# Jupiter Monthly Alternative Income Fund

For the six months ended 30 September 2019

# INTERIM

Report & Accounts (unaudited)



ON THE PLANET TO PERFORM



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# Fund Information

#### Manager, Registrar and Administrator

Jupiter Unit Trust Managers Limited PO Box 10666 Chelmsford CM99 2BG

#### Tel: 0800 561 4000 Fax: 0800 561 4001

www.jupiteram.com

Registered Address: The Zig Zag Building, 70 Victoria Street, London SWIE 6SQ Authorised and regulated by the Financial Conduct Authority.

#### Trustee

National Westminster Bank plc (Prior to 1 June 2019) Trustee and Depositary Services Floor 1 280 Bishopsgate London EC2M 4RB Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and by the Prudential Regulation Authority.

Northern Trust Global Services SE (UK branch)

(From 1 June 2019) 50 Bank Street Canary Wharf London E14 5NT

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

#### **Investment Adviser**

Jupiter Asset Management Limited The Zig Zag Building 70 Victoria Street London SWIE 6SQ Authorised and regulated by the Financial Conduct Authority.

#### **Independent Auditors**

PricewaterhouseCoopers LLP Atria One 144 Morrison Street Edinburgh EH3 8EX

#### Directors

The Directors of Jupiter Unit Trust Managers Limited are:

R Corfield P M Moore J Singh

N Ring\*

K Baillie\*\*

#### T Scholefield\*\*

P Wagstaff\*\*\*

\*Resigned 31 May 2019 \*\*Independent. Appointed 1 May 2019 \*\*\*Appointed 31 July 2019

It is the intention of Jupiter Unit Trust Managers Limited to make this Report & Accounts available on their website. The maintenance and integrity of the Jupiter Unit Trust Managers Limited website is the responsibility of the Directors; the work carried out by the auditors of the Jupiter Monthly Alternative Income Fund does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

#### Fund Information (continued)

#### **Investment Objective**

To provide a level of income, net of fees, that is at least 3% per annum higher than the Consumer Price Index, together with prospects of capital growth over the long term (at least five years).

#### **Investment Policy**

At least 70% of the Fund is invested in shares of closed-ended investment companies listed on the London Stock Exchange that offer a range of exposures, particularly to alternative asset classes. Up to 30% of the Fund may be invested in other assets, including shares of other companies, open-ended funds (including funds managed by Jupiter and its associates), cash and near cash.

The Manager has the power to use derivatives but it is intended that these will only be used for efficient portfolio management and not for investment purposes.

#### Benchmark

The Consumer Price Index is an inflationary indicator published monthly by the UK Office for National Statistics that measures the change in the cost of a fixed basket of products and services, including housing, electricity, food, and transportation and is a good relative measure to assess real capital appreciation.

The fund changed its name from the Jupiter Monthly Income Fund to the Jupiter Monthly Alternative Income Fund on 19 March 2019.

#### Status

The Fund operates under the Investment Funds Sourcebook (FUND) where applicable and the Collective Investment Schemes Sourcebook (COLL) of the Financial Conduct Authority. The Fund is an authorised unit trust scheme under Section 237 of the Financial Services and Markets Act 2000 and is a UCITS scheme as defined in the COLL rules.

The Fund is a qualifying fund for inclusion within a stocks and shares Individual Savings Account (ISA). It is the Manager's intention to continue to manage the affairs of the Fund in order to meet the qualifying requirements as outlined in current legislation.

#### Unit Classes

In addition to the basic class of units which are available to all types of investors, the Fund also offers I-Class units which are available to investors who invest a minimum of £5,000,000. Further details are available from the Manager on request. Please note that in order to distinguish between the unit classes within the Fund they are defined in this report as either Retail Units (non I-Class) or I-Class Units. The unit types associated with each unit class are disclosed in the Comparative Tables on page 5.

#### **Fund Accounting Services**

With effect from 15 October 2019 delegation for performing fund accounting services moved from HSBC Securities Services (UK) Limited to Northern Trust Global Services SE.

#### Cumulative Performance (% change to 30 September 2019)

	6 months	1 year	3 years	5 years
Percentage Growth	4.2	3.8	22.1	45.0
CPI + 3%*	2.6	4.5	16.9	25.0

Source: FE, I-Class Units, NAV to NAV or bid to NAV dependent on the period of reporting, all performance is net of fees with net income reinvested. Past performance is no guide to the future. \*Target benchmark

This document is for informational purposes only and is not investment advice. Market and exchange rate movements can cause the value of an investment to fall as well as rise, and you may get back less than originally invested. We recommend you discuss any investment decisions with a financial adviser, particularly if you are unsure whether an investment is suitable. Jupiter is unable to provide investment advice. Current tax levels and reliefs will depend on your individual circumstances and are subject to change in the future. Past performance is no guide to the future. **The Fund invests in geared investment trusts. These trusts fluctuate** in value by large amounts and therefore the value of the Fund may rise and fall by large amounts over short periods of time. Such shares are highly geared, which has the effect of accentuating any gains or losses made. In difficult market conditions, reduced liquidity in markets may make it harder for the manager to sell assets at the quoted price. This could have a negative impact on the value of your investment. The level of income payments may fluctuate in value. Most of the closed-ended funds in which the Fund invests are smaller companies. Such companies may be more volatile and may be less liquid than larger companies A portion of the fund's expenses are charged to capital, which can reduce the potential for capital growth. The Key Investor Information Document, Supplementary Information Document and Scheme Particulars are available from Jupiter on request. This fund can invest more than 35% of its value in securities issued or guaranteed by an EEA state. For definitions please see the glossary at jupiteram. Come Sont and are not a recommendation to buy or sell. Quoted yields are not guaranteed and may change in the future. Jupiter Unit Trust Managers Limited is authorised and regulated by the Financial Conduct Authority and their registered address is The Zig Zag Building, 70 Victoria Street, London, SWIE 65Q.

# INTERIM REPORT

Jupiter Monthly Alternative Income Fund

For the six months ended 30 September 2019

### Investment Report

#### **Performance Review**

For the six months ended 30 September 2019, the total return on the units was 4.2%\*, compared to 2.6% for its target benchmark the Consumer Price Index (CPI) +3% per annum (p.a.) over rolling three years. Over five years the fund returned 45%\* compared to 25%\* for its target benchmark the CPI +3% p.a. over rolling three years.

The total of monthly distributions paid to holders of Retail income units in respect of the period under review amounted to 0.61 pence per unit (Retail accumulation units 2.4207 pence per unit) compared to 0.65 pence per unit (Retail accumulation units 2.4639 pence per unit) paid for the same period last year. The total of monthly distributions paid to holders of I-Class income units in respect of the period under review amounted to 0.61 pence per unit (I-Class accumulation units 2.47171 pence per unit) compared to 0.66 pence per unit (I-Class accumulation units 2.4984 pence per unit) for the same period last year.

\*Source: FE, NAV to NAV or bid to NAV dependent on the period of reporting, all performance is net of fees with net income reinvested. The statistics disclosed above relate to I-Class Units unless otherwise stated.

#### **Market Review**

It was a turbulent period for global asset markets. Concerns over the effect on global growth of the intensifying trade war between the US and China caused setbacks in both May and August, although increasingly supportive policies from central banks across the developed and developing world helped many markets to close the six months with positive returns. The US Federal Reserve cut interest rates by 0.25% in July and September, the central bank's first cuts since 2008, while the European Central Bank reduced interest rates to -0.5% and reinstated its bond-buying programme. Overall, these conditions made the hunt for sustainable long-term sources of yield increasingly challenging.

#### **Policy Review**

The biggest contribution to performance over the period came from the fund's holding in The Renewables Infrastructure Group (TRIG), a trust that invests in a diversified portfolio of renewable energy infrastructure assets in the UK and Northern Europe. During the six months, TRIG added to its portfolio of assets, acquiring a 25% interest in the Gode Wind 1 offshore wind farm in Germany as well as two investments in onshore wind farms in France. In late September, it announced a plan to raise capital to help pay down debt and fund new acquisitions.

UK-focused Secure Income REIT also contributed positively to performance. The company specialises in holding properties on long-term leases underpinned by upwards-only rental terms. Results for the six months to the end of June included a 3.4% uplift in net asset value, with adjusted earnings per share jumping 30.6% compared to the same period in 2018. In July, the company sold a portfolio of eight hospitals to MPT, a US specialist healthcare REIT, for £347m – 16% above the book value at the end of June.

Greencoat UK Wind, an investment trust focused on wind farms in the UK, continued to be a highlight for the fund. During the six-month period, Greencoat announced it had raised a further £375m, boosting its market value to nearly \$2bn. LXi Real Estate Investment Trust (REIT) was another holding that undertook a successful fund raising. LXi REIT raised £200m in total, double its initial estimate, as its attractive offering of inflation-linked returns – backed by a portfolio of long leases – led to strong demand. LXi REIT used the proceeds to make a wide variety of acquisitions, including budget hotels and car parks in strong city locations, as well as a care home and waste management facility.

#### Investment Report (continued)

Phoenix Spree REIT was the largest detractor from performance. Shares of the London-listed property fund, which owns Berlin apartment blocks, tumbled after the Berlin authorities approved a five-year rent freeze. Aberforth Split Level Income Trust also disappointed. The company invests in small-cap UKquoted companies which it considers are selling below their intrinsic value. This value-led investment style has lagged popular growth and momentum stocks over recent months, although September saw a partial reversal in this trend which benefited the Trust. Hadrian's Wall Secured Investment Fund also had a negative impact on the fund's returns. The company, which specialises in commercial loans to small- and medium-sized businesses, was forced to make provisions against two loans to companies producing wood pellets.

During the period, we increased the fund's holding in the Hipgnosis Songs Fund, and added positions in Raven Property Group (Russian commercial property specialist), the Gresham House Energy Storage Fund (an investor in high yielding UK utility-scale energy storage systems) and the US Solar Fund (an investor in utility-scale solar with attractive dividends). These additions were funded from cuts to some of the fund's fixed income positions. Overall, we continued to transition the fund towards our objective of being a primarily alternative income portfolio by reducing further the exposure to equities, which now comprise approximately 10% of the fund.

The historic yield on the Jupiter Monthly Alternative Income Fund as at 30 September 2019 was 4.4%.\*

#### **Investment Outlook**

We continue to see some excellent investment opportunities amongst Alternatives – both new ideas and supporting some of our existing investee companies expand. The fund's largest exposure is to REITs where we particularly like some of the specialist companies with long leases that are linked to inflation. This gives us the chance to not only secure a long and visible income stream but also to gain some cushioning from the effects of inflation in the future. Finally, we continue to believe that the secure longdated cashflows available from a wide variety of alternative assets represents an attractive investment opportunity. As these investments tend to be illiquid, they cannot be typically accessed directly through a unit trust vehicle. The benefit of the Jupiter Monthly Alternative Income Fund is that it provides access to these assets via the investment company structure and our aim is to build a diversified portfolio of the highest quality sources of alternative income.

#### Richard Curling Fund Manager

\*Source: Jupiter. The Historic Yield reflects distributions declared over the past twelve months as a percentage of the mid-market unit price, as at 30 September 2019.

# Comparative Tables

#### Change in net assets per unit

		Retail Income				I -Class Income			
	30.09.19	31.03.19	31.03.18	31.03.17	30.09.19	31.03.19	31.03.18	31.03.17	
Opening net asset value per unit	30.16p	30.15p	30.94p	27.26p	31.94p	31.70p	32.25p	28.19p	
Return before operating charges*	1.38p	1.95p	1.15p	5.69p	1.46p	2.05p	1.23p	5.92p	
Operating charges	(0.26p)	(0.52p)	(0.54p)	(0.50p)	(0.15p)	(0.31p)	(0.32p)	(0.29p)	
Return after operating charges*	1.12p	1.43p	0.61p	5.19p	1.31p	1.74p	0.91p	5.63p	
Distributions on income unit	(0.61p)	(1.42p)	(1.40p)	(1.51p)	(0.61p)	(1.50p)	(1.46p)	(1.57p)	
Closing net asset value per unit	30.67p	30.16p	30.15p	30.94p	32.64p	31.94p	31.70p	32.25p	
*after direct transaction costs of:	0.00p	0.00p	0.00p	0.01p	0.00p	0.00p	0.00p	0.01p	
Performance									
Return after charges	3.71%	4.74%	1.97%	19.04%	4.10%	5.49%	2.82%	19.97%	
Other information									
Closing net asset value (£'000)	24,975	24,848	25,265	25,824	122,142	114,258	91,823	74,062	
Closing number of units	81,424,948	82,384,254	83,781,928	83,455,089	374,162,794	357,706,354	289,695,957	229,683,756	
Operating charges	1.69%	1.69%	1.70%	1.70%	0.94%	0.94%	0.95%	0.95%	
Direct transaction costs	0.01%	0.01%	0.01%	0.03%	0.01%	0.01%	0.01%	0.03%	
Prices									
Highest unit price	31.40p	31.68p	34.46p	33.59p	33.35p	33.40p	34.21p	33.28p	
Lowest unit price	30.36p	29.20p	30.38p	26.67p	32.16p	30.91p	31.99p	27.72p	

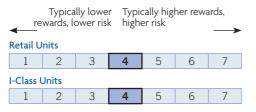
## Change in net assets per unit

		Retail Acc	cumulation			I-Class Accumulation		
	30.09.19	31.03.19	31.03.18	31.03.17	30.09.19	31.03.19	31.03.18	31.03.17
Opening net asset value per unit	118.73p	113.33p	111.65p	93.47p	125.61p	118.99p	116.12p	96.47p
Return before operating charges*	5.47p	7.39p	3.66p	19.95p	5.78p	7.79p	4.02p	20.67p
Operating charges	(1.04p)	(1.99p)	(1.98p)	(1.77p)	(0.61p)	(1.17p)	(1.15p)	(1.02p)
Return after operating charges*	4.43p	5.40p	1.68p	18.18p	5.17p	6.62p	2.87p	19.65p
Distributions on accumulation unit	(2.42p)	(5.45p)	(5.11p)	(5.27p)	(2.42p)	(5.74p)	(5.35p)	(5.48p)
Retained distributions on accumulation unit	2.42p	5.45p	5.11p	5.27p	2.42p	5.74p	5.35p	5.48p
Closing net asset value per unit	123.16p	118.73p	113.33p	111.65p	130.78p	125.61p	118.99p	116.12p
*after direct transaction costs of:	0.01p	0.01p	0.01p	0.03p	0.01p	0.02p	0.01p	0.03p
Performance								
Return after charges	3.73%	4.76%	1.50%	19.45%	4.12%	5.56%	2.47%	20.37%
Other information								
Closing net asset value (£'000)	9,410	9,404	9,157	9,590	75,484	67,419	50,066	35,027
Closing number of units	7,640,705	7,920,154	8,080,209	8,589,107	57,719,182	53,673,129	42,074,868	30,165,387
Operating charges	1.69%	1.69%	1.70%	1.70%	0.94%	0.94%	0.95%	0.95%
Direct transaction costs	0.01%	0.01%	0.01%	0.03%	0.01%	0.01%	0.01%	0.03%
Prices								
Highest unit price	124.72p	120.70p	126.38p	119.29p	132.27p	127.11p	125.89p	118.01p
Lowest unit price	119.53p	113.28p	111.55p	92.15p	126.46p	119.40p	116.12p	95.58p

# Comparative Tables (continued)

#### **Risk and reward indicator**

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.



- The lowest category does not mean 'no risk'. Some risk will still be present in funds with a risk and reward rating of 1.
- The Fund is in this category due to the nature of its investments and previous levels of volatility (how much the value of the Fund rises and falls).

#### Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

Charges taken from the Fund over the six months (annualised) to:	30.09.19	30.09.18
Ongoing charges for Retail Units	1.69%	1.69%
Ongoing charges for I-Class Units	0.94%	0.94%

# Portfolio Statement

# As at 30 September 2019

Holding	Investment	Market value £	Total net assets
	UNITED KINGDOM – 57.18% (63.89%)	L	/0
	Equity Investment Instruments – 20.92% (27.55%)		
1,050,094	Aberdeen Asian Income Fund	2,236,700	0.96
1,764,260	Aberforth Split Level Income	1,287,910	0.56
3,376,025	Apax Global Alpha	5,064,038	2.18
3,500,000	Aquila European Renew	3,325,000	1.43
300,000	BlackRock World Mining Trust	1,071,000	0.46
3,500,000	Blackstone/GSO Loan Financing	2,399,714	1.03
513,500	British & American Investment Trust	169,455	0.07
439,484	City Natural Resources High Yield Trust	388,504	0.17
3,250,000	European Assets Trust	3,315,000	1.43
1,175,000	Fidelity Special Values Investment Trust	3,055,000	1.32
4,926,776	Greencoat UK Wind	7,074,850	3.05
1,850,000	Henderson High Income Trust	3,191,250	1.38
1,800,000	Infrastructure India	23,400	0.01
655,000	INVESCO Income Growth Investment Trust	1,775,050	0.77
1,090,000	JP Morgan Income & Growth Investment Trust*∆	-	0.00
3,000,000	Jupiter Emerging & Frontier Income Trust <sup>†</sup>	2,916,000	1.26
4,060,654	Jupiter Second Split Trust Geared Growth <sup>†∗∆</sup>	-	0.00
1,000,000	Middlefield Canadian Income Trust (Preferred Shares)	1,000,000	0.43
533,872	Princess Private Equity	4,581,404	1.97
528,621	Schroder Oriental Income Fund	1,342,697	0.58
4,000,000	SDCL Energy Efficiency Income Trust	4,320,000	1.86
		48,536,972	20.92
	Non Equity Investment Instruments – 6.16% (6.93%)		
6,177,633	Biopharma Credit	5,088,288	2.19
5,645,000	BMO UK High Income Trust	5,193,400	2.24
4,003,845	RM Secured Direct Lending	4,003,845	1.73
		14,285,533	6.16
	Real Estate – 27.75% (25.95%)		
1,060,602	3I Infrastructure	3,128,776	1.35
1,603,357	BB Healthcare Trust	2,028,247	0.87
1,071,428	GCP Student Living	1,829,999	0.79
1,970,406	HICL Infrastructure	3,274,815	1.41
155,238	Honeycomb Investment Trust	1,598,951	0.69
2,676,482	Impact Healthcare REIT	2,944,130	1.27
4,494,842	LXi REIT	5,834,305	2.51
130,736	Pollen Street Secured Lending	1,056,347	0.46

# Portfolio Statement (continued)

Holding	Investment	Market value £	Total net assets %
	Real Estate - 27.75% (25.95%) (continued)		
3,171,197	Primary Health Properties	4,205,007	1.81
3,336,415	PRS REIT	2,902,681	1.25
3,254,489	Real Estate Credit Investments	5,434,997	2.34
1,500,000	Residential Secure REIT	1,365,000	0.59
1,089,131	Secure Income REIT	4,901,090	2.11
1,778,063	SME Loan Fund	1,618,037	0.70
4,009,207	Supermarket Income REIT	4,169,575	1.80
5,555,458	Target Healthcare REIT	6,333,222	2.73
800,000	TR Property Investment Trust	3,376,000	1.45
1,910,000	Triple Point Social Housing REIT	1,783,940	0.77
1,770,930	Tritax Big Box REIT	2,647,540	1.14
2,000,000	Tritax Euro Box REIT	1,892,000	0.82
2,000,000	Warehouse REIT	2,060,000	0.89
		64,384,659	27.75
	General Financial – 2.35% (0.60%)		
1,089,108	Gresham House Energy Storage Fund	1,132,672	0.49
4,000,000	Riverstone Credit Opportunities	3,132,354	1.35
1,500,000	US Solar Fund	1,192,891	0.51
		5,457,917	2.35
	UK Fixed Interest – 0.00% (2.86%)		
	BERMUDA – 0.26% (0.41%)		
	Equity Investment Instruments – 0.26% (0.41%)		
3,250,000	CATCO Reinsurance Opportunities Fund	606,589	0.26
	CHANNEL ISLANDS – 17.42% (24.30%)		
	Equity Investment Instruments – 15.09% (24.30%)		
375,000	Doric Nimrod Air Two	671,250	0.29
567,857	EF Realisation Company	67,007	0.03
1,083,090	EJF Investments	1,787,099	0.77
4,121,696	GCP Asset Backed Income Fund	4,451,432	1.92
1,500,000	GCP Infrastructure Investments	1,899,000	0.82
1,743,500	Hadrian's Wall Secured Investment Fund	1,307,625	0.56
5,000,000	Hipgnosis Songs Fund	5,350,000	2.31
483,676	NB Private Equity Partners	5,465,539	2.36
4,571,995	The Renewables Infrastructure Group	5,769,858	2.49
6,461,359	Sequoia Economic Infrastructure Income Fund	7,469,331	3.22
		754 101	0.20
1,134,077	UK Mortgages	754,161	0.32

# Portfolio Statement (continued)

Holding	Investment	Market value £	Total net assets %
	Real Estate - 2.33% (0.00%)		
529,578	Phoenix Spree REIT	1,604,621	0.69
1,250,000	Standard Life Investments Property Income Fund	1,100,000	0.47
2,579,605	Stenprop REIT	2,708,585	1.17
		5,413,206	2.33
	GERMANY - 0.78% (0.77%)		
	Real Estate - 0.78% (0.77%)		
1,687,074	Summit Germany	1,820,890	0.78
	GUERNSEY - 13.15% (1.07%)		
	Equity Investment Instruments – 13.15% (1.07%)		
2,360,500	Amedeo Air Four Plus	1,959,215	0.84
2,500,000	Bluefield Solar Income Fund	3,275,000	1.41
4,293,902	Fair Oaks Income Fund	2,578,502	1.11
3,385,148	JLEN Enviornmental Assets	3,977,549	1.72
2,000,000	Raven Property Group 12% Preferred Shares	2,580,000	1.11
3,400,000	Raven Property Group 6.5% Preferred Shares	3,604,000	1.55
500,000	Tetragon Financial	5,031,242	2.17
5,913,042	Tufton Oceanic Assets	4,846,363	2.09
1,328,185	Twentyfour Select Monthly Income Fund	1,227,243	0.53
242,718	Volta Finance	1,438,688	0.62
		30,517,802	13.15
	IRELAND - 1.11% (1.52%)		
	Equity Investment Instruments – 1.11% (1.52%)		
673,987	Carador Income Fund	317,222	0.14
2,248,201	Greencoat Renewables	2,257,464	0.97
		2,574,686	1.11
	LUXEMBOURG - 1.36% (1.06%)		
	Non Equity Investment Instruments – 1.36% (1.06%)		
2,000,000	Bilfinger Berger Global Infrastructure SICAV	3,160,000	1.36
	MAURITIUS - 0.92% (1.00%)		
	Real Estate – 0.92% (1.00%)		
2,000,000	Grit Real Estate Income Group	2,126,106	0.92

Holding	Investment	Market value £	Total net assets %
	OVERSEAS FIXED INTEREST - 0.00% (0.80%)		
	CANADA – 0.00% (0.17%)		
	CHANNEL ISLANDS - 0.00% (0.25%)		
	FRANCE - 0.00% (0.09%)		
	IRELAND - 0.00% (0.19%)		
	NETHERLANDS - 0.00% (0.10%)		
	Total value of investments	213,876,662	92.18
	Net other assets	18,134,360	7.82
	Net assets	232,011,022	100.00

# Portfolio Statement (continued)

All holdings are ordinary shares or stock units unless otherwise stated.

The figures in brackets show allocations as at 31 March 2019.

\*Represents an unquoted security. The unquoted stocks with a nil value as they are currently suspended. The holdings will be removed from the portfolio if they appear on the HM Revenue & Custom's list of securities that have been formally classified as having no value. ^Represents an unapproved security.

 $^{\dagger}\!Represents$  an investment in a Jupiter Investment Management Group Limited product.

# Statement of Total Return

#### For the six months ended 30 September 2019

	Six months	to 30.09.19	Six months	to 30.09.18
	£	£	£	£
Income				
Net capital gains		4,292,989		7,118,784
Revenue	5,623,857		4,594,565	
Expenses	(1,201,837)		(1,067,297)	
Interest payable and similar charges	(6)		(3)	
Net revenue before taxation	4,422,014		3,527,265	-
Taxation	(10,500)		(19,658)	
Net revenue after taxation		4,411,514		3,507,607
Total return before distributions		8,704,503		10,626,391
Distributions		(4,220,566)		(3,949,199
Change in net assets attributable to unitholders from investment activities		4,483,937		6,677,192
			-	

# Statement of Change in Net Assets Attributable to Unitholders

#### For the six months ended 30 September 2019

	Six months to 30.09.19		Six months to 30.09.18	
	£	£	£	£
Opening net assets attributable to unitholders		215,928,782		176,311,292
Amounts receivable on issue of units	27,220,034		29,594,216	
Amounts payable on cancellation of units	(17,151,025)		(2,514,275)	
		10,069,009		27,079,941
Change in net assets attributable to unitholders from investment activities		4,483,937		6,677,192
Retained distribution on accumulation units		1,529,294		1,387,262
Unclaimed distributions		-		167
Closing net assets attributable to unitholders		232,011,022		211,455,854

# Balance Sheet

#### As at 30 September 2019

	30.09.19	31.03.19
	£	£
Assets		
Investments	213,876,662	204,733,574
Current Assets:		
Debtors	2,949,654	1,935,103
Short term deposits	7,600,000	3,300,000
Cash and bank balances	8,356,108	9,554,845
Total assets	232,782,424	219,523,522
Liabilities		
Creditors:		
Distribution payable	(501,147)	(1,219,528)
Other creditors	(270,255)	(2,375,212)
Total liabilities	(771,402)	(3,594,740)
Net assets attributable to unitholders	232,011,022	215,928,782

# Directors' Statement

#### **Jupiter Monthly Alternative Income Fund**

This report has been prepared in accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes Sourcebook and Investment Funds Sourcebook where applicable and the Statement of Recommended Practice issued by the Investment Association.

**Directors: Paula Moore, Rupert Corfield** 

Jupiter Unit Trust Managers Limited London 20 November 2019

# Notes to the Interim Financial Statements

For the six months ended 30 September 2019

#### 1. Accounting Policies

The interim financial statements have been prepared on the historical cost basis, as modified by the revaluation of investments, in compliance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook. They have been prepared in accordance with FRS 102 and the Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by The Investment Management Assosiation (now referred to as the Investment Association) in May 2014 (the 2014 SORP).

Unless otherwise stated all other accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2019 and are described in those financial statements.

#### 2. Financial Instruments

In pursuing its investment objectives the Fund holds a number of financial instruments. These comprise securities and other investments, cash balances, short term fixed deposits, bank overdrafts and debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable from issues and payable for cancellations and debtors for accrued revenue.

The Fund may enter into derivative transactions, the purpose of which will only be for efficient management of the Fund and not for investment purposes.

The Fund has little exposure to liquidity, counterparty and cash flow risk, these risks are not significant at current levels. The main risks it faces from its financial instruments are market price, credit, foreign currency and interest rate risk. The Manager reviews policies for managing these risk in pursuance of the Investment Objective and Policy as set out on page 2. These risks remain unchanged from the prior year.

Adherence to investment guidelines and to investment and borrowing powers set out in the Trust Deed, Scheme Particulars and in the rules of the Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer. Further information on the investment portfolio is set out in the Manager's Report and Portfolio Statement.

# Distribution Tables

#### For the month ended 30 April 2019

#### Distribution in pence per unit

Group 1: units purchased prior to 1 April 2019

Group 2: units purchased on or after 1 April 2019 to 30 April 2019

	Income	Equalisation	Distribution paid 24.05.19	Distribution paid 25.05.18
Retail Income Units				
Group 1	0.0600	-	0.0600	0.1100
Group 2	0.0251	0.0349	0.0600	0.1100

	Income	Equalisation	Distribution accumulated 24.05.19	Distribution accumulated 25.05.18
Retail Accumulation Units				
Group 1	0.2361	-	0.2361	0.4133
Group 2	0.0707	0.1654	0.2361	0.4133

	Income	Equalisation	Distribution paid 24.05.19	Distribution paid 25.05.18
I-Class Income Units				
Group 1	0.0600	-	0.0600	0.1100
Group 2	0.0161	0.0439	0.0600	0.1100

	Income	Equalisation	Distribution accumulated 24.05.19	Distribution accumulated 25.05.18
I-Class Accumulation Units				
Group 1	0.2359	-	0.2359	0.4129
Group 2	0.0635	0.1724	0.2359	0.4129

#### All Unit Types

The relevant information required by a corporate unitholder is as follows:

- Franked investment income 100.00%
- Annual payment 0.00% (non-foreign element)

#### For the month ended 31 May 2019

#### Distribution in pence per unit

Group 1: units purchased prior to 1 May 2019

Group 2: units purchased on or after 1 May 2019 to 31 May 2019

	Income	Equalisation	Distribution paid 27.06.19	Distribution paid 27.06.18
Retail Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution accumulated 27.06.19	Distribution accumulated 27.06.18
Retail Accumulation Units				
Group 1	0.4338	-	0.4338	0.4149
Group 2	0.1024	0.3314	0.4338	0.4149

	Income	Equalisation	Distribution paid 27.06.19	Distribution paid 27.06.18
I-Class Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution accumulated 27.06.19	Distribution accumulated 27.06.18
I-Class Accumulation Units				
Group 1	0.4333	-	0.4333	0.4143
Group 2	0.0000	0.4333	0.4333	0.4143

#### All Unit Types

The relevant information required by a corporate unitholder is as follows:

- Franked investment income 100.00%
- Annual payment 0.00% (non-foreign element)

#### For the month ended 30 June 2019

#### Distribution in pence per unit

Group 1: units purchased prior to 1 June 2019

Group 2: units purchased on or after 1 June 2019 to 30 June 2019

	Income	Equalisation	Distribution paid 26.07.19	Distribution paid 27.07.18
Retail Income Units				
Group 1	0.1100	-	0.1100	0.1000
Group 2	0.0000	0.1100	0.1100	0.1000
	Income	Equalisation	Distribution accumulated 26.07.19	Distribution accumulated 27.07.18
Retail Accumulation Units				
Group 1	0.4354	-	0.4354	0.3784
Group 2	0.0374	0.3980	0.4354	0.3784

	Income	Equalisation	Distribution paid 26.07.19	Distribution paid 27.07.18
I-Class Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution accumulated 26.07.19	Distribution accumulated 27.07.18
I-Class Accumulation Units				
Group 1	0.4348	-	0.4348	0.4157
Group 2	0.0000	0.4348	0.4348	0.4157

#### All Unit Types

The relevant information required by a corporate unitholder is as follows:

- Franked investment income 100.00%
- Annual payment 0.00% (non-foreign element)

#### For the month ended 31 July 2019

#### Distribution in pence per unit

Group 1: units purchased prior to 1 July 2019

Group 2: units purchased on or after 1 July 2019 to 31 July 2019

	Income	Equalisation	Distribution paid 27.08.19	Distribution paid 24.08.18
Retail Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution accumulated 27.08.19	Distribution accumulated 24.08.18
Retail Accumulation Units				
Group 1	0.4369	-	0.4369	0.4176
Group 2	0.1586	0.2783	0.4369	0.4176

	Income	Equalisation	Distribution paid 27.08.19	Distribution paid 24.08.18
I-Class Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution accumulated 27.08.19	Distribution accumulated 24.08.18
I-Class Accumulation Units				
Group 1	0.4362	-	0.4362	0.4171
Group 2	0.0000	0.4362	0.4362	0.4171

#### All Unit Types

The relevant information required by a corporate unitholder is as follows:

- Franked investment income 100.00%
- Annual payment 0.00% (non-foreign element)

#### For the month ended 31 August 2019

#### Distribution in pence per unit

Group 1: units purchased prior to 1 August 2019

Group 2: units purchased on or after 1 August 2019 to 31 August 2019

	Income	Equalisation	Distribution paid 27.09.19	Distribution paid 27.09.18
Retail Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution accumulated 27.09.19	Distribution accumulated 27.09.18
Retail Accumulation Units				
Group 1	0.4385	-	0.4385	0.4191
Group 2	0.0000	0.4385	0.4385	0.4191

	Income	Equalisation	Distribution paid 27.09.19	Distribution paid 27.09.18
I-Class Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution accumulated 27.09.19	Distribution accumulated 27.09.18
I-Class Accumulation Units				
Group 1	0.4377	-	0.4377	0.4185
Group 2	0.0000	0.4377	0.4377	0.4185

#### All Unit Types

The relevant information required by a corporate unitholder is as follows:

- Franked investment income 100.00%
- Annual payment 0.00% (non-foreign element)

#### For the month ended 30 September 2019

#### Distribution in pence per unit

Group 1: units purchased prior to 1 September 2019

Group 2: units purchased on or after 1 September 2019 to 30 September 2019

	Income	Equalisation	Distribution payable 25.10.19	Distribution paid 26.10.18
Retail Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution to be accumulated 25.10.19	Distribution accumulated 26.10.18
Retail Accumulation Units				
Group 1	0.4400	-	0.4400	0.4206
Group 2	0.0000	0.4400	0.4400	0.4206

	Income	Equalisation	Distribution payable 25.10.19	Distribution paid 26.10.18
I-Class Income Units				
Group 1	0.1100	-	0.1100	0.1100
Group 2	0.0000	0.1100	0.1100	0.1100

	Income	Equalisation	Distribution to be accumulated 25.10.19	Distribution accumulated 26.10.18
I-Class Accumulation Units				
Group 1	0.4392	-	0.4392	0.4199
Group 2	0.0000	0.4392	0.4392	0.4199

#### All Unit Types

The relevant information required by a corporate unitholder is as follows:

- Franked investment income 100.00%
- Annual payment 0.00% (non-foreign element)

# General Information (unaudited)

#### Advice to unitholders

In recent years investment related scams have become increasingly sophisticated and difficult to spot. We are therefore warning all our unitholders to be cautious so that they can protect themselves and spot the warning signs.

Fraudsters will often:

- contact you out of the blue
- apply pressure to invest quickly
- downplay the risks to your money
- promise tempting returns that sound too good to be true
- say that they are only making the offer available to you
- ask you to not tell anyone else about it

You can avoid investment scams by:

- Rejecting unexpected offers Scammers usually cold call but contact can also come by email, post, word of mouth or at a seminar. If you have been offered an investment out of the blue, chances are it's a high risk investment or a scam.
- Checking the FCA Warning List Use the FCA Warning List to check the risks of a potential investment. You can also search to see if the firm is known to be operating without proper FCA authorisation.
- Getting impartial advice Before investing get impartial advice and don't use an adviser from the firm that contacted you.

If you are suspicious, report it

- You can report the firm or scam to the FCA by contacting their Consumer Helpline on 0800 111 6768 or using their online reporting form.
- If you have lost money in a scam, contact Action Fraud on 0300 123 2040 or www.actionfraud.police.uk

For further helpful information about investment scams and how to avoid them please visit www.fca.org.uk/ scamsmart

Jupiter continues to monitor developments in the Brexit negotiations and Jupiter's overarching aim is to ensure continuity of its business for all of its clients, and plans are in place to manage risks associated with Brexit, both 'hard' and 'soft'.

#### **Responsible Stewardship**

Jupiter believes that responsible stewardship is an important issue and aims to act in the best interests of all its stakeholders by engaging with the companies that it invests in, and by exercising its voting rights with care. We believe companies with high standards of corporate responsibility, governance and sustainable business practices create an appropriate culture to enhance good investment performance. Jupiter's Corporate Governance and Voting Policy and its compliance with the UK Stewardship Code, together with supporting disclosure reports are available at www.jupiteram.com



Jupiter Unit Trust Managers Limited, PO Box 10666, Chelmsford CM99 2BG Tel: 0800 561 4000 Fax: 0800 561 4001 www.jupiteram.com

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