13.82	13.09	20.13
Operating charges	(1.72)	(1.61)	(1.64)
Return after operating charges	12.10	11.48	18.49
Distributions	(3.77)	(3.32)	(2.88)
Retained distributions on accumulation shares	3.77	3.32	2.88
Closing net asset value per share	187.35	175.25	163.77
*After direct transaction costs of	(0.41)	(0.74)	(0.50)
Performance			
Return after charges	6.90%	7.01%	12.73%
Other information			
Closing net asset value (£)	1,031,234	791,941	193,124
Closing number of shares	550,432	451,901	117,926
Operating charges**	0.95%	0.95%	1.08%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	192.13	183.17	159.69
Lowest share price	170.91	154.72	142.09

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	157.79	150.27	135.66
Return before operating charges*	12.42	12.04	18.83
Operating charges	(1.54)	(1.48)	(1.53)
Return after operating charges	10.88	10.56	17.30
Distributions	(3.38)	(3.04)	(2.69)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	165.29	157.79	150.27
*After direct transaction costs of	(0.37)	(0.68)	(0.46)
Performance			
Return after charges	6.90%	7.03%	12.76%
Other information			
Closing net asset value (£)	3,719,871	3,782,946	3,305,300
Closing number of shares	2,250,449	2,397,498	2,199,519
Operating charges**	0.95%	0.95%	1.08%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	172.98	168.10	149.16
Lowest share price	153.87	142.00	132.72

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Statistics

(continued)

Comparative tables (continued)

Exempt Shares 2 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	334.91	312.49	276.45
Return before operating charges*	26.43	25.02	38.35
Operating charges	(2.76)	(2.60)	(2.31)
Return after operating charges	23.67	22.42	36.04
Distributions	(7.76)	(6.82)	(6.30)
Retained distributions on accumulation shares	7.76	6.82	6.30
Closing net asset value per share	358.58	334.91	312.49
*After direct transaction costs of	(0.78)	(1.41)	(0.95)
Performance			
Return after charges	7.07%	7.17%	13.04%
Other information			
Closing net asset value (£)	34,900,215	29,310,520	36,202,474
Closing number of shares	9,732,952	8,751,725	11,585,204
Operating charges**	0.80%	0.80%	0.80%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	367.66	350.01	304.70
Lowest share price	326.91	295.43	270.91

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	315.04	294.68	261.37
Return before operating charges*	24.83	23.57	36.18
Operating charges	(3.41)	(3.21)	(2.87)
Return after operating charges	21.42	20.36	33.31
Distributions	(6.44)	(5.66)	(5.27)
Retained distributions on accumulation shares	6.44	5.66	5.27
Closing net asset value per share	336.46	315.04	294.68
*After direct transaction costs of	(0.73)	(1.33)	(0.90)
Performance			
Return after charges	6.80%	6.91%	12.74%
Other information			
Closing net asset value (£)	8,811,551	7,518,793	8,397,680
Closing number of shares	2,618,870	2,386,620	2,849,743
Operating charges**	1.05%	1.05%	1.05%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	345.08	329.31	287.34
Lowest share price	307.05	278.30	255.72

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	180.71	168.63	149.17
Return before operating charges*	14.27	13.48	20.71
Operating charges	(1.49)	(1.40)	(1.25)
Return after operating charges	12.78	12.08	19.46
Distributions	(4.17)	(3.68)	(3.40)
Retained distributions on accumulation shares	4.17	3.68	3.40
Closing net asset value per share	193.49	180.71	168.63
*After direct transaction costs of	(0.42)	(0.76)	(0.51)
Performance			
Return after charges	7.07%	7.16%	13.05%
Other information			
Closing net asset value (£)	59,175,231	65,818,276	32,277,386
Closing number of shares	30,583,592	36,421,554	19,140,981
Operating charges**	0.80%	0.80%	0.80%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	198.39	188.86	164.41
Lowest share price	176.40	159.41	146.18

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	160.46	152.80	137.91
Return before operating charges*	12.65	12.27	19.19
Operating charges	(1.32)	(1.27)	(1.16)
Return after operating charges	11.33	11.00	18.03
Distributions	(3.69)	(3.34)	(3.14)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	168.10	160.46	152.80
*After direct transaction costs of	(0.37)	(0.69)	(0.47)
Performance			
Return after charges	7.06%	7.20%	13.08%
Other information			
Closing net asset value (£)	47,025,631	55,667,343	53,642,121
Closing number of shares	27,974,494	34,693,282	35,106,296
Operating charges**	0.80%	0.80%	0.80%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	176.15	171.18	152.06
Lowest share price	156.63	144.48	135.20

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	317.06	302.01	272.75
Return before operating charges*	24.92	24.11	37.73
Operating charges	(5.28)	(5.06)	(4.61)
Return after operating charges	19.64	19.05	33.12
Distributions	(4.60)	(4.00)	(3.86)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	332.10	317.06	302.01
*After direct transaction costs of	(0.74)	(1.36)	(0.93)
Performance			
Return after charges	6.19%	6.31%	12.14%
Other information			
Closing net asset value (£)	202,452,440	209,368,698	212,489,403
Closing number of shares	60,961,927	66,035,121	70,359,515
Operating charges**	1.62%	1.62%	1.62%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	345.53	335.75	298.24
Lowest share price	307.94	284.55	266.00

X Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	359.93	333.29	292.65
Return before operating charges*	28.53	26.81	40.79
Operating charges	(0.19)	(0.17)	(0.15)
Return after operating charges	28.34	26.64	40.64
Distributions	(11.11)	(9.91)	(9.00)
Retained distributions on accumulation shares	11.11	9.91	9.00
Closing net asset value per share	388.27	359.93	333.29
*After direct transaction costs of	(0.84)	(1.51)	(1.01)
Performance			
Return after charges	7.87%	7.99%	13.89%
Other information			
Closing net asset value (£)	61,792,564	49,411,868	33,298,245
Closing number of shares	15,914,772	13,728,290	9,990,864
Operating charges**	0.05%	0.05%	0.05%
Direct transaction costs*	0.23%	0.43%	0.33%
Prices			
Highest share price	397.79	375.94	324.99
Lowest share price	352.96	316.14	288.13

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

**The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
United Kingdom 76.40% (77.25%)			
Construction & Materials 4.59% (0.00%)			
Ferguson	190,862	11,736,104	2.80
Ibstock	2,511,010	7,492,854	1.79
Aerospace & Defence 3.04% (7.15%)			
BAE Systems	1,046,463	6,766,430	1.62
Cobham	4,633,691	5,956,610	1.42
General Industrials 3.75% (3.67%)			
Smiths	926,184	15,726,604	3.75
Support Services 6.84% (10.57%)			
Bunzl	270,973	6,216,121	1.48
Hays	5,762,404	10,752,646	2.57
Intertek	204,538	11,691,392	2.79
Beverages 6.77% (5.90%)			
Diageo	1,041,095	28,338,606	6.77
Food Producers 3.08% (3.31%)			
Unilever	307,937	12,908,719	3.08
Tobacco 2.04% (6.32%)			
British American Tobacco	223,628	8,563,834	2.04
Health Care Equipment & Services 4.24% (5.33%)			
Smith & Nephew	1,269,222	17,743,724	4.24
Oil & Gas Producers 5.01% (0.00%)			
BP	3,626,362	20,971,251	5.01
Media 4.93% (6.30%)			
RELX	1,273,575	20,663,754	4.93
Mining 4.16% (0.00%)			
Anglo American	1,029,185	17,436,452	4.16
Travel & Leisure 5.90% (8.15%)			
Compass	638,965	10,341,649	2.47
National Express	3,588,783	14,376,665	3.43
Mobile Telecommunications 2.70% (1.60%)			
Vodafone	6,140,646	11,286,507	2.70
Banks 5.03% (1.91%)			
Lloyds Banking	14,706,945	9,268,317	2.21
NatWest Markets	4,614,847	11,814,008	2.82
Life Insurance 7.83% (7.11%)			
Aviva	2,619,039	13,194,718	3.15
Prudential	1,130,730	19,612,512	4.68
Real Estate Investment Trusts 1.76% (1.13%)			
Derwent London	237,730	7,381,517	1.76
Financial Services 2.61% (0.00%)			
London Stock Exchange	244,299	10,922,608	2.61
Software & Computer Services 2.12% (2.61%)			
Sage	1,410,251	8,862,017	2.12
Overseas Equities 21.90% (18.28%)			
Germany 5.76% (5.94%)			
Infineon Technologies	490,714	9,473,612	2.26
SAP	167,262	14,633,853	3.50
Ireland 3.55% (1.69%)			
AIB	1,470,689	6,047,936	1.44
Smurfit Kappa	288,307	8,839,493	2.11

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Portfolio Statement (Unaudited)

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Netherlands 10.38% (5.81%)			
Royal Dutch Shell 'B' Shares	1,258,034	34,136,753	8.15
Wolters Kluwer	225,091	9,355,982	2.23
United States of America 2.21% (4.84%)			
Applied Materials	264,928	9,266,711	2.21
Portfolio of investments		411,779,959	98.30
Net current assets		7,128,778	1.70
Total Net Assets		418,908,737	100.00
Total unapproved and unquoted securities			0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the Household Goods & Home Construction, Pharmaceuticals & Biotechnology and Gas, Water & Multiutilities which, at 30 June 2017, represented 2.55%, 2.78%, and 0.86% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital gains	3		18,809,728	19,228,493
Revenue	4	12,531,203		12,790,181
Expenses	5	(4,672,435)		(4,977,711)
Interest payable and similar charges	7	—		(237)
Net revenue before taxation		7,858,768		7,812,233
Taxation	6	(77,498)		(141,729)
Net revenue after taxation			7,781,270	7,670,504
Total return before distributions			26,590,998	26,898,997
Distributions	8		(7,789,446)	(7,691,299)
Change in net assets attributable to Shareholders from investment activities			18,801,552	19,207,698

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders				
Amounts received on issue of shares		44,661,374		108,822,346
Amounts paid on cancellation of shares		(70,220,805)		(89,680,507)
			(25,559,431)	19,141,839
Dilution adjustment			8,212	64,915
Change in net assets attributable to shareholders from investment activities (see above)			18,801,552	19,207,698
Retained distributions on accumulation shares			3,987,274	3,448,732
Unclaimed distributions			745	1,468
Closing net assets attributable to Shareholders			418,908,737	421,670,385

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets			411,779,959	402,816,196
Current assets				
Debtors	10	3,943,069		6,362,461
Cash and bank balances	11	10,604,878		18,170,585
Total other assets			14,547,947	24,533,046
Total assets			426,327,906	427,349,242
LIABILITIES				
Creditors				
Distribution payable	12	(3,914,509)		(3,871,657)
Other creditors	12	(3,504,660)		(1,807,200)
Total other liabilities			(7,419,169)	(5,678,857)
Total liabilities			(7,419,169)	(5,678,857)
Net assets attributable to Shareholders			418,908,737	421,670,385

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Distribution Statement

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	3.7664	—	3.7664	3.3169
Group 2	1.4020	2.3644	3.7664	3.3169
B Shares (Income)				
Group 1	3.3847	—	3.3847	3.0439
Group 2	1.6771	1.7076	3.3847	3.0439
Exempt Shares 2 (Accumulation)				
Group 1	7.7623	—	7.7623	6.8235
Group 2	7.5595	0.2028	7.7623	6.8235
Institutional Shares (Accumulation)				
Group 1	6.4415	—	6.4415	5.6593
Group 2	1.2797	5.1618	6.4415	5.6593
Institutional W Shares (Accumulation)				
Group 1	4.1672	—	4.1672	3.6807
Group 2	2.6750	1.4922	4.1672	3.6807
Institutional W Shares (Income)				
Group 1	3.6937	—	3.6937	3.3358
Group 2	2.3899	1.3038	3.6937	3.3358
Sterling Income Shares				
Group 1	4.6013	—	4.6013	3.9999
Group 2	3.3263	1.2750	4.6013	3.9999
X Shares (Accumulation)				
Group 1	11.1083	—	11.1083	9.9135
Group 2	1.7307	9.3776	11.1083	9.9135
			Franked (%)	Unfranked (%)
Final distributions for 30 June 2018			100.00	0.00

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	18,912,522	19,458,133
Currency exchange losses	(90,268)	(198,252)
Activity charges	(12,526)	(31,388)
Net capital gains	18,809,728	19,228,493

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	35,004	20,062
Overseas dividends	1,257,607	1,893,065
Property income distribution	124,070	82,283
Stock lending	33,038	7,737
UK dividends	11,081,484	10,787,034
Total revenue	12,531,203	12,790,181

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	4,341,314	4,629,390
Administration fees	271,522	286,830
Safe custody charges	12,764	14,171
	4,625,600	4,930,391
Other expenses		
Audit fee†	7,241	6,923
Depositary's fees	39,239	40,721
Financial Conduct Authority fee	120	(324)
Professional fees	235	—
	46,835	47,320
Total expenses	4,672,435	4,977,711

†The Audit fee net of VAT for 2018 is £6,100 (30/06/17: £5,800).

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	77,498	141,729
Total tax charge (see Note 6b)	77,498	141,729

b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17: 20%).

The differences are explained below:

Net revenue before taxation	7,858,768	7,812,233
Corporation tax @ 20%	1,571,754	1,562,447
Effects of:		
Dividends not subject to corporation tax	(2,467,819)	(2,536,020)
Excess management expenses	896,070	973,573
Overseas tax withheld	77,498	141,729
Prior Year Adjustment	(5)	—
Total tax charge (see Note 6a)	77,498	141,729

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £48,845,564 (30/06/17: £44,365,216), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £9,769,113 (30/06/17: £8,873,043).

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	—	237
Total interest	—	237

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	7,901,783	7,320,389
	7,901,783	7,320,389
Amounts added on issue of shares	(732,680)	(378,005)
Amounts deducted on cancellation of shares	620,343	748,915
Net distributions for the year	7,789,446	7,691,299

9 Net movement between revenue after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net revenue after taxation	7,781,270	7,670,504
Equalisation on conversions	8,176	20,795
	7,789,446	7,691,299

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	835,985	1,194,905
Amount receivable for issue of shares	3,739	57,533
Amount receivable on open currency contracts	164,781	1,078,275
Overseas tax recoverable	157,208	216,481
Prepaid expenses	1	—
Sales awaiting settlement	2,781,355	3,815,267
Total debtors	3,943,069	6,362,461

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	610,206	—
Cash held in BNY Mellon Sterling Liquidity Fund	—	18,170,585
Cash held in Insight Sterling Liquidity Fund	9,994,672	—
	10,604,878	18,170,585

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	3,914,509	3,871,657
	3,914,509	3,871,657
b) Other creditors		
Accrued expenses	393,373	427,672
Amount payable for cancellation of shares	2,932,653	172,528
Amount payable on open currency contracts	164,751	1,077,707
Purchases awaiting settlement	13,883	129,293
Total other creditors	3,504,660	1,807,200

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due from the ACD at 30 June 2018 in respect of these transactions was £3,315,174 (30/06/17: £535,954 due from the ACD).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	411,779,959	402,816,196

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	20,588,998	(20,588,998)	20,140,810	(20,140,810)
Net capital impact	20,588,998	(20,588,998)	20,140,810	(20,140,810)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	411,779,959	—
	411,779,959	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	402,816,196	—
	402,816,196	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Derivative risk

The Sub-fund may enter into derivative transactions in the pursuit of its investment objective. These may include, but are not limited to, forward foreign currency contracts, index options and index futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Index options and index futures may be used for various purposes, for example, managing market risk by "locking in" gains and/or protecting against future declines in value. Further details about the scope of the Sub-fund's derivative usage can be found in the Prospectus.

Derivatives may be used for efficient portfolio management only.

As at the balance sheet date there are no derivative holdings (30/06/17: nil).

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency risk

	30/06/2018	30/06/2018	30/06/2018	30/06/2017
	Investments	Net Current Liabilities	Total	Total
	£	£	£	£
Eurozone	39,511,383	903,871	40,415,254	43,850,590
Switzerland	—	81,960	81,960	86,377
United States of America	9,266,711	63,616	9,330,327	20,897,175
Total	48,778,094	1,049,447	49,827,541	64,834,142

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018

Currency	Total Exposure	Impact of a 5% weakening of base currency	Impact of a 5% strengthening of base currency
	£	£	£
Eurozone	40,415,254	2,127,119	(1,924,536)

30 June 2017

Currency	Total Exposure	Impact of a 5% weakening of base currency	Impact of a 5% strengthening of base currency
	£	£	£
Eurozone	43,850,590	2,307,926	(2,088,123)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases (excluding derivatives)	Transaction		Commissions	Taxes	
	Value	Commissions			
	£000's	£000's	%	£000's	%
Equity instruments (direct)	160,409	84	0.05	775	0.48
Total purchases	160,409	84		775	
Total purchases including transaction costs	161,268				

Sales (excluding derivatives)	Transaction		Commissions	Taxes	
	Value	Commissions			
	£000's	£000's	%	£000's	%
Equity instruments (direct)	170,686	78	0.05	1	0.00
Total sales	170,686	78		1	
Total sales net of transaction costs	170,607				

Total transaction costs 162 776

Total transaction costs as a % of average net assets 0.04% 0.19%

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	372,960	240	0.06	1,445	0.39
Total purchases	372,960	240		1,445	
Total purchases including transaction costs	374,645				

Sales (excluding derivatives)	Transaction			Taxes	
	Value £000's	Commissions £000's	%	£000's	%
Equity instruments (direct)	373,348	228	0.06	2	0.00
Total sales	373,348	228		2	
Total sales net of transaction costs	373,118				

Total transaction costs **468** **1,447**

Total transaction costs as a % of average net assets **0.11%** **0.32%**

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.16% (30/06/17: 0.05%)

16 Contingent asset/liabilities

Following the ruling on the Denavit case with the European Court of Justice regarding taxation withheld on overseas dividends, the ACD has taken steps to make claims with certain European Tax Authorities for repayment of taxation suffered by the Sub-fund on dividend revenue. If during the year, the Sub-fund received repayments from the French Tax Authority, these will have been recognised as Repayment of French withholding tax in Note 6 (Taxation) and the associated interest within Note 4 (Revenue) to the financial statements for the year ended 30 June 2018. These amounts will have been included within the net revenue available for distribution. Due to uncertainty regarding the likely success of the claims, it is not possible to estimate the potential amounts of overseas tax that may be received by the Sub-fund, if any. Therefore, the financial statements presented for the year ended 30 June 2018 do not reflect any further amounts that may be received.

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £11,393,008 of investments was subject to stock lending agreements and the Sub-fund held £12,627,491 in collateral. The collateral was held 13.47% in debt securities and 86.53% in equity securities.

As at 30 June 2017, there were no investments subject to stock lending agreements.

The gross earnings and the fees for the year are £41,298 (30/06/17: £9,671) and £8,260 (30/06/17: £1,934) respectively.

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
BNP Paribas Arbitrage	4,545,618	5,001,412
Credit Suisse Securities (Europe) Limited	2,323,248	2,691,239
HSBC Bank PLC	335,827	370,913
ING Bank NV	16,226	18,053
JP Morgan Securities, Plc.	1,952,413	2,178,140
Societe Generale	2,219,676	2,367,734

18 Shareholder's funds

The Sub-fund currently has eight share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Exempt Shares 2 (Accumulation)	0.75%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%
X Shares (Accumulation)	0.00%	0.03%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - Newton UK Opportunities Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	451,901	51,107	(7,386)	54,810	550,432
B Shares (Income)	2,397,498	20,067	(494,315)	327,199	2,250,449
Exempt Shares 2 (Accumulation)	8,751,725	981,940	(713)	—	9,732,952
Institutional Shares (Accumulation)	2,386,620	1,219,098	(956,342)	(30,506)	2,618,870
Institutional W Shares (Accumulation)	36,421,554	3,102,309	(9,379,824)	439,553	30,583,592
Institutional W Shares (Income)	34,693,282	1,461,055	(8,529,159)	349,316	27,974,494
Sterling Income Shares	66,035,121	1,504,035	(5,984,570)	(592,659)	60,961,927
X Shares (Accumulation)	13,728,290	6,434,826	(4,248,344)	—	15,914,772

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds
The Boston Company US Opportunities Fund

Annual Report
for the year ended 30 June 2018

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Fund Report

for the year ended 30 June 2018

General Information

Investment Adviser:	BNY Mellon Asset Management North America Corporation
Fund Size:	£138.43m
Comparative Index:	S&P 500 TR
Sector:	The Investment Association North America

Yield as at 30 June 2018:

B Shares (Accumulation)	0.00%
B Shares (Income)	0.05%
Euro Accumulation Shares	0.00%
Exempt Shares 1 (Accumulation)	0.43%
F Shares (Income)	0.39%
Institutional Shares (Accumulation)	0.00%
Institutional W Shares (Accumulation)	0.20%
Institutional W Shares (Income)	0.21%
Sterling Income Shares	0.00%

Key Dates: Fund Launch 31 October 1986

Investment Objective

To achieve capital growth from a portfolio of predominantly US securities.

Statutory Performance Data

From To	30/06/2017 30/06/2018	30/06/2016 30/06/2017	30/06/2015 30/06/2016
B Shares (Accumulation)	15.26%	26.99%	3.16%
B Shares (Income)	15.23%	27.00%	3.15%
Euro Accumulation Shares	13.79%	24.73%	3.11%
Exempt Shares 1 (Accumulation)	15.71%	27.51%	3.70%
F Shares (Income)	15.66%	27.45%	3.65%
Institutional Shares (Accumulation)	15.14%	26.88%	3.18%
Institutional W Shares (Accumulation)	15.43%	27.19%	3.46%
Institutional W Shares (Income)	15.44%	27.19%	3.45%
Sterling Income Shares	14.49%	26.15%	2.58%
S&P 500 TR	12.53%	21.33%	22.34%

Source: Lipper as at 30 June 2018 – Total return including revenue net of UK tax and annual charges. All figures are in sterling terms..

Past performance is not a guide to future performance. The value of investments and the revenue from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested.

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Fund Report

(continued)

Portfolio Summary

Over the 12-month period under review, the Sterling income share class of the Sub-fund returned 14.49% against 12.53% for the Standard & Poor's 500 Index TR.

Markets were *volatile* during the 12-month period. Uncertainty spurred by the Italian political crisis, generally weaker investor sentiment toward emerging markets and wider corporate *credit spreads* weighed on developed and emerging markets.

The portfolio performed well over the period. Positioning in information technology, *consumer staples* and energy supported relative results, while *consumer discretionary* and industrials were the primary laggards.

In information technology, the position in Square was a top performer, nearly tripling in price during the period after a series of notable earnings surprises. Expansion into international markets and multi-product expansion drove performance and helped to sustain top-line growth for HubSpot. Also in software, Fortinet saw solid demand trends in its subscription-based businesses. In energy, Valero Energy reported a better than expected earnings results and shares were boosted further as a result of rising crude prices. Continental Resources buoyed results as it reported a rise in quarterly results. Shares of Andeavor rose following the announcement of a definitive acquisition agreement by Marathon Petroleum. A lack of exposure to the declining *consumer staples* sector also contributed.

In *consumer discretionary*, a lack of exposure to the rising online and direct marketing retail segment detracted from relative results. Also in the sector, Newell Brands posted disappointing results and lower 2018 guidance. It also announced the resignation of three of its board of directors. Broad weakness in media hampered our position in Nexstar Media. Industrials performance was weighed by stock selection among the road and rail segment. Knight-Swift Transportation declined despite posting solid quarterly results. Investors seem to expect better results rather than consistently solid results.

During the period, the Sub-fund increased exposure to information technology through new positions in IT services company International Business Machines (IBM) and communications equipment company Palo Alto Networks. New additions Penn National Gaming and O'Reilly Automotive led to increased exposure to the *consumer discretionary* sector. The manager made a few adjustments in the financials sector, selling the position in MGIC Investment and exiting the position in Morgan Stanley.

Looking forward to the second half of 2018 and beyond, the manager continues to believe the high rates of revenue, profit and cash flow growth of US-centric companies will be the primary driver of equity returns. The manager also expects many of the challenges of the first half will continue to persist for the foreseeable future.

For a definition of italicised terms, please refer to the Glossary on page 880.

The table below shows the top ten purchases and sales (excluding any derivatives and short term cash transactions) for the year.

Purchases

Sales

Vanguard S&P 500 ETF	Vanguard S&P 500 ETF
iShares Russell 1000 ETF	iShares Russell 1000 ETF
SPDR Trust Series 1	SPDR Trust Series 1
iShares Russell 3000 ETF	iShares Russell 3000 ETF
IBM	Abbott Laboratories
JP Morgan Chase	JP Morgan Chase
Knight-Swift Transportation	MGIC Investment
Morgan Stanley	Bank of America
East West Bancorp	Citigroup
Mylan	Morgan Stanley

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Statistics

for the year ended 30 June 2018

Comparative tables

B Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	201.97	162.54	155.06
Return before operating charges*	31.95	41.33	9.21
Operating charges	(2.07)	(1.90)	(1.73)
Return after operating charges	29.88	39.43	7.48
Distributions	(0.13)	(0.39)	(0.31)
Retained distributions on accumulation shares	0.13	0.39	0.31
Closing net asset value per share	231.85	201.97	162.54
*After direct transaction costs of	(0.19)	(0.25)	(0.29)
Performance			
Return after charges	14.79%	24.26%	4.82%
Other information			
Closing net asset value (£)	1,573,576	156,872	101,593
Closing number of shares	678,712	77,671	62,503
Operating charges**	0.96%	1.00%	1.14%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	243.66	212.71	163.55
Lowest share price	198.47	163.55	132.21

B Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	200.92	161.98	154.82
Return before operating charges*	31.73	41.21	9.19
Operating charges	(2.08)	(1.88)	(1.72)
Return after operating charges	29.65	39.33	7.47
Distributions	(0.25)	(0.39)	(0.31)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	230.32	200.92	161.98
*After direct transaction costs of	(0.19)	(0.25)	(0.29)
Performance			
Return after charges	14.76%	24.28%	4.82%
Other information			
Closing net asset value (£)	571,202	288,557	238,154
Closing number of shares	248,000	143,618	147,024
Operating charges**	0.97%	0.99%	1.14%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	242.33	212.02	163.29
Lowest share price	197.38	163.00	132.01

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

** The Operating Charges figure is made up of the Annual Management Charge (AMC) and other operating costs. Other operating costs include the costs for other services paid for by the Sub-fund, such as the fees paid to the Fund Accountant, Fund Administrator, Depositary, Custodian, Auditor and Regulator. The Operating Charges figure shown is calculated on an ex-post basis over the period, whereas the Ongoing Charges figure shown in the KIID is a calculation as at a point in time, and therefore there could be immaterial differences between the two.

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(continued)

Comparative tables (continued)

Euro Accumulation Shares	30/06/2018^(c) (cents)	30/06/2017^(b) (cents)	30/06/2016^(a) (cents)
Change in net assets per share			
Opening net asset value per share	128.06	110.17	124.55
Return before operating charges*	19.09	20.57	(11.88)
Operating charges	(2.89)	(2.68)	(2.50)
Return after operating charges	16.20	17.89	(14.38)
Distributions	—	—	—
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	144.26	128.06	110.17
*After direct transaction costs of	(0.12)	(0.16)	(0.17)
Performance			
Return after charges	(12.65%)	16.24%	(11.55%)
Other information			
Closing net asset value (£)	765,864	856,791	901,718
Closing number of shares	600,318	761,919	984,883
Operating charges**	2.14%	2.16%	2.18%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	134.13	138.03	131.20
Lowest share price	110.23	108.58	96.15

Exempt Shares 1 (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	228.33	183.02	173.67
Return before operating charges*	36.18	46.60	10.39
Operating charges	(1.39)	(1.29)	(1.04)
Return after operating charges	34.79	45.31	9.35
Distributions	(1.28)	(1.28)	(1.24)
Retained distributions on accumulation shares	1.28	1.28	1.24
Closing net asset value per share	263.12	228.33	183.02
*After direct transaction costs of	(0.22)	(0.28)	(0.33)
Performance			
Return after charges	15.24%	24.76%	5.38%
Other information			
Closing net asset value (£)	13,085	11,354	9,101
Closing number of shares	4,973	4,973	4,973
Operating charges**	0.57%	0.60%	0.61%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	276.53	240.17	184.14
Lowest share price	224.56	184.16	148.61

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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Exchange rates:

a) Euro/Sterling exchange rate at close of business 30 June 2016	1.2033	c) Euro/Sterling exchange rate at close of business 30 June 2018	1.13075
b) Euro/Sterling exchange rate at close of business 30 June 2017	1.1389		

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(continued)

Comparative tables (continued)

F Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	162.43	130.92	125.09
Return before operating charges*	25.76	33.34	7.48
Operating charges	(1.08)	(0.98)	(0.81)
Return after operating charges	24.68	32.36	6.67
Distributions	(0.83)	(0.85)	(0.84)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	186.28	162.43	130.92
*After direct transaction costs of	(0.16)	(0.20)	(0.24)
Performance			
Return after charges	15.19%	24.72%	5.33%
Other information			
Closing net asset value (£)	133,535	170,179	233,068
Closing number of shares	71,685	104,774	178,017
Operating charges**	0.62%	0.64%	0.66%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	196.62	171.76	132.57
Lowest share price	159.73	131.75	107.01

Institutional Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	214.52	172.80	164.79
Return before operating charges*	33.93	43.92	9.80
Operating charges	(2.45)	(2.20)	(1.79)
Return after operating charges	31.48	41.72	8.01
Distributions	(0.07)	(0.21)	(0.38)
Retained distributions on accumulation shares	0.07	0.21	0.38
Closing net asset value per share	246.00	214.52	172.80
*After direct transaction costs of	(0.21)	(0.27)	(0.31)
Performance			
Return after charges	14.67%	24.14%	4.86%
Other information			
Closing net asset value (£)	74,366	64,848	52,236
Closing number of shares	30,230	30,230	30,230
Operating charges**	1.07%	1.09%	1.11%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	258.55	226.00	173.87
Lowest share price	210.75	173.87	140.58

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(continued)

Comparative tables (continued)

Institutional W Shares (Accumulation)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	207.13	166.43	158.31
Return before operating charges*	32.81	42.34	9.45
Operating charges	(1.82)	(1.64)	(1.33)
Return after operating charges	30.99	40.70	8.12
Distributions	(0.62)	(0.69)	(0.75)
Retained distributions on accumulation shares	0.62	0.69	0.75
Closing net asset value per share	238.12	207.13	166.43
*After direct transaction costs of	(0.20)	(0.26)	(0.30)
Performance			
Return after charges	14.96%	24.45%	5.13%
Other information			
Closing net asset value (£)	89,614,322	74,164,637	57,200,313
Closing number of shares	37,634,188	35,806,037	34,369,302
Operating charges**	0.82%	0.84%	0.86%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	250.24	218.04	167.45
Lowest share price	203.60	167.46	135.28

Institutional W Shares (Income)	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	203.67	164.19	156.90
Return before operating charges*	32.29	41.77	9.35
Operating charges	(1.79)	(1.61)	(1.32)
Return after operating charges	30.50	40.16	8.03
Distributions	(0.62)	(0.68)	(0.74)
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	233.55	203.67	164.19
*After direct transaction costs of	(0.20)	(0.25)	(0.30)
Performance			
Return after charges	14.98%	24.46%	5.12%
Other information			
Closing net asset value (£)	8,469,588	8,957,061	10,818,268
Closing number of shares	3,626,480	4,397,739	6,588,787
Operating charges**	0.82%	0.84%	0.86%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	246.09	215.12	165.95
Lowest share price	200.21	165.22	134.06

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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(continued)

Comparative tables (continued)

Sterling Income Shares	30/06/2018 (pence)	30/06/2017 (pence)	30/06/2016 (pence)
Change in net assets per share			
Opening net asset value per share	225.15	182.41	174.97
Return before operating charges*	35.52	46.27	10.30
Operating charges	(3.94)	(3.53)	(2.86)
Return after operating charges	31.58	42.74	7.44
Distributions	—	—	—
Retained distributions on accumulation shares	—	—	—
Closing net asset value per share	256.73	225.15	182.41
*After direct transaction costs of	(0.22)	(0.28)	(0.33)
Performance			
Return after charges	14.03%	23.43%	4.25%
Other information			
Closing net asset value (£)	37,213,347	35,397,208	36,954,206
Closing number of shares	14,495,145	15,721,488	20,259,423
Operating charges**	1.64%	1.66%	1.68%
Direct transaction costs*	0.09%	0.13%	0.19%
Prices			
Highest share price	269.87	237.65	183.55
Lowest share price	220.93	183.54	148.72

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there may be other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which may also have reduced the Sub-fund and share class returns before operating charges.

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Portfolio Statement (Unaudited)

as at 30 June 2018

Investments	Holding	Market Value (£)	Total Net Assets (%)
Automobiles & Parts 4.63% (4.57%)			
Toyota Motor ADR (each representing 2 ordinary shares)	33,407	3,259,349	2.35
Visteon	32,188	3,148,707	2.28
Banks 7.63% (12.93%)			
East West Bancorp	93,189	4,599,983	3.32
First Interstate	63,136	2,018,057	1.46
Svb Financial	18,045	3,946,870	2.85
Chemicals 2.63% (3.31%)			
Lyondellbasell Industries class 'A' shares	43,768	3,641,338	2.63
Financial Services 11.92% (14.73%)			
Ally Financial	164,631	3,274,539	2.36
E*TRADE Financial	130,565	6,048,366	4.37
Onemain	108,620	2,738,845	1.98
Synchrony Financial	175,723	4,441,489	3.21
General Retailers 2.31% (0.00%)			
O'Reilly Automotive	15,460	3,202,776	2.31
Industrial Metals & Mining 3.84% (2.56%)			
Alcoa	64,396	2,290,990	1.66
Freeport McMoRan	230,348	3,013,149	2.18
Industrial Transportation 3.41% (2.71%)			
Knight-Swift Transportation	163,208	4,722,246	3.41
Media 2.30% (2.16%)			
Nexstar Media class 'A' shares	57,159	3,177,785	2.30
Non Equity Investment Instruments 3.93% (4.68%)			
SPDR Trust Series 1	13,267	2,725,149	1.97
Vanguard S&P 500 ETF	14,377	2,712,600	1.96
Oil & Gas Producers 7.91% (4.68%)			
Andeavor	36,629	3,640,289	2.63
Continental Resources	68,781	3,373,798	2.44
Valero Energy	46,923	3,939,009	2.84
Pharmaceuticals & Biotechnology 11.68% (9.61%)			
Alexion Pharmaceuticals	28,863	2,714,138	1.96
Jazz Pharmaceuticals	20,516	2,677,297	1.93
Mylan	141,811	3,881,878	2.81
Sage Therapeutics	36,805	4,361,124	3.15
Therapeuticsmd	537,752	2,537,546	1.83
Software 24.30% (17.21%)			
Fortinet	77,336	3,655,777	2.64
HubSpot	32,249	3,060,632	2.21
IBM	56,228	5,950,522	4.30
Oracle	114,899	3,834,463	2.77
Palo Alto Networks	30,300	4,715,807	3.40
Salesforce.com	36,384	3,760,622	2.72
Splunk	37,387	2,806,326	2.03
Square	64,037	2,989,768	2.16
Twilio	67,627	2,868,993	2.07
Support Services 2.78% (2.65%)			
First Data	242,520	3,846,521	2.78
Technology, Hardware & Equipment 4.13% (5.25%)			
Power Integrations	53,612	2,962,314	2.14
Xilinx	55,787	2,757,553	1.99

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund**Portfolio Statement (Unaudited)**

(continued)

Investments	Holding	Market Value (£)	Total Net Assets (%)
Travel & Leisure 4.08% (0.00%)			
Penn National Gaming	114,754	2,918,719	2.11
Southwest Airlines	70,717	2,725,303	1.97
Portfolio of investments		134,940,637	97.48
Net current assets		3,488,248	2.52
Total Net Assets		138,428,885	100.00

Total unapproved and unquoted securities 0.00%

Comparative figures in brackets refer to 30 June 2017.

During the year ended 30 June 2018, the Sub-fund disposed of its holdings in the the Health Care Equipment & Services, Household Goods & Home Construction, Internet and Oil & Gas Services portfolio categories, which, at 30 June 2017, represented 2.90%, 4.23%, 3.41% and 1.85% respectively of the Total Net Assets of the Sub-fund.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers.

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Statement of Total Return

for the year ended 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
Income				
Net capital gains	3		18,397,818	24,984,529
Revenue	4	1,513,973		1,334,788
Expenses	5	(1,367,605)		(1,234,812)
Interest payable and similar charges	7	(730)		(978)
Net revenue before taxation		145,638		98,998
Taxation	6	(204,872)		(193,799)
Net expense after taxation			(59,234)	(94,801)
Total return before distributions			18,338,584	24,889,728
Distributions	8		(266,616)	(261,438)
Change in net assets attributable to Shareholders from investment activities			18,071,968	24,628,290

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2018

		£	30/06/2018 £	30/06/2017 £
Opening net assets attributable to Shareholders				
			120,067,507	106,524,843
Amounts received on issue of shares		81,294,749		64,750,924
Amounts paid on cancellation of shares		(81,265,230)		(76,116,381)
			29,519	(11,365,457)
Dilution adjustment			27,202	33,043
Change in net assets attributable to Shareholders from investment activities (see above)			18,071,968	24,628,290
Retained distributions on accumulation shares			232,689	246,788
Closing net assets attributable to Shareholders			138,428,885	120,067,507

Balance Sheet

as at 30 June 2018

	Notes	£	30/06/2018 £	30/06/2017 £
ASSETS				
Fixed assets				
Investment assets			134,940,637	119,399,196
Current assets				
Debtors	10	3,094,623		3,384,742
Cash and bank balances	11	2,153,958		238,427
Total other assets			5,248,581	3,623,169
Total assets			140,189,218	123,022,365
LIABILITIES				
Creditors				
Distribution payable	12	(23,555)		(31,278)
Other creditors	12	(1,736,778)		(2,923,580)
Total other liabilities			(1,760,333)	(2,954,858)
Total liabilities			(1,760,333)	(2,954,858)
Net assets attributable to Shareholders			138,428,885	120,067,507

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Distribution Statement

for the year ended 30 June 2018

Final Dividend distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
B Shares (Accumulation)				
Group 1	0.1255	—	0.1255	0.3867
Group 2	0.1255	0.0000	0.1255	0.3867
B Shares (Income)				
Group 1	0.2535	—	0.2535	0.3856
Group 2	0.2535	0.0000	0.2535	0.3856
Exempt Shares 1 (Accumulation)				
Group 1	1.2800	—	1.2800	1.2816
Group 2	1.2800	0.0000	1.2800	1.2816
F Shares (Income)				
Group 1	0.8271	—	0.8271	0.8488
Group 2	0.5595	0.2676	0.8271	0.8488
Institutional Shares (Accumulation)				
Group 1	0.0716	—	0.0716	0.2078
Group 2	0.0716	0.0000	0.0716	0.2078
Institutional W Shares (Accumulation)				
Group 1	0.6158	—	0.6158	0.6880
Group 2	0.4833	0.1325	0.6158	0.6880
Institutional W Shares (Income)				
Group 1	0.6158	—	0.6158	0.6784
Group 2	0.4651	0.1507	0.6158	0.6784
Sterling Income Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000

Final Dividend distribution in cents per share

Period

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 30 June 2018

	Net Revenue	Equalisation	Amount Payable	Prior Period 30/06/2017
Euro Accumulation Shares				
Group 1	0.0000	—	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
			Franked %	Unfranked %
Final distributions for 30 June 2018			100.00%	0.00

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Notes to the Financial Statements

for the year ended 30 June 2018

1 Accounting and Distribution Policies

For information on the Sub-fund's accounting and distribution policies, please refer to the notes applicable to all the Sub-funds of the Company on pages 7 to 9.

2 Financial Instruments

For information on the Sub-fund's financial instruments, please refer to the notes applicable to all the Sub-funds of the Company on pages 10 to 12. For numerical disclosure, please see Note 14.

3 Net capital gains

The net capital gains on investments during the year comprise:	30/06/2018 £	30/06/2017 £
Gains on non-derivative securities	18,939,113	24,550,766
Currency exchange (losses)/gains	(525,859)	473,425
Activity charges	(15,436)	(39,662)
Net capital gains	18,397,818	24,984,529

4 Revenue

	30/06/2018 £	30/06/2017 £
Bank interest	1,966	76
Overseas dividends	1,469,558	1,303,669
Stock lending	42,449	31,043
Total revenue	1,513,973	1,334,788

5 Expenses

	30/06/2018 £	30/06/2017 £
Payable to the ACD or Associate of the ACD:		
ACD's periodic charge	1,268,339	1,140,877
Administration fees	65,598	60,754
Safe custody charges	4,589	6,187
	1,338,526	1,207,818
Other expenses		
Audit fee†	6,400	6,085
Depository's fees	22,323	21,233
Financial Conduct Authority fee	121	(324)
Professional fees	235	—
	29,079	26,994
Total expenses	1,367,605	1,234,812

†The Audit fee net of VAT for 2018 is £5,350 (30/06/17: £5,100).

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Notes to the Financial Statements

(continued)

6 Taxation

	30/06/2018 £	30/06/2017 £
a) Analysis of tax charge		
Overseas tax withheld	204,872	193,799
Total tax charge (see Note 6b)	204,872	193,799
b) Factors affecting the tax charge		
The tax assessed for the year is higher than the standard rate of corporation tax in the UK for an ICVC (20%) (30/06/17:20%). The differences are explained below:		
Net revenue before taxation	145,638	98,998
Corporation tax @ 20%	29,128	19,800
Effects of:		
Corporation tax on offshore funds paid from capital	133,017	170,581
Dividends not subject to corporation tax	(293,911)	(260,734)
Excess management expenses	131,766	49,971
Overseas tax withheld	204,872	193,799
Prior year adjustment	—	20,382
Total tax charge (see Note 6a)	204,872	193,799

c) Deferred tax

No deferred tax asset has been recognised in the accounts in relation to excess management expenses of £5,520,228 (30/06/17: £4,861,398), as it is unlikely that there will be sufficient taxable profits in the future to utilise these expenses. The deferred tax asset not recognised is £1,104,045 (30/06/17: £972,279). Deferred tax liability on unrealised gains on non-reporting offshore funds of £nil (30/06/17: £nil) has not been recognised in the accounts.

7 Interest payable and similar charges

	30/06/2018 £	30/06/2017 £
Interest	730	978
Total interest	730	978

8 Distributions

The distributions take account of amounts added on the issue of shares and amounts deducted on the cancellation of shares and comprise:

	30/06/2018 £	30/06/2017 £
Final Dividend distribution 30 June	256,244	278,066
	256,244	278,066
Amounts added on issue of shares	(133,562)	103,592
Amounts deducted on cancellation of shares	143,934	(120,220)
Net distributions for the year	266,616	261,438

9 Net movement between expense after taxation and distributions

	30/06/2018 £	30/06/2017 £
Net expenses after taxation	(59,234)	(94,801)
Corporation tax on offshore funds paid from capital	132,998	190,945
Equalisation on conversions	1,112	740
Transfers from capital distribution for deficits	191,740	164,554
	266,616	261,438

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Notes to the Financial Statements

(continued)

10 Debtors

	30/06/2018	30/06/2017
	£	£
Accrued revenue	21,740	73,860
Amount receivable for issue of shares	3,067,722	1,633,737
Amounts receivable on open currency contracts	—	1,673,300
Overseas tax recoverable	—	1,375
Sales awaiting settlement	5,161	2,470
Total debtors	3,094,623	3,384,742

11 Cash & bank balances

	30/06/2018	30/06/2017
	£	£
Cash held at bank	2,153,958	238,427
	2,153,958	238,427

12 Creditors

	30/06/2018	30/06/2017
	£	£
a) Distribution payable		
Distribution payable	23,555	31,278
	23,555	31,278
b) Other creditors		
Accrued expenses	119,995	126,603
Amount payable for cancellation of shares	117,241	79,005
Amounts payable on open currency contracts	—	1,671,907
Purchases awaiting settlement	1,499,542	1,046,065
Total other creditors	1,736,778	2,923,580

13 Related parties

ACD's periodic charge, administration fees, registrar's disbursement fees, safe custody charges and activity charges paid to the ACD, BNY Mellon Fund Managers Limited, or its associates, are shown in Notes 3, 4, 5 and 7, and details of shares issued and cancelled by the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and Note 8.

The balance due to the ACD at 30 June 2018 in respect of these transactions was £2,830,639 (30/06/17: £1,434,016).

Any investments in or transactions with other BNYM related party entities are individually identified in the portfolio statement and the Stock Lending note respectively.

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Notes to the Financial Statements

(continued)

14 Financial instruments

The risk factors relating to the Sub-fund are discussed more fully in Note 2 of the notes applicable to the financial statements of all the Sub-funds on pages 10 to 12.

Market Price sensitivity

The value of the Sub-fund's investments which were exposed to market price risk was as follows:

	30/06/2018 £	30/06/2017 £
Investments held at the balance sheet date	134,940,637	119,399,196

The following illustrates the sensitivity of the net capital gains and the net assets to an increase or decrease of 5% (30/06/17: 5%) in the fair values of the Sub-fund's listed investments. This level of change is considered to be reasonably possible based on observation of market conditions in the year. The sensitivity analysis is based on the impact of a change to the value of the Sub-fund's listed equity investments at each balance sheet date.

	30/06/2018		30/06/2017	
	5% Increase in fair value £	5% Decrease in fair value £	5% Increase in fair value £	5% Decrease in fair value £
Non-derivative securities	6,747,032	(6,747,032)	5,969,960	(5,969,960)
Net capital impact	6,747,032	(6,747,032)	5,969,960	(5,969,960)

Valuation of financial investments

The categorisation of financial investments in the tables below reflect the methodology used to measure their fair value.

	30/06/2018 Assets £	30/06/2018 Liabilities £
Level 1: Quoted	134,940,637	—
	134,940,637	—

	30/06/2017 Assets £	30/06/2017 Liabilities £
Level 1: Quoted	119,399,196	—
	119,399,196	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Interest rate risk

The Sub-fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

Interest rate sensitivity

The Sub-fund does not have material exposure to interest rate risk and hence no sensitivity analysis has been presented.

Foreign currency risk

	30/06/2018 Investments £	30/06/2018 Net Current Assets £	30/06/2018 Total £	30/06/2017 Total £
Canada	—	3,545	3,545	3,650
Eurozone	—	64,867	64,867	837,129
United States of America	134,940,637	153,638	135,094,275	119,787,915
Total	134,940,637	222,050	135,162,687	120,628,694

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Notes to the Financial Statements

(continued)

14 Financial instruments (continued)

Foreign currency sensitivity

The following table illustrates the sensitivity of the return and net assets of the Sub-fund to a 5% (30/06/17: 5%) strengthening or weakening of its base rate currency against other currencies to which it is exposed to. This level of change is considered to be a reasonable illustration based on observation of current market conditions. The sensitivity analysis assumes all other variables are held constant.

30 June 2018	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
United States of America	135,094,275	7,110,225	(6,433,061)

30 June 2017	Total Exposure £	Impact of a 5% weakening of base currency £	Impact of a 5% strengthening of base currency £
Currency			
United States of America	119,787,915	6,304,627	(5,704,186)

15 Portfolio transaction costs

For the year ending 30 June 2018

Purchases	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	109,966	54	0.05	—	—
Collective investment schemes	69,599	5	0.01	—	—
Total purchases	179,565	59		—	
Total purchases including transaction costs	179,624				
Sales	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	112,081	53	0.05	2	0.00
Collective investment schemes	70,572	5	0.01	1	0.00
Total sales	182,653	58		3	
Total sales net of transaction costs	182,592				
Total transaction costs		117		3	
Total transaction costs as a % of average net assets		0.09%		0.00%	

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Notes to the Financial Statements

(continued)

15 Portfolio transaction costs (continued)

For the year ending 30 June 2017

Purchases (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	108,761	86	0.08	—	—
Collective investment schemes	82,066	6	0.01	—	—
Total purchases	190,827	92		—	
Total purchases including transaction costs	190,919				

Sales (excluding derivatives)	Transaction		%	Taxes	
	Value £000's	Commissions £000's		£000's	%
Equity instruments (direct)	121,518	49	0.04	2	0.00
Collective investment schemes	81,504	6	0.01	2	0.00
Total sales	203,022	55		4	
Total sales net of transaction costs	202,963				

Total transaction costs	147	4
Total transaction costs as a % of average net assets	0.13%	0.00%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions & taxes etc) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.04% (30/06/17: 0.03%).

16 Contingent asset/liabilities

There were no contingent assets or liabilities at the balance sheet date (30/06/17: nil).

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Notes to the Financial Statements

(continued)

17 Stock lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20% (30/06/17: 80%:20%). The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit. The Bank of New York Mellon London Branch is a related party of the ACD as both entities are affiliates of The Bank of New York Mellon Corporation.

Collateral accepted is non-cash in the form of Sovereign debt rated AA or better from approved Governments only and Supranational debt obligations rated AAA or better, and FTSE 100 DBV (Class F10) as defined in the CREST Reference Manual and equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America).

As at 30 June 2018, £20,083,466 of investments were subject to stock lending agreements and on behalf of the Sub-fund £21,903,737 was held in collateral. The collateral is held 39.50% in debt securities and 60.50% in equity securities.

As at 30 June 2017, £11,388,517 of investments were subject to stock lending agreements and on behalf of the Sub-fund £12,256,197 was held in collateral. The collateral is held 60.37% in equity and 39.63% in debt securities.

The gross earnings and the fees for the year are £53,061 (30/06/17: £38,804) and £10,612 (30/06/17: £7,761).

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Sub-fund, by counterparty.

Counterparty	Securities on loan at the year end £	Collateral held on behalf of the Sub-fund at the year end £
Barclays Bank PLC	556,767	569,983
Credit Suisse Securities (Europe) Limited	2,567,917	2,956,210
Credit Suisse Securities (USA) LLC	1,320,366	1,347,742
Deutsche Bank, AG	3,660,009	4,120,722
HSBC Bank PLC	3,185,855	3,504,643
J.P. Morgan Securities LLC	3,008,404	3,072,499
Merrill Lynch International	693,389	733,247
Morgan Stanley & Co. LLC	999,315	1,019,402
Societe Generale	823,886	912,019
UBS AG	3,267,558	3,667,270

18 Shareholder's funds

The Sub-fund currently has nine share classes, each share class suffers a different annual ACD charge and Administration fee which is payable to the ACD and is shown below:

	ACD charge	Administration fee
B Shares (Accumulation)	0.85%	0.08%
B Shares (Income)	0.85%	0.08%
Euro Accumulation Shares	2.00%	0.10%
Exempt Shares 1 (Accumulation)	0.50%	0.03%
F Shares (Income)	0.55%	0.03%
Institutional Shares (Accumulation)	1.00%	0.03%
Institutional W Shares (Accumulation)	0.75%	0.03%
Institutional W Shares (Income)	0.75%	0.03%
Sterling Income Shares	1.50%	0.10%

Consequently the level of net revenue attributable to each share class will differ.

The net asset value per share and the number of shares in each share class are given in the comparative tables. All share classes have the same rights on winding up.

BNY Mellon Investment Funds Annual Report & Accounts - The Boston Company US Opportunities Fund

Notes to the Financial Statements

(continued)

19 Share movement

for the year ended 30 June 2018

	Opening shares	Shares issued	Shares redeemed	Shares converted	Closing shares
B Shares (Accumulation)	77,671	7,532,767	(6,931,726)	—	678,712
B Shares (Income)	143,618	1,992	(24,062)	126,452	248,000
Euro Accumulation Shares	761,919	4,022,194	(4,183,795)	—	600,318
Exempt Shares 1 (Accumulation)	4,973	—	—	—	4,973
F Shares (Income)	104,774	27,989	(61,078)	—	71,685
Institutional Shares (Accumulation)	30,230	—	—	—	30,230
Institutional W Shares (Accumulation)	35,806,037	10,329,831	(8,501,680)	—	37,634,188
Institutional W Shares (Income)	4,397,739	67,654	(875,315)	36,402	3,626,480
Sterling Income Shares	15,721,488	15,604,803	(16,684,921)	(146,225)	14,495,145

Please note the shares issued and redeemed are posted daily on a net basis while the shares converted amount shown above is posted gross.

20 Holdings in other Sub-funds of the Company

As at 30 June 2018, the Sub-fund did not hold shares in any other Sub-fund of the Company.

21 Post Balance Sheet Events

There were no events that occurred after 30 June 2018 which would require disclosure or adjustments to the financial statements of the Company.

BNY Mellon Investment Funds - Annual Report & Accounts

Statement of the Authorised Corporate Director's Responsibilities and Directors' Statement

Statement of the Authorised Corporate Director's Responsibilities

The rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook (COLL) requires 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 as at the end of the year, and of the net revenue and expenses and the net gains or losses on the property of the Company for the year then ended.

In preparing the financial statements the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with the disclosure requirements of the Collective Investment Schemes Sourcebook issued by the Financial Conduct Authority and the Prospectus;
- comply with applicable accounting standards;
- keep proper accounting records that enable it to demonstrate that the financial statements as prepared comply with the above requirements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future. For reasons stated in Note 1.1a to the financial statements of all Sub-funds, the financial statements of the Newton European Higher Income Fund and the Insight Global Select Bond Fund have not been prepared on a going concern basis.

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

The ACD is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors' Statement

In accordance with the requirements of the rules in the Financial Conduct Authority's Collective Investment Schemes Sourcebook, we hereby certify the Report on behalf of the Directors of BNY Mellon Fund Managers Limited.

D M Turnbull

Director

BNY Mellon Fund Managers Limited

05 October 2018

BNY Mellon Investment Funds - Annual Report & Accounts

Statement of the Depositary's Responsibilities and report of the Depositary to the shareholders of BNY Mellon Investment Funds ('the Company') for the year ended 30 June 2018

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) ('the OEIC Regulations'), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its Investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- The Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Fund Manager ("the AFM") are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Regulations and the Scheme documents in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depositary of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the AFM:

- (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 Regulations and the Scheme documents of the Company, and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

National Westminster Bank Plc
Trustee & Depositary Services
Edinburgh

05 October 2018

BNY Mellon Investment Funds - Annual Report & Accounts

Independent Auditor's Report to the Members of BNY Mellon Investment Funds

Opinion

We have audited the financial statements of BNY Mellon Investment Funds ("the Company") for the year ended 30 June 2018 which comprise the Statement of Total Return, the Statement of Changes in Net Assets Attributable to Shareholders together with the Balance Sheet for each of the Company's Sub-Funds, the accounting, distribution and financial instruments policies of the Company, the related notes for each Sub-Fund and the Distribution Tables. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland'. The financial statements for the Newton European Higher Income Fund and the Insight Global Select Bond Fund have been prepared on a break up basis as disclosed in Note 1.1a. The financial statements for the Company as a whole continue to be prepared on a going concern basis.

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company comprising each of its Sub-Funds as at 30 June 2018 and of the net revenue/expenses and the net capital gains/losses on the scheme property of the Company comprising each of its Sub-Funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including FRS 102 'The Financial Reporting standard applicable in the UK and Republic of Ireland'.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

The financial statements for the Newton European Higher Income Fund and the Insight Global Select Bond Fund, have been prepared on a break up basis as disclosed in Note 1.1a.

In relation to the other Sub-Funds of the Company, we have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the ACD's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the ACD has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority and the Instrument of Incorporation;
- the information given in the ACD's report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- there is nothing to indicate that proper accounting records have not been kept or that the financial statements are not in agreement with those records.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matter in relation to which the Collective Investment Schemes Sourcebook of the Financial Conduct Authority rules requires us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

BNY Mellon Investment Funds - Annual Report & Accounts

Independent Auditor's Report to the Members of BNY Mellon Investment Funds

(continued)

Responsibilities of ACD

As explained more fully in the ACD's responsibilities statement set out on page 837 the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the ACD is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the ACD either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's members, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP
Statutory Auditor
Edinburgh

05 October 2018

BNY Mellon Investment Funds - Annual Report & Accounts

Investor Information (Unaudited)

General

BNY Mellon Investment Funds (the Company) is an open-ended investment company with variable capital, incorporated in England and Wales under registered number IC 27 and authorised by the Financial Conduct Authority, with effect from 13 April 1999. BNY Mellon Fund Managers Limited is the authorised corporate director (the ACD). The FCA registered number for the ACD is 122007.

The Company has been established as an “umbrella company” with different Sub-funds. The assets of each Sub-fund of the Company are treated as separate from those of every other Sub-fund and will be invested in accordance with that Sub-fund’s own investment objective and policy. For the avoidance of doubt, and as at the date of this annual report, the Company is a UK protected cell company under the Open-Ended Investment Companies Regulations 2001, as amended (OEIC Regulations).

As an umbrella company, the Sub-funds of the Company are segregated portfolios of assets and, accordingly, the assets of each Sub-fund belong exclusively to that Sub-fund and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the Company, or any other Sub-fund, and shall not be available for any such purpose. Any liability incurred on behalf of or attributable to any Sub-fund shall be discharged solely out of the assets of that Sub-fund.

While provisions of the OEIC Regulations provide for segregated liability between Sub-funds, the concept of segregated liability is relatively new. Accordingly, where claims are brought by local creditors in foreign courts or under foreign law contracts, it is not yet known how those foreign courts will react to the relevant OEIC Regulations. There remains a possibility that a creditor might seek to attach or seize assets of one Sub-fund in satisfaction of an obligation owed in relation to another Sub-fund in a jurisdiction which would not recognise the principle of segregation of liability between Sub-funds.

Each Sub-fund will be charged with the liabilities, expenses, costs and charges of the Company attributable to that Sub-fund and within the Sub-funds charges will be allocated between share classes in accordance with the terms of issue of those share classes.

Any assets, liabilities, expenses, costs or charges not attributable to a particular Sub-fund may be allocated by the ACD in a manner which is fair to shareholders as a whole but they will normally be allocated to all Sub-funds pro rata to the value of the net assets of the relevant Sub-funds. If there is any such re-allocation the ACD will advise shareholders in the next succeeding annual report to shareholders.

Shareholders are not, however, liable for the debts of the Company. A shareholder is not liable to make any further payment to the Company after he has paid the purchase price of the Shares.

Remuneration Disclosure

BNY Mellon Fund Managers Limited (BNYMFM) as Authorised Corporate Director (ACD) delegates portfolio management in respect of the Sub-funds of the Company to BNY Mellon Asset Management North America Corporation (BNYM AMNA), Insight Investment Management (Global) Limited (IIM(G)L), Newton Investment Management Limited (NIML) and Walter Scott & Partners Limited (WS&P) (collectively “the Investment Managers”). The Investment Manager is paid a fee for the investment services provided from the annual management charge collected by the ACD from each of the Sub-funds which is disclosed in the Prospectus available at <http://www.bnymellonim.com>. IIM(G)L, NIML and WS&P are within a consolidation group, BNY Mellon Investment Management Europe Holdings Limited (IMEH), which makes aggregate disclosures of the amount of remuneration paid to certain categories of staff as part of the Pillar 3 Disclosure derived from the EU Capital Requirements Directive (CRD). The categories of staff included within the Pillar 3 remuneration disclosure includes senior management, risk-takers, staff in control functions and any employee receiving total remuneration in the same bracket as senior management and whose professional activities have a material impact on the firm’s risk profile. BNYM AMNA is not part of the IMEH consolidation group and is not required to make similar disclosures under the laws and regulations applicable in its home jurisdiction. During the financial year to 30 June 2018, BNYM AMNA managed only a single Sub-fund which constitutes 0.40% of the total net asset value of the Company and represents a very small proportion of the total assets managed by BNYM AMNA. The Directors have therefore concluded that, in applying principles of proportionality, a remuneration disclosure in respect of BNYM AMNA either at aggregate level or expressed as the remuneration paid specifically in respect of the Sub-fund calculated on a pro-rata basis is not necessary.

The total amount of fixed and variable remuneration for the year ending 30 June 2018 of the 5 staff of the UCITS Manager is disclosed below.

	Fixed Amount	Variable Amount
BNY Mellon Investment Funds	£695,543	£1,415,969

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Investor Information (Unaudited)

(continued)

Significant events

The following additions and amendments have been made since 1st July 2017:-

Fund Launches

Newton Sustainable Global Equity Fund - 22/01/2018

Newton Sustainable Real Return Fund - 24/04/2018

Newton Sustainable Sterling Bond Fund - 15/05/2018

Investment Management Change

Effective 31 January 2018, BNY Mellon Asset Management North America Corporation became the legal entity appointed as the investment manager for The Boston Company Asset Management, LLC managed Funds. The core investment team, philosophies and processes will remain substantially the same and there will be no change to the Funds' investment objectives or policies.

A copy of the revised Prospectus incorporating full wording of the additional disclosures summarised above is available upon request and from our website: www.bnymellonim.com

Additions:-

New Share classes 2017:

Newton Multi-Asset Income Fund Exempt Shares 1 (Income) – 04/09/2017

New Share classes 2018

Newton Real Return Fund Exempt Shares 5 (Accumulation) - 10/01/2018

Newton Multi-Asset Income Fund Institutional Shares (Accumulation) - 12/01/2018

Newton Multi-Asset Income Fund Institutional Shares (Income) - 12/01/2018

Newton Multi-Asset Income Fund Sterling Accumulation Shares - 12/01/2018

Newton Sustainable Global Equity Fund Institutional Shares W (Accumulation) - 22/01/2018

Newton Sustainable Global Equity Fund X Shares (Income) - 22/01/2018

Newton Sustainable Real Return Fund Exempt Shares 1 (Accumulation) - 24/04/2018

Newton Sustainable Real Return Fund Exempt Shares 4 (Accumulation) - 24/04/2018

Newton Sustainable Real Return Fund Institutional Shares W (Accumulation) - 24/04/2018

Newton Multi-Asset Income Fund X Shares (Income) - 04/05/2018

Newton Global Opportunities Fund Exempt Shares 1 (Accumulation) - 10/05/2018

Newton Sustainable Sterling Bond Fund Exempt Shares 1 (Income) - 15/05/2018

Newton Sustainable Sterling Bond Fund Institutional Shares W (Accumulation) - 15/05/2018

Newton Sustainable Sterling Bond Fund X Shares (Income) - 15/05/2018

Closed Share Classes:

Newton Multi-Asset Income Fund Exempt Shares 1 (Accumulation) - 29/01/2018

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(continued)

Client classification notice:

Under the FCA's Conduct of Business rules we are required to classify our investors. We have classified you as a Retail Client unless otherwise notified. This means that you will have the maximum amount of protection available for complaints and compensation, and will receive information in a straightforward way. However, some clients, such as professional investors, may not necessarily have the same rights under the Financial Ombudsman Service and the Financial Services Compensation Scheme. Further details may be found on our website – www.bnymellonim.com under Client Classification.

The ACD makes available the daily prices of shares on its website: www.bnymellonim.com. The ACD has dispensed with the requirement to convene Annual General Meetings of the Company. However, Extraordinary General Meetings will continue to take place as and when required.

Dilution Adjustment

As set out in the Prospectus, the ACD may make a dilution adjustment when calculating the price of a share. In deciding whether to make a dilution adjustment at any valuation point, the ACD will take into account the number of shares to be created or cancelled. Where the number of shares to be created exceeds the number of shares to be cancelled, the dilution adjustment to the share price will be upwards. Where the number of shares to be cancelled exceeds the number of shares to be created, the dilution adjustment to the share price will be downwards.

Comparative Table - Prices

Highest and Lowest prices shown in the Comparative tables of the Sub-funds represent the 12pm MID price as released to market.

Help the Environment - Access the Reports Online

You can log on to our website and access a copy of the Financial Statements.

A hard copy of the full financial statements is also available upon written request from BNY Mellon Fund Managers Limited, Client Service Centre, PO Box 366, Darlington, DL1 9RF, England, United Kingdom. The annual accounting period is to 30 June and the interim accounting period is to 31 December.

The cost of producing the BNY Mellon Investment Funds Interim and Annual Reports is charged to the Company in accordance with the provisions of the Regulations and the Prospectus

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Investor Information (Unaudited)

(continued)

Synthetic Risk & Reward Indicators

	1	2	3	4	5	6	7
BNY Mellon Long-Term Global Equity Fund					■		
Insight Corporate Bond Fund			■				
Insight Equity Income Fund					■		
Insight Equity Income Booster Fund					■		
Insight Global Absolute Return Fund ⁽¹⁾		■			■		
Insight Global Multi-Strategy Fund ⁽²⁾			■		■		
Insight Inflation Linked Corporate Bond Fund		■					
Newton 50/50 Global Equity Fund					■		
Newton Asian Income Fund					■		
Newton Continental European Fund					■		
Newton Emerging Income Fund					■		
Newton Global Balanced Fund			■				
Newton Global Dynamic Bond Fund	■						
Newton Global Dynamic Bond Income Fund		■					
Newton Global Emerging Markets Fund						■	
Newton Global Equity Fund					■		
Newton Global High Yield Bond Fund		■					
Newton Global Income Fund					■		
Newton Global Opportunities Fund					■		
Newton Index Linked Gilt Fund					■		
Newton International Bond Fund			■				
Newton Long Corporate Bond Fund			■				
Newton Long Gilt Fund					■		
Newton Multi-Asset Balanced Fund			■				
Newton Multi-Asset Diversified Return Fund			■				
Newton Multi-Asset Growth Fund					■		
Newton Multi-Asset Income Fund			■				
Newton Oriental Fund						■	
Newton Real Return Fund			■				
Newton Sustainable Global Equity Fund					■		
Newton Sustainable Real Return Fund			■				
Newton Sustainable Sterling Bond Fund			■				
Newton UK Equity Fund					■		
Newton UK Income Fund					■		
Newton UK Opportunities Fund					■		
The Boston Company US Opportunities Fund						■	

The Synthetic Risk Reward Indicator (SRRI) was changed on the following Sub-funds:

- (1) The SRRI was changed from category 5 to 3, effective 28 February 2018
- (2) The SRRI was changed from category 5 to 4, effective 28 February 2018

We have calculated the risk and reward category, as shown above, using a method of calculation derived from EU rules. It is based on the rate at which the value of the Sub-fund has 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.

Please note that these amendments are not due to a change in the investment objectives of the Sub-fund, but are due to market movements during the reporting period.

Sub-funds in category 2 have in the past shown low volatility. With a Sub-fund of category 2, you have a low risk of losing money but your chance for gains is also low.

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.

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.

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.

Sub-funds in category 6 have in the past shown relatively high volatility. With a Sub-fund of category 6, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Sub-funds in category 7 have in the past shown very high volatility. With a Sub-fund of category 7, you have a very high risk of losing money but your chance for gains is also very high.

For further information on the risks that may not be fully captured by the risk and reward indicator, please refer to the current Key Investor Information Document (KIID).

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Investor Information (Unaudited)

(continued)

Securities Lending

The following notes apply to all Sub-funds which engaged in securities lending activity during the period.

Collateral received from counterparties in respect of securities lending transactions consists of the following:

1. Debt obligations and securities issued or guaranteed by the following governments, agencies and instrumentalities where rated either (i) AA or better by Standard & Poor's or (ii) AA or better by Fitch or (iii) Aa2 or better by Moody's Rating Agencies respectively: Australia; Austria; Belgium; Canada; Denmark; Finland; France; Germany; Ireland; Italy; Japan; Luxembourg; Netherlands; New Zealand; Norway; Portugal; Spain; Sweden; Switzerland; United Kingdom; United States of America;
2. Debt obligations where rated either (i) AAA or better by Standard & Poor's or (ii) AAA or better by Fitch or (iii) Aaa2 or better by Moody's Rating Agencies respectively for the following Supranational issuers: European Bank for Reconstruction and Development; European Investment Bank; European Union; Inter-American Development Bank; International Bank for Reconstruction and Development; International Finance Corporation;
3. Equity securities from the following indices: AEX 25 (Netherlands), CAC 40 (France), DAX 30 (Germany), Euro 50 (Eurozone), FTSE 100 (United Kingdom), Nikkei 225 (Japan), SMI 20 (Switzerland), S&P 500 (United States of America);
4. FTSE100 DBV (Class F10) as defined in the CREST Reference Manual; and
5. Unstripped British Government Stock (Class UBG) as defined in the CREST Reference Manual

Securities lending collateral is not reinvested.

The collateral is held in pooled accounts.

The maturity tenor analysis shown in the following pages for each Sub-fund has been based on the respective transaction contractual maturity date. Securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

All securities lending transactions entered into by a Sub-fund are subject to a written legal agreement between the Sub-fund and the Lending Agent, and separately between the Lending Agent and the approved borrowing counterparty. Collateral received in exchange for securities lent is delivered to an account in the name of the Depository on behalf of the Sub-fund. Collateral received is segregated from the assets belonging to the Sub-fund's Depository or the Lending Agent.

The total income earned from securities lending transactions is split between the relevant Sub-fund and the securities lending agent. The Sub-fund receives 80% while the securities lending agent receives 20% of such income with all operational costs borne out of the securities lending agent's share. Income earned during the year by each Sub-fund from securities lending transactions is disclosed as part of Revenue in the Statement of Total Return in the financial statements of each Sub-fund.

The following Sub-funds did not engage in securities lending activity during the period; Newton Long Corporate Bond, Newton UK Income, Newton Sustainable Real Return, Newton Sustainable Sterling Bond Fund and Newton UK Opportunities.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

The following table details the value of securities on loan, the maturity tenor of which is always Open. Additionally there is an analysis of the maturity tenor of the associated collateral received, as at the balance sheet date, split between counterparty borrower:

BNYM Long Term Global Equity Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Bank PLC Investment Grade Gilts	UK	4,854	—	—	—	—	198	4,771	—	4,969
Barclays Capital Inc. Investment Grade Gilts	U.S	869	—	—	—	—	81	807	—	888
Barclays Capital Securities Limited. Equities on Recognised Exchange	UK	12,922	—	—	—	—	—	—	16,264	16,264
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	11,442	—	—	—	—	—	—	12,838	12,838
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	6,290	—	—	—	—	—	—	7,286	7,286
Deutsche Bank, AG Investment Grade Gilts	Germany	3,474	—	—	—	—	10	131	—	141
Equities on Recognised Exchange			—	—	—	—	—	—	3,808	3,808
HSBC Bank PLC Equities on Recognised Exchange	UK	22,185	—	—	—	—	—	—	24,503	24,503
Merrill Lynch International Investment Grade Gilts	UK	1,041	—	—	—	—	19	1,086	—	1,105
Skandinaviska Enskilda Banken AB Equities on Recognised Exchange	Sweden	7,902	—	—	—	—	—	—	8,844	8,844
UBS AG Investment Grade Gilts	Switzerland	10,687	—	—	44	—	8	544	—	596
Equities on Recognised Exchange			—	—	—	—	—	—	11,483	11,483
Total		81,666	—	—	44	—	316	7,339	85,026	92,725

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	1,016	Bank of New York Institutional Branch	—	5,856
EUR	17,783	Bank of New York Mellon (London Branch)	86,869	—
GBP	12,582	JP Morgan		
JPY	22,543			
USD	38,801			
Total	92,725	Total	86,869	5,856

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 7.63%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 7.93%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Insight Equity Income Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	3,209	—	—	—	—	—	—	3,600	3,600
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	92	—	—	—	—	—	—	107	107
Deutsche Bank, AG Equities on Recognised Exchange	Germany	5,800	—	—	—	—	—	—	6,601	6,601
HSBC Bank PLC Equities on Recognised Exchange	UK	22	—	—	—	—	—	—	25	25
ING Bank NV Equities on Recognised Exchange	Netherlands	1,168	—	—	—	—	—	—	1,299	1,299
JP Morgan Securities, Plc. Equities on Recognised Exchange	UK	220	—	—	—	—	—	—	246	246
Merrill Lynch International Equities on Recognised Exchange	UK	2,595	—	—	—	—	—	—	2,800	2,800
UBS AG Equities on Recognised Exchange	Switzerland	436	—	—	—	—	—	—	490	490
Total		13,542	—	—	—	—	—	—	15,168	15,168

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	120	Bank of New York Mellon (London Branch)	14,922	—
EUR	2,193	JP Morgan	246	—
GBP	1,310			
JPY	1,486			
USD	10,059			
Total	15,168	Total	15,168	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 6.65%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 6.82%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Insight Equity Income Booster Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	481	—	—	—	—	—	—	540	540
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	88	—	—	—	—	—	—	102	102
Deutsche Bank, AG Equities on Recognised Exchange	Germany	2,666	—	—	—	—	—	—	3,034	3,034
JP Morgan Securities, Plc. Equities on Recognised Exchange	UK	1,478	—	—	—	—	—	—	1,649	1,649
Merrill Lynch International Equities on Recognised Exchange	UK	218	—	—	—	—	—	—	235	235
UBS AG Investment Grade Gilts	Switzerland	3,491	—	—	21	—	4	262	—	287
Equities on Recognised Exchange			—	—	—	—	—	—	3,672	3,672
Total		8,422	—	—	21	—	4	262	9,232	9,519

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	318	Bank of New York Mellon (London Branch)	7,870	—
EUR	1,153	JP Morgan	1,649	—
GBP	697			
JPY	1,057			
USD	6,294			
Total	9,519	Total	9,519	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 6.89%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 7.14%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Insight Global Absolute Return Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	3,678	—	—	—	—	—	—	4,045	4,045
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	12,843	—	—	—	—	—	—	14,180	14,180
Deutsche Bank, AG Equities on Recognised Exchange	Germany	85	—	—	—	—	—	—	97	97
JP Morgan Securities, Plc. Equities on Recognised Exchange	UK	2,274	—	—	—	—	—	—	2,537	2,537
Nomura Securities International, Inc Investment Grade Gilts	US	11,798	—	—	—	—	219	11,821	—	12,040
UBS AG Equities on Recognised Exchange	Switzerland	2,176	—	—	—	—	—	—	2,442	2,442
Total		32,584	—	—	—	—	219	11,821	23,301	35,341

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	620	Bank of New York Mellon (London Branch)	32,804	—
EUR	4,332	JP Morgan	2,537	—
GBP	4,588			
JPY	3,011			
USD	22,790			
Total	35,341	Total	35,341	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 8.14%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 16.53%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Insight Global Multi-Strategy Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	8,589	—	—	—	—	—	—	9,568	9,568
UBS AG Equities on Recognised Exchange	Switzerland	133	—	—	—	—	—	—	149	149
Total		8,722	—	—	—	—	—	—	9,717	9,717

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	70	Bank of New York Mellon (London Branch)	9,717	—
EUR	1,135	JP Morgan	—	—
GBP	1,797			—
JPY	174			
USD	6,541			
Total	9,717	Total	9,717	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 8.20%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 17.87%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Insight Inflation-Linked Corporate Bond Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
BNP Paribas Arbitrage Investment Grade Gilts	France	670	—	—	—	—	—	707	—	707
Total		670	—	—	—	—	—	707	—	707

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
EUR	707	Bank of New York Mellon (London Branch)	707	—
Total	707	Total	707	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 1.06%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 1.11%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Newton 50/50 Global Equity Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Capital Securities Limited. Equities on Recognised Exchange	UK	62	—	—	—	—	—	—	78	78
BNP Paribas Arbitrage Equities on Recognised Exchange	France	254	—	—	—	—	—	—	279	279
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	70	—	—	—	—	—	—	79	79
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	355	—	—	—	—	—	—	412	412
Deutsche Bank, AG Equities on Recognised Exchange	Germany	1,866	—	—	—	—	—	—	2,123	2,123
Societe Generale Equities on Recognised Exchange	France	559	—	—	—	—	—	—	619	619
Total		3,166	—	—	—	—	—	—	3,590	3,590

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	60	Bank of New York Mellon (London Branch)	3,590	—
EUR	805			
GBP	85			
JPY	474			
USD	2,166			
Total	3,590	Total	3,590	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 2.40%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 6.10%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Newton Continental European Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Capital Securities Limited Investment Grade Gilts	UK	969	—	—	—	—	—	1,179	—	1,179
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	252	—	—	—	—	—	—	283	283
Deutsche Bank, AG Equities on Recognised Exchange	Germany	1,314	—	—	—	—	—	—	1,495	1,495
HSBC Bank PLC Equities on Recognised Exchange	UK	2,705	—	—	—	—	—	—	2,989	2,989
UBS AG Equities on Recognised Exchange	Switzerland	1,231	—	—	—	—	—	—	1,381	1,381
Total		6,471	—	—	—	—	—	1,179	6,148	7,327

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	101	Bank of New York Mellon (London Branch)	7,327	—
EUR	1,574			
GBP	2,551			
JPY	187			
USD	2,914			
Total	7,327	Total	7,327	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 4.46%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 7.65%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Newton Emerging Income Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	297	—	—	—	—	—	—	333	333
UBS AG Equities on Recognised Exchange	Switzerland	1,334	—	—	—	—	—	—	1,497	1,497
Total		1,631	—	—	—	—	—	—	1,830	1,830

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	99	Bank of New York Mellon (London Branch)	1,830	—
EUR	101			
GBP	43			
JPY	125			
USD	1,462			
Total	1,830	Total	1,830	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 1.57%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 5.27%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Investor Information (Unaudited)

(continued)

Securities Lending (continued)

Newton Global Balanced Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
BNP Paribas Arbitrage Equities on Recognised Exchange	France	3,235	—	—	—	—	—	—	3,559	3,559
Citigroup Global Markets Limited Investment Grade Gilts Equities on Recognised Exchange	UK	46,695	—	—	—	—	61	19,385	—	19,446
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	10,127	—	—	—	—	—	—	31,501	31,501
Deutsche Bank, AG Equities on Recognised Exchange	Germany	225	—	—	—	—	—	—	11,139	11,139
HSBC Bank PLC Equities on Recognised Exchange	UK	302	—	—	—	—	—	—	256	256
JP Morgan Securities, Plc. Investment Grade Gilt	UK	3,240	—	—	—	—	1	3,753	—	3,574
The Bank of Nova Scotia Investment Grade Gilts	Canada	9,779	—	—	649	—	—	9,620	—	10,269
Total		73,603	—	—	649	—	62	32,578	46,788	80,077

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CAD	1,119	Bank of New York Mellon (London Branch)	57,057	—
CHF	2,156	Euroclear	19,446	—
EUR	30,891	JP Morgan	3,574	—
GBP	22,924			
JPY	16,105			
SEK	250			
USD	6,632			
Total	80,077	Total	80,077	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 12.51%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 27.72%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Global Dynamic Bond Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
BNP Paribas Investment Grade Gilts	France	925	—	—	—	—	1	962	—	963
Citigroup Global Markets Limited Investment Grade Gilts	UK	111,646	—	16	—	—	1,059	118,969	—	120,044
Credit Suisse Securities (Europe) Limited Investment Grade Gilts	UK	149,121	—	—	—	—	2,796	11,007	—	13,803
Equities on Recognised Exchange			—	—	—	—	—	—	150,118	150,118
Goldman Sachs International Investment Grade Gilts	UK	6,317	—	—	—	—	—	6,634	—	6,634
HSBC Bank PLC Equities on Recognised Exchange	UK	1,054	—	—	—	—	—	—	1,160	1,160
Morgan Stanley & Co. International PLC Investment Grade Gilts	UK	9,243	—	—	—	—	—	1,167	—	1,167
Equities on Recognised Exchange			—	—	—	—	—	—	9,062	9,062
Nomura International PLC Investment Grade Gilts	UK	173	—	12	2	1	26	136	—	177
Societe Generale Investment Grade Gilts	France	12,346	—	—	—	—	2,522	10,090	—	12,612
Total		290,825	—	28	2	1	6,404	148,965	160,340	315,740

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
AUD	3	Bank of New York Mellon (London Branch)	166,975	—
CHF	1,298	Euroclear	148,765	—
DKK	60			
EUR	136,974			
GBP	85,141			
JPY	4,144			
NOK	21			
NZD	1,243			
SEK	526			
USD	86,330			
Total	315,740	Total	315,740	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 12.32%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 23.32%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Global Dynamic Bond Income Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Credit Suisse Securities (Europe) Limited Investment Grade Gilts Equities on Recognised Exchange	UK	4,205	—	—	—	—	51	200	—	251
HSBC Bank PLC Equities on Recognised Exchange	UK	5,954	—	—	—	—	—	—	4,373	4,373
JP Morgan Securities, Plc. Investment Grade Gilts	UK	199	—	—	—	—	—	—	6,549	6,549
Morgan Stanley & Co. International PLC Investment Grade Gilts Equities on Recognised Exchange	UK	2,240	—	—	—	—	—	1,125	—	1,125
			—	—	—	—	—	—	1,350	1,350
Total		12,598	—	—	—	—	51	1,545	12,272	13,868

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	43	Bank of New York Mellon (London Branch)	13,398	—
EUR	5,785	Euroclear	250	—
GBP	4,613	JP Morgan	220	—
JPY	250			
NZD	22			
USD	3,155			
Total	13,868	Total	13,868	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 14.45%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 24.54%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Global Emerging Markets Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	5,672	—	—	—	—	—	—	6,571	6,571
Credit Suisse Securities (USA) LLC Investment Grade Gilts	US	6,962	—	—	989	22	340	5,756	—	7,107
Deutsche Bank, AG Investment Grade Gilts	Germany	982	—	—	—	—	1	18	—	19
Equities on Recognised Exchange			—	—	—	—	—	—	1,097	1,097
HSBC Bank PLC Investment Grade Gilts	UK	3,473	—	—	—	—	—	659	—	659
Equities on Recognised Exchange			—	—	—	—	—	—	3,150	3,150
J.P. Morgan Securities LLC Investment Grade Gilts	U.S	2,006	—	—	20	—	227	1,803	—	2,050
UBS AG Equities on Recognised Exchange	Switzerland	537	—	—	—	—	—	—	603	603
Total		19,632	—	—	1,009	22	568	8,236	11,421	21,256

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	47	Bank of New York Institutional Branch	—	9,156
EUR	1,498	Bank of New York Mellon (London Branch)	12,100	—
GBP	2,120			
JPY	72			
USD	17,519			
Total	21,256	Total	12,100	9,156

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 7.58%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 17.09%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Global Equity Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
CREDIT SUISSE AG Equities on Recognised Exchange	Switzerland	683	—	—	—	—	—	—	786	786
UBS AG Equities on Recognised Exchange	Switzerland	7,836	—	—	—	—	—	—	8,794	8,794
Total		8,519	—	—	—	—	—	—	9,580	9,580

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	584	Bank of New York Mellon (London Branch)	9,580	—
EUR	705			
GBP	303			
JPY	147			
USD	7,841			
Total	9,580	Total	9,580	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 0.39%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 0.00%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Global High Yield Bond Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Bank PLC Investment Grade Gilts	UK	1,509	—	—	—	155	213	1,183	—	1,551
BNP Paribas Investment Grade Gilts	France	819	—	—	—	—	1	851	—	852
Credit Suisse Securities (Europe) Limited Investment Grade Gilts	UK	722	—	—	—	—	160	628	—	788
Goldman Sachs International Investment Grade Gilts	UK	644	—	—	—	—	—	676	—	676
HSBC Bank PLC Equities on Recognised Exchange	UK	7,358	—	—	—	—	—	—	8,095	8,095
JP Morgan Securities, Plc. Investment Grade Gilts	UK	597	—	—	—	—	—	657	—	657
Total		11,649	—	—	—	155	374	3,995	8,095	12,619

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
EUR	8,498	Bank of New York Mellon (London Branch)	8,771	—
GBP	3,260	Euroclear	3,191	—
JPY	80	JP Morgan	657	—
NOK	2			
NZD	74			
USD	705			
Total	12,619	Total	12,619	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 8.97%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 21.80%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Global Income Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Bank PLC Investment Grade Gilts	UK	8,258	—	—	—	—	336	8,118	—	8,454
Credit Suisse AG Investment Grade Gilts	Switzerland	46,204	—	—	—	—	524	1,345	—	1,869
Equities on Recognised Exchange			—	—	—	—	—		51,280	51,280
Citigroup Global Markets Limited	UK	118,678	—	—	—	—	—	406	—	406
Equities on Recognised Exchange			—	—	—	—	—	—	132,724	132,724
Credit Suisse Securities (Europe) Limited	UK	1,207	—	—	—	—	—	—	1,398	1,398
Equities on Recognised Exchange			—	—	—	—	—	—	1,398	1,398
Credit Suisse Securities (USA) LLC	US	13,260	—	—	1,884	42	648	10,961	—	13,535
Deutsche Bank, AG	Germany	53,704	—	—	—	—	483	6,122	—	6,605
Equities on Recognised Exchange			—	—	—	—	—	—	54,300	54,300
HSBC Bank PLC	UK	187,602	—	—	—	—	—	1,659	—	1,659
Equities on Recognised Exchange			—	—	—	—	—	—	205,478	205,478
J.P. Morgan Securities LLC	US	88,216	—	—	840	—	9,978	79,277	—	90,095
Merrill Lynch International	UK	1,431	—	—	—	—	11	1,502	—	1,513
Equities on Recognised Exchange			—	—	—	—	—	—	—	—
Merrill Lynch, Pierce, Fenner & Smith Inc.	US	6,200	—	—	—	—	630	5,707	—	6,337
Equities on Recognised Exchange			—	—	—	—	—	—	—	—
Morgan Stanley & Co. LLC	US	3,589	—	—	—	—	3	3,658	—	3,661
Equities on Recognised Exchange			—	—	—	—	—	—	40,132	40,132
Nomura International PLC	UK	34,969	—	—	—	—	—	—	—	—
Equities on Recognised Exchange			—	—	—	—	—	—	40,132	40,132
Skandinaviska Enskilda Banken AB	Sweden	23,266	—	—	—	—	—	—	26,039	26,039
Equities on Recognised Exchange			—	—	—	—	—	—	26,039	26,039
UBS AG	Switzerland	7,982	—	—	—	—	—	—	—	—
Equities on Recognised Exchange			—	—	—	—	—	—	8,959	8,959
Total		594,566	—	—	2,724	42	12,613	118,755	520,310	654,444

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Securities Lending (continued)

Newton Global Income Fund (continued)

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CAD	6	Bank of New York Institutional Branch	—	122,083
CHF	1,808	Bank of New York Mellon (London Branch)	492,229	—
EUR	163,605	Euroclear	40,132	—
GBP	116,344			
JPY	56,341			
USD	316,340			
Total	654,444	Total	532,361	122,083

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 11.14%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 19.64%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Global Opportunities Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Citigroup Global Markets Inc.	U.S	10,455	—	—	959	—	395	9,334	—	10,688
Investment Grade Gilts	Germany	3,677	—	—	—	—	—	—	—	—
Deutsche Bank, AG									4,185	4,185
Equities on Recognised Exchange	Switzerland	2,846	—	—	—	—	—	—	—	—
UBS AG									3,194	3,194
Equities on Recognised Exchange										
Total		16,978	—	—	959	—	395	9,334	7,379	18,067

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	238	Bank of New York Mellon (London Branch)	18,067	—
EUR	565			
GBP	249			
JPY	239			
USD	16,776			
Total	18,067	Total	18,067	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 7.85%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 11.92%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Index Linked Gilt Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
HSBC Bank PLC	UK	675								
Equities on Recognised Exchange		—	—	—	—	—	—	—	742	742
Total		675	—	—	—	—	—	—	742	742

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
EUR	493	Bank of New York Mellon (London Branch)	742	—
GBP	181			
JPY	7			
USD	61			
Total	742	Total	742	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 0.89%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 0.92%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton International Bond Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
BNP Paribas Arbitrage Investment Grade Gilts	France	2,485	—	—	—	—	—	3,305	—	3,305
BNP Paribas Investment Grade Gilts	France	2,658	—	—	—	—	3	2,762	—	2,765
Citigroup Global Markets Limited Investment Grade Gilts	UK	9,281	—	—	—	—	23	7,263	—	7,286
Equities on Recognised Exchange			—	—	—	—	—	—	2,768	2,768
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	16,742	—	—	—	—	—	—	18,416	18,416
Deutsche Bank, AG Investment Grade Gilts	Germany	3,743	—	—	—	—	161	3,772	—	3,933
HSBC Bank PLC Equities on Recognised Exchange	UK	17,796	—	—	—	—	—	—	19,576	19,576
JP Morgan Securities, Plc. Investment Grade Gilts	UK	1,702	—	—	—	—	36	1,868	—	1,904
Morgan Stanley & Co. International PLC Investment Grade Gilts	UK	1,829	—	—	—	—	—	2,017	—	2,017
Total		56,236	—	—	—	—	223	20,987	40,760	61,970

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
AUD	2	Bank of New York Mellon (London Branch)	46,081	—
CHF	335	Euroclear	13,984	—
EUR	30,857	JP Morgan	1,905	—
GBP	15,465			
JPY	1,712			
NOK	6			
NZD	10			
SEK	30			
USD	13,553			
Total	61,970	Total	61,970	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 14.65%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 20.18%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Long Corporate Bond Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Bank PLC Investment Grade Gilts	UK	498	—	—	—	52	70	390	—	512
Total		498	—	—	—	52	70	390	—	512

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
EUR	449	Euroclear	512	—
GBP	50			
USD	13			
Total	512	Total	512	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 1.65%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 2.84%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Long Gilt Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	2,007	—	—	—	—	—	—	2,208	2,208
ING Bank NV Equities on Recognised Exchange	Netherlands	829	—	—	—	—	—	—	912	912
Total		2,836	—	—	—	—	—	—	3,120	3,120

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	144	Bank of New York Mellon (London Branch)	3,120	—
EUR	824			
GBP	1,061			
JPY	881			
USD	210			
Total	3,120	Total	3,120	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 7.96%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 8.13%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

Newton Multi-Asset Balanced Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Capital Securities Ltd. Equities on Recognised Exchange	UK	1,036	—	—	—	—	—	—	1,304	1,304
BNP Paribas Arbitrage Equities on Recognised Exchange	France	1,169	—	—	—	—	—	—	1,286	1,286
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	33,774	—	—	—	—	—	—	37,151	37,151
Deutsche Bank, AG Equities on Recognised Exchange	Germany	9,812	—	—	—	—	—	—	11,168	11,168
HSBC Bank PLC Equities on Recognised Exchange	UK	18,299	—	—	—	—	—	—	20,129	20,129
JP Morgan Securities, Plc. Equities on Recognised Exchange	UK	11,379	—	—	—	—	—	—	12,695	12,695
Societe Generale Equities on Recognised Exchange	France	10,712	—	—	—	—	—	—	11,858	11,858
Total		86,181	—	—	—	—	—	—	95,591	95,591

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	1,699	Bank of New York Mellon (London Branch)	82,896	—
EUR	34,551	JP Morgan	12,695	—
GBP	17,491			
JPY	9,539			
USD	32,311			
Total	95,591	Total	95,591	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 3.81%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 10.38%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Multi-Asset Diversified Return Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Capital Inc. Investment Grade Gilts	U.S	369	—	—	—	—	—	376	—	376
Barclays Capital Securities Ltd.	UK	659	—	—	—	—	—	802	—	802
BNP Paribas Securities Corp.	U.S	2,685	—	—	—	—	1	2,740	—	2,741
Citigroup Global Markets Limited	UK	5,541	—	16	—	—	688	4,892	—	5,596
Investment Grade Gilts Equities on Recognised Exchange			—	—	—	—	—	—	194	194
Credit Suisse Securities (Europe) Limited	UK	116	—	—	—	—	—	—	134	134
Equities on Recognised Exchange			—	—	—	—	—	—	134	134
Credit Suisse Securities (USA) LLC	US	337	—	—	49	1	16	279	—	345
Investment Grade Gilts										
Deutsche Bank, AG	Germany	1,106	—	—	—	—	—	—	1,259	1,259
Equities on Recognised Exchange										
HSBC Bank PLC	UK	339	—	—	—	—	—	360	—	360
Investment Grade Gilts										
J.P. Morgan Securities LLC	U.S	1	—	—	—	—	—	1	—	1
Investment Grade Gilts										
JP Morgan Securities, Plc.	UK	1,068	—	—	—	—	—	418	—	418
Investment Grade Gilts										
Equities on Recognised Exchange			—	—	—	—	—	—	768	768
Merrill Lynch International	UK	697	—	—	—	—	5	732	—	737
Investment Grade Gilts										
Morgan Stanley & Co. International PLC	UK	86	—	—	—	—	—	95	—	95
Investment Grade Gilts										
Nomura International PLC	UK	137	—	—	—	—	—	—	—	—
Equities on Recognised Exchange			—	—	—	—	—	—	157	157
UBS AG	Switzerland	225	—	—	—	—	—	—	—	—
Equities on Recognised Exchange			—	—	—	—	—	—	253	253
Total		13,366	—	16	49	1	710	10,695	2,765	14,236

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(continued)

Securities Lending (continued)

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	50	Bank of New York Institutional Branch	—	346
DKK	59	Bank of New York Mellon (London Branch)	6,951	—
EUR	4,799	Euroclear	5,753	—
GBP	2,859	JP Morgan	1,186	—
JPY	470			
NOK	19			
SEK	87			
USD	5,893			
Total	14,236	Total	13,890	346

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 7.78%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 21.28%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Multi-Asset Growth Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Capital Inc. Investment Grade Gilts	U.S	9,606	—	—	—	—	891	8,926	—	9,817
Barclays Capital Securities Ltd.	UK	1,152	—	—	—	—	—	1,402	—	1,402
BNP Paribas Arbitrage Investment Grade Gilts	France	15,579	—	—	—	—	—	9,092	—	9,092
Equities on Recognised Exchange			—	—	—	—	—	—	9,621	9,621
BNP Paribas Investment Grade Gilts	France	2,621	—	—	—	—	—	2,686	—	2,686
Citigroup Global Markets Limited Investment Grade Gilts	UK	6,972	—	70	—	7	159	7,198	—	7,434
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	4,642	—	—	—	—	—	—	5,377	5,377
Deutsche Bank, AG Equities on Recognised Exchange	Germany	7,126	—	—	—	—	—	—	8,111	8,111
ING Bank NV Investment Grade Gilts	Netherlands	3	—	—	—	—	—	3	—	3
J.P. Morgan Securities LLC Investment Grade Gilts	U.S	321	—	—	3	—	36	288	—	327
JP Morgan Securities, Plc. Investment Grade Gilts	UK	23,275	—	—	—	—	2	4,510	—	4,512
Equities on Recognised Exchange			—	—	—	—	—	—	21,403	21,403
Nomura International PLC Equities on Recognised Exchange	UK	481	—	—	—	—	—	—	553	553
Societe Generale Investment Grade Gilts	France	98	—	—	—	—	21	82	—	103
UBS AG Equities on Recognised Exchange	Switzerland	7,675	—	—	—	—	—	—	8,613	8,613
Total		79,551	—	70	3	7	1,109	34,187	53,678	89,054

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	1,326	Bank of New York Institutional Branch	—	10,145
EUR	21,654	Bank of New York Mellon (London Branch)	45,234	—
GBP	15,561	Euroclear	7,761	—
JPY	19,296	JP Morgan	25,914	—
SEK	297			
USD	30,920			
Total	89,054	Total	78,909	10,145

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 4.78%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 10.66%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Multi-Asset Income Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Citigroup Global Markets Limited Investment Grade Gilts Equities on Recognised Exchange	UK	4,090	—	11	—	—	514	3,655	—	4,180
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	125	—	—	—	—	—	—	90	90
Credit Suisse Securities (USA) LLC Investment Grade Gilts	US	1,623	—	—	45	1	43	1,568	—	1,657
Deutsche Bank, AG Investment Grade Gilts	Germany	1	—	—	—	—	—	1	—	1
J.P. Morgan Securities LLC Investment Grade Gilts	U.S	1	—	—	—	—	—	1	—	1
JP Morgan Securities, Plc. Investment Grade Gilts Equities on Recognised Exchange	UK	626	—	—	—	—	—	321	—	321
Merrill Lynch International Investment Grade Gilts	UK	1,187	—	—	—	—	9	1,246	—	1,255
UBS AG Equities on Recognised Exchange	Switzerland	601	—	—	—	—	—	—	675	675
Total		8,254	—	11	45	1	566	6,792	1,283	8,698

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	57	Bank of New York Institutional Branch	—	166
DKK	44	Bank of New York Mellon (London Branch)	3,657	—
EUR	4,063	Euroclear	4,181	—
GBP	1,159	JP Morgan	694	—
JPY	196			
NOK	14			
SEK	65			
USD	3,100			
Total	8,698	Total	8,532	166

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 6.49%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 18.72%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Oriental Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	678	—	—	—	—	—	—	785	785
Credit Suisse Securities (USA) LLC Investment Grade Gilts	US	4,193	—	—	596	13	205	3,466	—	4,280
Deutsche Bank, AG Investment Grade Gilts	Germany	382	—	—	—	—	25	315	—	340
Equities on Recognised Exchange			—	—	—	—	—	—	84	84
HSBC Bank PLC Investment Grade Gilts	UK	71	—	—	—	—	—	76	—	76
Total		5,324	—	—	596	13	230	3,857	869	5,565

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	1	Bank of New York Institutional Branch	—	4,281
EUR	266	Bank of New York Mellon (London Branch)	1,284	—
GBP	161			
JPY	4			
USD	5,133			
Total	5,565	Total	1,284	4,281

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 5.44%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 13.91%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton Real Return Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Bank PLC Investment Grade Gilts Equities on Recognised Exchange	UK	262,512	—	—	—	193	1,166	11,621	—	12,980
BNP Paribas Investment Grade Gilts Equities on Recognised Exchange	France	60,812	—	—	—	—	—	—	275,120	275,120
CREDIT SUISSE AG Investment Grade Gilts Equities on Recognised Exchange	Switzerland	2,843	—	—	—	—	77	63,213	—	63,290
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	14,994	—	—	—	—	—	—	—	620
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	364,374	—	—	—	—	—	—	2,655	2,655
Deutsche Bank, AG Equities on Recognised Exchange	Germany	28,844	—	—	—	—	—	—	16,823	16,823
Goldman Sachs International Investment Grade Gilts Equities on Recognised Exchange	UK	36,234	—	—	—	—	—	—	400,816	400,816
HSBC Bank PLC Equities on Recognised Exchange	UK	155,602	—	—	—	—	—	—	32,829	32,829
JP Morgan Securities, Plc. Investment Grade Gilts Equities on Recognised Exchange	UK	83,240	21,388	—	—	—	—	—	38,051	38,051
Merrill Lynch International Investment Grade Gilts Equities on Recognised Exchange	UK	662	—	—	—	—	—	—	171,163	171,163
NatWest Markets PLC Investment Grade Gilts Equities on Recognised Exchange	UK	1,407	—	—	70	—	2	625	—	697
Nomura International PLC Investment Grade Gilts Equities on Recognised Exchange	UK	5,181	—	10	7	—	68	1,367	—	1,452
Skandinaviska Enskilda Banken AB Equities on Recognised Exchange	Sweden	15,939	—	347	71	30	796	4,053	—	5,297
Societe Generale Equities on Recognised Exchange	France	12,726	—	—	—	—	—	—	17,838	17,838
UBS AG Equities on Recognised Exchange	Switzerland	5,246	—	—	—	—	—	—	13,999	13,999
Total		1,050,616	21,388	357	148	223	2,283	144,880	986,989	1,156,268

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(continued)

Securities Lending (continued)

Newton Real Return Fund	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
AUD	4,756	Bank of New York Institutional Branch	—	2,192
CAD	1	Bank of New York Mellon (London Branch)	700,682	—
CHF	6,048	Euroclear	356,643	—
EUR	311,537	JP Morgan	96,751	—
GBP	209,932			
JPY	52,260			
NOK	835			
NZD	233			
USD	570,666			
Total	1,156,268	Total	1,154,076	2,192

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 11.51%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 34.36%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme

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(continued)

Securities Lending (continued)

Newton UK Equity Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
BNP Paribas Arbitrage Equities on Recognised Exchange	France	15,072	—	—	—	—	—	—	16,584	16,584
Citigroup Global Markets Limited Equities on Recognised Exchange	UK	1,711	—	—	—	—	—	—	1,920	1,920
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	1,218	—	—	—	—	—	—	1,411	1,411
Deutsche Bank, AG Equities on Recognised Exchange	Germany	3,133	—	—	—	—	—	—	3,566	3,566
HSBC Bank PLC Equities on Recognised Exchange	UK	120	—	—	—	—	—	—	132	132
JP Morgan Securities, Plc. Equities on Recognised Exchange	UK	37	—	—	—	—	—	—	41	41
Societe Generale Investment Grade Gilts Exchange	France	225	—	—	—	—	38	199	—	237
Total		21,516	—	—	—	—	38	199	23,654	23,891

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	24	Bank of New York Mellon (London Branch)	23,850	—
EUR	939	JP Morgan	41	—
GBP	215			
JPY	17,337			
USD	5,376			
Total	23,891	Total	23,891	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 2.49%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 5.70%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton UK Income Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Capital Securities Limited Equities on Recognised Exchange	UK	528	—	—	—	—	—	—	665	665
BNP Paribas Arbitrage Equities on Recognised Exchange	France	26,219	—	—	—	—	—	—	28,848	28,848
ING Bank NV Equities on Recognised Exchange	Netherlands	2,776	—	—	—	—	—	—	3,088	3,088
Merrill Lynch International Investment Grade Gilts	UK	1,795	—	—	—	—	164	1,792	—	1,956
Societe Generale Investment Grade Gilts	France	1,158	—	—	—	—	193	773	—	966
Equities on Recognised Exchange			—	—	—	—	—	—	266	266
Total		32,476	—	—	—	—	357	2,565	32,867	35,789

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	109	Bank of New York Mellon (London Branch)	35,789	—
EUR	2,416			
GBP	1,244			
JPY	29,503			
USD	2,517			
Total	35,789	Total	35,789	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 2.12%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 5.15%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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(continued)

Securities Lending (continued)

Newton UK Opportunities Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
BNP Paribas Arbitrage Equities on Recognised Exchange	France	4,546	—	—	—	—	—	—	5,002	5,002
Credit Suisse Securities (Europe) Limited Equities on Recognised Exchange	UK	2,323	—	—	—	—	—	—	2,691	2,691
HSBC Bank PLC Equities on Recognised Exchange	UK	336	—	—	—	—	—	—	371	371
ING Bank NV Equities on Recognised Exchange	Netherlands	16	—	—	—	—	—	—	18	18
JP Morgan Securities, Plc. Equities on Recognised Exchange	UK	1,952	—	—	—	—	—	—	2,178	2,178
Societe Generale Investment Grade Gilts	France	2,220	—	—	—	—	272	1,429	—	1,701
Equities on Recognised Exchange			—	—	—	—	—	—	666	666
Total		11,393	—	—	—	—	272	1,429	10,926	12,627

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CHF	123	Bank of New York Mellon (London Branch)	10,449	—
EUR	2,931	JP Morgan	2,178	—
GBP	759			
JPY	5,926			
USD	2,888			
Total	12,627	Total	12,627	—

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 2.72%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 7.64%. Total lendable assets represents the aggregate value of asset type forming part of the Sub-fund's securities lending programme.

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Securities Lending (continued)

The Boston Company US Opportunities Fund			Maturity tenor of Collateral							
Counterparty borrower and collateral type Received	Country of Incorporation	Total Securities on loan £'000	1 day £'000	2 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
Barclays Bank PLC Investment Grade Gilts	UK	557	—	—	—	—	23	547	—	570
Credit Suisse Securities (Europe) Limited Investment Grade Gilts	UK	2,568	—	—	—	—	26	159	—	185
Equities on Recognised Exchange			—	—	—	—	—	—	2,771	2,771
Credit Suisse Securities (USA) LLC Investment Grade Gilts	US	1,320	—	—	188	4	65	1,091	—	1,348
Deutsche Bank, AG Investment Grade Gilts	Germany	3,660	—	—	—	—	100	1,264	—	1,364
Equities on Recognised Exchange			—	—	—	—	—	—	2,757	2,757
HSBC Bank PLC Investment Grade Gilts	UK	3,186	—	—	—	—	—	360	—	360
Equities on Recognised Exchange			—	—	—	—	—	—	3,145	3,145
J.P. Morgan Securities LLC Investment Grade Gilts	U.S	3,008	—	—	29	—	340	2,704	—	3,073
Merrill Lynch International Investment Grade Gilts	UK	693	—	—	—	—	5	728	—	733
Morgan Stanley & Co. LLC Investment Grade Gilts	US	999	—	—	—	—	1	1,018	—	1,019
Societe Generale Equities on Recognised Exchange	France	824	—	—	—	—	—	—	912	912
UBS AG Equities on Recognised Exchange	Switzerland	3,268	—	—	—	—	—	—	3,667	3,667
Total		20,083	—	—	217	4	560	7,871	13,252	21,904

Currency of Collateral	Total Collateral £'000	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
CAD	1	Bank of New York Institutional Branch	—	6,010
CHF	330	Bank of New York Mellon (London Branch)	15,894	—
EUR	4,453			
GBP	2,406			
JPY	196			
USD	14,518			
Total	21,904	Total	15,894	6,010

The total value of securities on loan as a proportion of the Sub-fund's Net Asset Value, as at the balance sheet date, is 14.51%.

The total value of securities on loan as a proportion of the Sub-fund's total lendable assets, as at the balance sheet date, is 15.19%. Total lendable assets represents the aggregate value of assets types forming part of the Sub-fund's securities lending programme.

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Glossary

Term	Definition
Alpha	The excess return of a fund relative to the return of its comparative index.
Aviation finance	Financing for the purchase of aircraft, similar to a mortgage.
Asset-Backed Securities (ABS)	Pools of loans packaged and sold as securities – a process known as “securitisation”. Typically the assets backing these are home mortgages or credit card receivables.
Basic materials	The sector of companies involved in the discovery, development and processing of raw materials. The sector includes the mining and refining of metals, chemical products and forestry products.
Basis points (bps)	Basis point (BPS) refers to a common unit of measure for interest rates and other percentages in finance. One basis point is equal to 1/100th of 1%, or 0.01%, or 0.0001.
Bear market	An investor who believes the price of a stock or market will decrease over time.
Bear(s)/bearish	Bears are typically pessimistic about the state of a given market.
Bilateral deficit	Bilateral trade is the exchange of goods between two nations promoting trade and investment; bilateral deficits occur when net imports are higher than net exports.
Bull market	A market in which the prices of securities are rising, often characterised by investor optimism and confidence in continuing strong returns.
Bull(s)/bullish	A bull is an investor who is typically optimistic the price of a security or market will rise.
Capital outflows	The movement of assets out of a country.
Commercial Mortgage-Backed Securities (CMBS)	A type of security secured or backed by mortgages on commercial properties (not residential real estate).
Compound	The ability of an asset to generate earnings, which are then reinvested in order to generate their own earnings. In other words, compounding refers to generating earnings from previous earnings.
Consumer cyclicals	A category of stocks that rely heavily on the business cycle and economic conditions. Consumer cyclicals include industries such as automotive, housing, entertainment and retail.
Consumer discretionary	Goods and services considered non-essential by consumers but desirable if their income is sufficient to purchase them.
Consumer goods	Products bought for consumption by the average consumer eg. Clothing, food, and jewellery
Consumer non-cyclicals	Consumer goods where purchase is highly related to the state of the economy. They represent goods and services that are not considered necessities but discretionary purchases.
Consumer Price Index (CPI)	An index used to measure inflation, based on the prices in a basket of goods and services, meant to be representative of those we typically spend our money on.
Consumer staples	Goods and services that people are unable or unwilling to cut out of their budgets regardless of their financial situation.
Coupons	The interest paid on a bond by its issuer for the term of the security
Covered bonds	Covered bonds are debt securities issued by a financial institution and backed by a separate group of assets. As such, if the financial institution becomes insolvent, the bond is still 'covered'.
Credit	In this context it is synonymous with corporate bonds, debt issued by companies.
Credit spreads	The difference in yield between two bonds of similar maturity but different credit quality; for example if the 10-year Treasury (US government debt) is trading at a yield of 6% and a 10-year corporate bond is trading at a yield of 8%, the corporate bond is said to offer a 200-basis-point spread over the Treasury. Widening credit spreads indicate growing concern about the ability of borrowers to service their debt. Narrowing credit spreads indicate improving private creditworthiness. See also yield, basis points.
Current account	An important indicator of an economy's health. It is defined as the sum of the balance of trade (goods and services exports minus imports), net income from abroad, and net current transfers.

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Glossary (continued)

Term	Definition
Cyclical	A cyclical stock or industry is one deemed sensitive to the wider economy. As such its revenues are generally higher in periods of economic propriety and expansion and lower periods of economic downturn and contraction.
Default(s)	Default is the failure to pay interest or principal on a loan or security when due.
Default rates	A statistical measure expressing the percentage of issuers in a given fixed-income asset class that failed to make scheduled interest or principal payments in the prior 12 months. For example, if an asset class had 100 individual issuers and two of them defaulted in the prior 12 months, the default rate would be 2%.
Defensive	A defensive stock or industry is less sensitive to the wider economy, such that earnings and dividends are generally stable.
Deficits	The amount by which a resource falls short of a mark. Most often used to describe a difference between cash inflows and outflows.
Derivative	A financial security with a value that is reliant upon or derived from an underlying asset or group of assets. The derivative itself is a contract between two or more parties based upon the asset or assets. Its price is determined by fluctuations in the underlying asset. The most common underlying assets include stocks, bonds, commodities, currencies, interest rates and market indexes.
Dove(s)/dovish	A dove is an economic policy advisor who promotes monetary policies that involve low interest rates, based on the belief that low interest rates increase employment. Statements that suggest that inflation has few negative effects are called dovish.
Drawdown	A decline in an investment or fund.
Duration	A measure of the sensitivity of a fixed income security or bond fund to change in interest rates. The longer a bonds duration, the more sensitive it is to interest rate movements.
Eurozone	The economic region that contains all members of the European union that use the euro as currency.
Fading cyclical upturn	Fading market momentum.
Fiscal policy	Government policy on taxation, spending and borrowing.
Fundamentals (company)	A basic principle, rule, law, or the like, that serves as the groundwork of a system. A company's fundamentals are factors such as its business model, earnings, balance sheet and debt.
Fundamentals (economic)	A basic principle, rule, law, or the like, that serves as the groundwork of a system. Economic fundamentals are factors such as inflation, employment, economic growth.
Futures	Futures are financial contracts obligating the buyer to purchase an asset or the seller to sell an asset, such as a physical commodity or a financial instrument, at a predetermined future date and price. Futures contracts detail the quality and quantity of the underlying asset, they are standardised to facilitate trading on futures exchanges.
G7	A group of 7 countries (Canada, France, Germany, Italy, Japan, the United Kingdom, and the United States) with the largest advanced economies in the world.
Gross Domestic Product (GDP)	Gross domestic product is a monetary measure of the market value of all goods and services produced in a given period of time.
General obligation securities	Municipal securities that are secured by the tax receipts of the issuing government body. Often in the event of default, general obligation bonds have a superior claim on a municipal's assets or tax receipts over other debt securities.
Gilt(s)	Fixed income security issued by the UK government.
Hawk(s)/hawkish	A hawk, also known as an inflation hawk, is a policymaker or advisor who is predominantly concerned with interest rates as they relate to fiscal policy. A hawk generally favours relatively high interest rates in order to keep inflation in check. In other words, hawks are less concerned with economic growth than they are with recessionary pressure brought to bear by high inflation rates.
Hedge(s)/hedged/hedging	A method of reducing unnecessary or unintended risk.

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Glossary (continued)

Term	Definition
High yield	Fixed income securities with a low credit rating that is considered to be at higher risk of default than better quality securities but have the potential for higher rewards.
International Monetary Fund (IMF)	An organisation working to foster global monetary cooperation, secure financial stability, facilitate international trade, promote high employment and sustainable economic growth, and reduce poverty around the world.
Inflation/Inflationary	The rate of increase in the cost of living. Inflation is usually quoted as an annual percentage, comparing the average price this month with the same month a year earlier.
Inflation protection	Investments that provide a hedge against the rise in prices of goods and services over time. An inflation protected portfolio, for example, will have assets that perform well in times higher inflation. An inflation protected investment will contain some type of adjustment mechanism that periodically ratchets the pay-outs up and down according to the rate of inflation.
Investment grade	Fixed income securities with a medium or high credit rating that are considered to be at lower risk from default than those issued with lower credit ratings.
Lead economic indicators	An indicator of the direction of travel for the economy that reacts before the economy moves in that direction.
Leverage	When referring to a company, leverage is the level of a company's debt in relation to its assets. A company with significantly more debt than capital is considered to be leveraged. It can also refer to a fund that borrows money or uses derivatives to magnify an investment position.
Liquidity	Liquidity describes the degree to which an asset or security can be quickly bought or sold in the market without affecting its price. Market liquidity refers to the extent to which a market, such as a country's stock market, allows assets to be bought and sold at stable prices.
Long	Refers to ownership of a security held in the expectation that the security will rise in value
Macroeconomic	The performance and behaviour of an economy, including factors such as economic output, unemployment, inflation and investment.
Maturity/maturities	The length of time until the initial investment amount of a fixed income security is due to be repaid to the holder of the security.
Merger and Acquisition(s) (M&A)	The buying, selling, dividing and combining of different companies.
Monetary policy	A central bank's regulation of money in circulation and interest rates.
Monetary stimulus	An attempt by a government to make the economy grow faster by increasing the money supply (the amount of money in the economy) or lowering interest rates.
Non-farm payrolls	Nonfarm payroll is a term used in the U.S. to refer to any job with the exception of farm work, unincorporated self-employment and employment by private households, non-profit organizations and the military and intelligence agencies.
Option(s)	Financial contracts that offer the right, but not the obligation, to buy or sell an asset at a given price on or before a given date in the future.
Put option(s)	An option contract giving the owner the right, but not the obligation, to sell a specified amount of an underlying security at a specified price within a specified time period.
Quantitative easing	A monetary policy whereby a central bank buys predetermined amounts of government bonds or other financial assets in order to stimulate the economy and increase liquidity.
Quantitative tightening	When central banks raise interest rates or sell securities on the open market to decrease the money in circulation.
Quasi-government	A type of corporation in the private sector that is backed by a branch of government. Most quasi-public corporations begin as government agencies and then become separate entities.

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Glossary (continued)

Term	Definition
Range-trading	Range trading is an attempt to identify ranges, predict how a currency or asset will behave, and profit from such expectations.
Real assets	Real assets are tangible physical assets (eg a property or land). Real assets include precious metals, commodities, infrastructure, real estate, agricultural land, machinery and oil.
Revenue bonds	Municipal bonds that finance income-producing projects and are secured by a specified revenue source. Typically, revenue bonds can be issued by any government agency or fund that is managed in the manner of a business, such as entities having both operating revenues and expenses.
Risk asset(s)	A risk asset is any asset that carries a degree of risk. Risk asset generally refers to assets that have a significant degree of price volatility, such as equities, commodities, high yield bonds and currencies.
'Safe haven'	Refers to assets that investors perceive to be relatively safe from suffering a loss in times of market turmoil.
Security/Securities	A tradable financial asset such as a share in a company or a fixed income security also known as a bond.
Securitised bonds	Securitisation is the financial practice of pooling various types of contractual debt such as residential mortgages, commercial mortgages, auto loans or credit card debt obligations and selling their related cash flows to third party investors as securities.
Short	A way for a fund manager to express his or her view that the market or security might fall in value.
Spread(s)	The difference between the yield of a corporate bond, and a government bond with the same maturity. Yield refers to the income received from an investment and is expressed as a percentage of the investment's current market value.
Standard deviation	A statistical measure of dispersion of a set of data from its mean.
Sub-investment grade	Fixed income securities issued with a low rating. They are considered to be at higher risk of default.
Subordinated debt	A loan or security that ranks below other loans or securities with regard to claims on assets or earnings.
Tapering	The reduction of the bank's quantitative easing or bond buying programmes.
Total return	The term for the gain or loss derived from an investment over a particular period. Total return includes income (in the form of interest or dividend payments) and capital gains.
Treasury/Treasuries	U.S. government debt security with a maturity of more than 10 years. Treasury bonds make interest payments semi-annually.
Unhedged	A position not balanced by a compensating contract or transaction.
Volatile/volatility	Large and/or frequent moves up or down in the price or value of an investment or market.
Yield(s)	The interest received from a bond or the dividends received from a share. It is usually expressed as a percentage based on the investment's costs, its current market value or its face value.
Yield curve	A yield curve is a line that plots the interest rates, at a set point in time, of bonds having equal credit quality but differing maturity dates.
Yield-to-worst	The lowest potential yield that can be received on a bond without the issuer defaulting. This metric is used to evaluate the worst-case scenario for yield to help investors manage risks and ensure that specific income requirements will still be met even in the worst scenarios.

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BNY Mellon Fund Managers Limited
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