

# HL MULTI-MANAGER BALANCED MANAGED TRUST

## Interim Report & Financial Statements

for the six month period to 31st March 2020 (unaudited)

# Directory

## Manager:

Hargreaves Lansdown Fund Managers Limited  
One College Square South  
Anchor Road  
Bristol BS1 5HL  
Telephone: 0117 900 9000 (Enquiries)

***Authorised and Regulated by the Financial Conduct Authority***

## Directors of the Manager:

R J Byett  
L N Gardhouse  
C F Hill (resigned 5th December 2019)  
P M Johnson  
S P Robertson\*  
J E Styles (resigned 9th October 2019)\*  
J A Troiano (appointed 1st January 2020)\*  
C J Worle (resigned 6th December 2019)

\*Non-Executive Directors

## Sub-Adviser:

Jupiter Asset Management Limited (appointed 20th January 2020)  
Zig Zag Building  
70 Victoria Street  
London SW1 6SQ

***Authorised and Regulated by the Financial Conduct Authority***

Artemis Investment Management LLP  
57 Cassini House  
St James's Street  
London SW1A 1LD

***Authorised and Regulated by the Financial Conduct Authority***

## Trustee and Depositary:

Northern Trust Global Services SE, UK Branch  
50 Bank Street  
Canary Wharf  
London E14 5NT

***(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority)***

## Dealing and Registration:

Northern Trust Global Services SE, UK Branch  
P.O. Box 3733  
Royal Wootton Bassett  
Swindon SN4 4BG  
Telephone: 0333 300 0360  
Fax: 020 7982 3924

## Auditor:

Ernst & Young LLP  
25 Churchill Place  
London E14 5EY

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# Manager's Investment Report

## For the half year ended 31st March 2020

### Investment Objective

The investment objective of the HL Multi-Manager Balanced Managed Trust (the "Trust") is to provide long term capital growth.

### Investment policy

The Trust will seek to invest, either directly or indirectly via other collective investment schemes and exchange traded funds, in a broad spectrum of equities and/or floating and fixed interest securities. In the equity segment of the portfolio, the Trust has the flexibility to invest in smaller companies and overseas markets in addition to larger companies and UK markets. In the floating and fixed interest segment of the portfolio, the Trust will pursue investments in UK and overseas government, corporate or high yield bonds. However, the Trust is not limited to these asset types and will select equities and/or floating and fixed interest securities for their long term potential. There are no overall constraints in terms of duration and credit ratings.

The Trust may from time to time be invested principally in other (regulated and unregulated) collective investment schemes, subject to the Rules for Non-UCITS Retail Schemes. The underlying funds in which the Trust will invest will generally be established in Europe (including the UK, Jersey and Guernsey).

In addition, the Trust may, directly or indirectly, invest in other transferable securities (including closed ended funds), money market instruments, deposits and warrants to the extent permitted for Non-UCITS Retail Schemes under the Rules. The Trust may also use derivative instruments and forwards transactions for the limited purposes of efficient portfolio management, including hedging.

It is intended that the assets of the Trust will be managed so that it is eligible for quotation within The Investment Association (IA)'s "Mixed Investment 40-85% Shares" Sector. This means that the Trust shall target investment in a range of assets with the minimum equity exposure set at 40% and maximum equity exposure restricted to 85%. The assets should be at least 50% invested in established market currencies (US Dollar, Sterling (GBP), and Euro) of which 25% must be Sterling-denominated investments. Further details may be found on The Investment Association's website [www.theinvestmentassociation.org](http://www.theinvestmentassociation.org).

In order to achieve the investment objective of the Trust, the Manager may allocate all or a portion of the Trust's assets to one or more Sub-Advisers. Each Sub-Adviser will use its own methodology for managing its allocated portion of the Trust's portfolio, subject at all times to the Manager's oversight and the Trust's investment objective and policy as outlined above. The Manager may, at its discretion, choose to retain the investment management of some or all of the Trust's portfolio.

### Performance review

Over the six month period to 31st March 2020, the price of the accumulation units decreased from 239.64 pence to 199.76 pence, which represents a fall of 16.64%. Over the same period the IA Mixed Investment 40-85% Shares peer group returned an average of -13.70%. Uncertainty surrounding the impact of COVID-19 has caused stock markets to fall around the world, at the time of writing, action is being taken by governments and central banks to bolster economies.

Since the close of the initial offer period (5th January 2001) to 31st March 2020, the price of the accumulation units has increased from 100.00 pence to 199.76 pence, which represents a rise of 99.76%. Over the same period the IA Mixed Investment 40-85% peer group returned an average of 97.36%.

	31/03/15 to 31/03/16	31/03/16 to 31/03/17	31/03/17 to 31/03/18	31/03/18 to 31/03/19	31/03/19 to 31/03/20
HL Multi-Manager Balanced Managed Trust	-1.5%	20.7%	0.7%	2.0%	-13.1%
IA Mixed Investment 40-85% Shares	-2.9%	17.6%	1.6%	4.2%	-8.3%

Past performance is not a guide to future returns.

# Manager's Investment Report (continued)

## For the half year ended 31st March 2020

### Performance review (continued)

*Source: Lipper for Investment Management to 31/03/2020, Total Return Net Distribution Re-invested, Bid to Bid from 31/03/2015 to 31/03/2018. Bid to NAV from 31/03/2018 to 31/03/2020.*

The top ten purchases and sales during the year were as follows:

Purchases	£'000	Sales	£'000
AXA WF Framlington UK	55,048	M&G Recovery	49,852
M&G Global Macro Bond	28,953	TM Sanditon European	49,695
Man GLG Japan Core Alpha	17,187	AXA WF Framlington UK	42,919
TM CRUX European Special Situations	14,992	J O Hambro Japan Dividend Growth	24,283
First State Asia All-Cap	12,024	M&G UK Inflation Linked Corporate	
Comgest Growth Emerging Markets	6,938	Bond	23,259
BNY Mellon Real Return	6,809	Invesco Tactical Bond	9,848
Barings Europe Select	4,810	M&G Optimal Income	8,845
Troy Trojan Fund	4,796	Royal London Corporate Bond	8,219
GlaxoSmithKline	4,787	Troy Trojan Fund	8,117
		BNY Mellon Real Return	7,942
Total purchases during the period were	240,446	Total sales during the period were	289,907

*Included within the calculation of the top ten purchases and sales figures are sub-adviser in-specie transfers.*

As at 31st March 2020, the LF Equity Income Fund position was valued based on the 'indicative price' produced by Link Fund Solutions as at that date. This price reflected relevant developments from the suspension of the Fund up to 31st March 2020 and other factors pertinent to the valuation.

On 15th October 2019, Link Fund Solutions announced that, as Authorised Corporate Director, it had terminated Woodford Investment Management's contract to manage the LF Woodford Equity Income Fund with immediate effect. The Fund is now set to wind up and return resulting cash to investors at the earliest opportunity. This process began in January 2020 and partial distributions were made to unitholders on 30th January and 25th March 2020.

BlackRock Advisors (UK) Limited has been appointed as transition manager to prepare the listed portfolio for the winding up of the Fund while specialist broker PJT Partners (UK) Limited (Park Hill) will assist in selling the portfolio of unlisted/highly illiquid listed assets.

The name of the LF Woodford Equity Income Fund has been amended to reflect the fact that Woodford is no longer the investment manager to the Fund. The name of the Company, the umbrella fund of which the Fund is a sub-fund, has also been amended. Consequently, the name of the Fund changed from "LF Woodford Equity Income Fund" to "LF Equity Income Fund", and the name of the Company changed from "LF Woodford Investment Fund" to "LF Investment Fund".

**Hargreaves Lansdown Fund Managers**  
1st April 2020

# Portfolio Statement

(Unaudited) as at 31st March 2020

<i>Holding</i>	<i>Investment</i>	<i>Bid market valuation £'000</i>	<i>Percentage of total net assets %</i>
<b>UK Funds – 14.38% (21.47%)</b>			
37,733,673	AXA WF Framlington UK	40,511	4.26
52,954,849	LF Equity Income ≈	8,028	0.84
37,057,830	Majedie UK Equity	49,027	5.15
15,529,645	Marlborough Nano-Cap Growth	19,365	2.04
1,597,946	Merian UK Smaller Companies Focus†	19,869	2.09
		<b>136,800</b>	<b>14.38</b>
<b>Fixed Interest Funds – 14.74% (15.54%)</b>			
21,592,730	Invesco Tactical Bond	32,219	3.39
21,305,379	Jupiter Strategic Bond	22,912	2.41
17,597,629	M&G Global Macro Bond	28,575	3.01
9,167,762	M&G Optimal Income	18,953	1.99
16,726,933	Royal London Corporate Bond	18,617	1.96
21,461,155	Royal London Sterling Extra Yield Bond†	18,873	1.98
		<b>140,149</b>	<b>14.74</b>
<b>Europe Funds – 12.31% (15.08%)</b>			
1,334,730	Barings Europe Select†	44,553	4.69
32,711,032	TM CRUX European Special Situations	72,511	7.62
		<b>117,064</b>	<b>12.31</b>
<b>Total Return Funds – 15.20% (14.29%)</b>			
48,300,372	Artemis Strategic Assets	31,796	3.34
33,116,653	BNY Mellon Real Return	38,965	4.10
178,900	Odey Allegra International	34,718	3.65
36,954,265	Troy Trojan Fund	39,085	4.11
		<b>144,564</b>	<b>15.20</b>
<b>Asia/Emerging Funds – 12.48% (11.22%)</b>			
1,483,947	Comgest Growth Emerging Markets	37,519	3.95
33,816,190	First State Asia All-Cap	43,778	4.60
5,590,071	Stewart Investors Asia Pacific Leaders	37,368	3.93
		<b>118,665</b>	<b>12.48</b>
<b>Japan Funds – 8.51% (9.13%)</b>			
54,753,239	Man GLG Japan Core Alpha	<b>80,980</b>	<b>8.51</b>

## Portfolio Statement (continued)

(Unaudited) as at 31st March 2020 (continued)

<i>Holding</i>	<i>Investment</i>	<i>Bid market valuation £'000</i>	<i>Percentage of total net assets %</i>
	<b>US Funds – 8.51% (7.71%)</b>		
865,925	Findlay Park American†	<b>80,916</b>	<b>8.51</b>
	<b>UK Equities – 9.66% (4.52%)</b>		
213,829	3i Group	1,678	0.18
276,241	Anglo American	3,833	0.40
150,000	Ashmore Group	533	0.06
1,771,808	Assura	1,524	0.16
1,327,144	Aviva	3,579	0.38
350,000	Babcock International Group	1,295	0.14
320,000	BAE Systems	1,638	0.17
2,951,080	Barclays	2,775	0.29
1,318,058	BP	4,471	0.47
1,800,000	BT Group	2,197	0.23
640,479	C&C Group	1,246	0.13
350,143	Capita	120	0.01
457,070	Card Factory	160	0.02
900,000	ConvaTec Group	1,702	0.18
314,740	Daily Mail & General Trust	2,219	0.23
351,652	Direct Line Insurance Group	1,027	0.11
454,361	GlaxoSmithKline	6,825	0.72
300,000	HSBC	1,381	0.15
276,229	IG Group Holdings	1,939	0.20
320,374	Imperial Brands	4,815	0.51
275,770	Indivior	136	0.01
313,018	Informa	1,375	0.15
2,612,209	ITV	1,707	0.18
1,150,000	Kingfisher	1,664	0.17
1,529,094	Legal & General Group	2,994	0.31
36,307	London Stock Exchange Group	2,636	0.28
900,000	Marks & Spencer Group	914	0.10
322,580	Melrose Industries	327	0.03
1,271,255	NextEnergy Solar Fund	1,297	0.14
511,340	Origin Enterprises	877	0.09
370,000	Pearson	2,063	0.22
569,078	Phoenix Group Holdings	3,493	0.37
115,564	RELX	1,991	0.21
650,000	Royal Bank of Scotland Group	769	0.08
533,986	Secure Income REIT	1,698	0.18
199,206	Segro	1,517	0.16
377,396	Smiths Group	4,402	0.46
1,500,000	South32	1,392	0.15
367,325	SSP Group	1,142	0.12
470,000	Standard Chartered	2,137	0.22
650,000	Standard Life Aberdeen	1,481	0.16
2,408,085	Tesco	5,519	0.58
300,000	TP ICAP	978	0.10

## Portfolio Statement (continued)

(Unaudited) as at 31st March 2020 (continued)

<i>Holding</i>	<i>Investment</i>	<i>Bid market valuation £'000</i>	<i>Percentage of total net assets %</i>
<b>UK Equities – 9.66% (4.52%) (continued)</b>			
1,800,000	Vodafone Group	2,070	0.22
618,923	William Hill	428	0.05
320,000	WPP	1,763	0.18
		<b>91,727</b>	<b>9.66</b>
<b>Denmark Equities – 0.14% (0.00%)</b>			
50,000	Pandora	<b>1,320</b>	<b>0.14</b>
<b>French Equities – 0.00% (0.10%)</b>			
<b>Germany Equities – 0.16% (0.00%)</b>			
16,000	Volkswagen (Preference Shares)	<b>1,508</b>	<b>0.16</b>
<b>Ireland Equities – 0.00% (0.32%)</b>			
<b>Netherlands Equities – 0.57% (0.38%)</b>			
65,378	Corbion	1,540	0.16
68,091	Wolters Kluwer	3,872	0.41
		<b>5,412</b>	<b>0.57</b>
<b>Spain Equities – 0.16% (0.15%)</b>			
93,399	Ebro Foods	<b>1,551</b>	<b>0.16</b>
<b>US Equities – 0.21% (0.00%)</b>			
120,000	H&R Block	1,360	0.14
47,000	Harley-Davidson	681	0.07
		<b>2,041</b>	<b>0.21</b>
<b>Forward Currency Contracts – -0.01% (0.00%)</b>			
EUR 667,000	Bought EUR, Sold GBP 585,726 for settlement on 11/06/2020	8	–
EUR 583,000	Bought EUR, Sold GBP 515,150 for settlement on 11/06/2020	4	–
EUR 497,000	Bought EUR, Sold GBP 453,109 for settlement on 11/06/2020	(11)	–
EUR 456,000	Bought EUR, Sold GBP 421,498 for settlement on 11/06/2020	(16)	–
EUR 912,000	Bought EUR, Sold GBP 842,995 for settlement on 11/06/2020	(33)	–
EUR (1,110,000)	Sold EUR, Bought GBP 1,043,013 for settlement on 11/06/2020	55	–
EUR (562,000)	Sold EUR, Bought GBP 506,764 for settlement on 11/06/2020	7	–



## Portfolio Statement (continued)

(Unaudited) as at 31st March 2020 (continued)

<i>Holding</i>	<i>Investment</i>	<i>Bid market valuation £'000</i>	<i>Percentage of total net assets %</i>
	<b>Forward Currency Contracts – -0.01% (0.00%) (continued)</b>		
EUR (8,200,000)	Sold EUR, Bought GBP 7,168,358 for settlement on 11/06/2020	(127)	-0.01
		<b>(113)</b>	<b>-0.01</b>
	<b>Portfolio of investments – 97.02% (99.91%)</b>	<b>922,584</b>	<b>97.02</b>
	Net other assets – 2.98% (0.09%)	28,383	2.98
	<b>Net assets</b>	<b>950,967</b>	<b>100.00</b>

The percentages in brackets show the equivalent sector comparatives as at 30th September 2019.

All investments are in accumulation shares/units unless otherwise stated.

† Income shares/units.

≠ Suspended security since 3rd June 2019.

≈ As at 31st March 2020, the LF Equity Income Fund position was valued based on the 'indicative price' produced by Link Fund Solutions as at that date. This price reflected relevant developments from the suspension of the Fund up to 31st March 2020 and other factors pertinent to the valuation.

On 15th October 2019, Link Fund Solutions announced that, as Authorised Corporate Director, it had terminated Woodford Investment Management's contract to manage the LF Woodford Equity Income Fund with immediate effect. The Fund is now set to wind up and return resulting cash to investors at the earliest opportunity. This process began in January 2020 and partial distributions were made to unitholders on January 30th and March 25th 2020.

BlackRock Advisors (UK) Limited has been appointed as transition manager to prepare the listed portfolio for the winding up of the Fund while specialist broker PJT Partners (UK) Limited (Park Hill) will assist in selling the portfolio of unlisted/highly illiquid listed assets.

The name of the LF Woodford Equity Income Fund has been amended to reflect the fact that Woodford is no longer the investment manager to the Fund. The name of the Company, the umbrella fund of which the Fund is a sub-fund, has also been amended. Consequently, the name of the Fund changed from "LF Woodford Equity Income Fund" to "LF Equity Income Fund", and the name of the Company changed from "LF Woodford Investment Fund" to "LF Investment Fund".

## General Information

Launch Date:	22nd December 2000
Accounting Periods:	Interim – 31st March Final - 30th September
Distribution Dates:	Interim - 31st May Final - 31st October
Minimum Initial Investment:	£150,000*
Management Charges:	Initial – 5% Annual – 0.75%

\* Lower amounts may be permitted when investing via platforms or other nominee companies.

The Trustee and Depositary's fee is 0.01% of the first £100 million and 0.0075% thereafter of the net asset value of the Trust per annum, plus VAT.

The Manager is not permitted to levy a redemption charge or increase the rates of its initial or annual charges unless 60 days' prior written notice of the introduction of the new charge and the date of its commencement has been given to all unitholders and the Prospectus has been amended to reflect the change.

Full details of the underlying charges are set out in the Key Investor Information for the Trust which is published on Hargreaves Lansdown's website, <http://www.hl.co.uk/funds/hl-funds/multi-manager-funds>. Copies may be obtained from Hargreaves Lansdown Fund Managers Limited, P.O. Box 3733, Royal Wootton Bassett, Swindon, SN4 4BG or directly from the Manager - Hargreaves Lansdown Fund Managers Limited, One College Square South, Anchor Road, Bristol, BS1 5HL.

### Unit Price

Units in the Trust are "single priced". This means that (subject to any dilution adjustment and initial charge) the price of each unit for both buying and selling purposes will be the same and determined by reference to the particular valuation point. The price of each unit of any class will be calculated by reference to the proportion of the net asset value of the Trust attributable to units of that class by:

- taking the proportion of the net asset value of the relevant Trust attributable to the units of the class concerned at the valuation point of that Trust;
- dividing the result by the number of units of the relevant class in issue immediately before the valuation point concerned; and
- increasing or decreasing the result by any dilution adjustment determined by the Manager.

The Trust is normally valued at 11.00 am each day for the purpose of determining the unit price. With the agreement of the Trustee and Depositary the Trust may be valued at other times.

### Dealing in Units

Dealing confirmations are issued for all purchases and sales of units and will be posted within 24 hours of the next valuation point following receipt of your application.

The units of the Trust are non-certificated.

Units may be sold back to the Manager at any time at the price applicable at the valuation point following receipt of instructions.

You will receive a dealing confirmation setting out the details and payment will follow, normally within four working days of receipt of the signed form of renunciation.

Daily prices are currently available from the Hargreaves Lansdown website ([www.hl.co.uk](http://www.hl.co.uk)), HL App (HL Live) and our Helpdesk on 0117 900 9000.

## General Information (continued)

### Cancellation Rights

If you receive financial advice on a face-to-face basis regarding your investment, you will have a right to change your mind. If you receive financial advice on a non face-to-face basis, we will also allow you the right to cancel your investment. If you decide to cancel your contract during the 14 days after the date on which you receive a cancellation notice from us and the value of your investment has fallen at the time we receive your completed cancellation notice, you will not receive a full refund of your investment and an amount equal to any fall in value will be deducted from the sum you originally invested.

### Taxation - Income

Income earned by unitholders from the Trust is liable to UK Income Tax at the rate applicable for the individual unitholders.

### Taxation - Capital Gains

There is no tax on capital gains within the Trust. Gains realised on disposal of units by unitholders who are UK resident for taxation purposes may be liable to Capital Gains Tax.

All taxation information in this Report is based on current legislation and may be subject to change. Any tax reliefs referred to are those currently applying. Their value depends on the individual circumstances of the unitholder.

### Report and Scheme Particulars

Copies of the Scheme Particulars and Interim and Annual Report and Financial Statements may be obtained from the Manager at the address shown at the beginning of this Report.

The maintenance and integrity of the Hargreaves Lansdown Plc website is the responsibility of the Directors; the work carried out by the Auditors 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.

### Commission

Commission may be payable to authorised intermediaries, rates are available on request and details are set out on the dealing confirmation.

### Status

The Manager can only provide information on its own range of Trusts to retail clients.

### Assessment of Value

For each of its funds, Hargreaves Lansdown Fund Managers Limited (HLFM) published an Assessment of Value covering the financial year ended 30th September 2019. These statements are available on the HL website.

## Important Investment Notes

You should be aware of the risks involved in investing in the Trust. These risk warnings must not be taken to be comprehensive, as new risks may arise in the future which could not have been anticipated in advance. If you have any doubts over the suitability of an investment please contact a financial adviser for advice.

The price of units (and the income from them) can go down as well as up, and are not guaranteed. You may not receive back the amount you invest in the Trust.

An investment in the Trust is not intended to be a complete investment programme. Units should be regarded by you as a medium-to-long term investment.

Past performance is not a guide to future performance. The Trust's investment objective is an intended result but there is no guarantee that such a result will be achieved. There are no express or implied assurances as to the likelihood of achieving the Trust's investment objectives, as this will depend (in part) on evolving market conditions and the available investment opportunities over time.

The Trust's net asset value can be influenced by factors such as stock market fluctuations, political and economic events, corporate earnings reports and catastrophic events. This means that in any particular period, the Trust may suffer losses and should not be regarded as a short term investment.

In extreme liquidity conditions, redemptions in the underlying assets, and/or a Trust itself, may need to be deferred or suspended.

Economic factors such as changes in interest rates, inflation, deflation and supply and demand can affect the price of all investments, and so affect the value of your investment in the Trust. As with any investment, inflation will reduce the real value (i.e. purchasing power) of the capital over time.

The Trust is potentially exposed to adverse movements in equity, bond, commodity, currency and other market prices, indices or rates (market risk) or changes in the anticipated or calculated volatility of these movements (volatility risk). This could result in the Trust losing value.

The Trust may deduct charges from capital rather than income. Whilst this policy may allow more income to be distributed to unitholders, it may also have the effect of reducing capital and potential capital growth, as well as potentially increasing capital losses.

The Trust conducts transactions with various counterparties and there is a risk that a counterparty will not deliver an investment (for purchases by the Trust) or cash (for sales by the Trust) after the Trust has fulfilled its responsibilities.

This document is provided solely to enable investors to make their own investment decisions. It is not personal advice. These investments are not suitable for everyone. If you are in any doubt about suitability, you should seek expert advice. Please ensure you read the full Key Investor Information before placing any investment instruction.

## Authorised Status

The Trust is an authorised unit trust scheme under Section 243 of the Financial Services and Markets Act 2000.

The Trust is a 'Non-UCITS Retail Scheme' under the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("COLL") Regulations.

The Trust is categorised as an alternative investment fund under Directive 2011/61/EU of the European Parliament and of the Council of 8th June 2011 on Alternative Investment Fund Managers and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No 1060/2009 and (EU) No 1095/2010 and Commission Delegated Regulation (EU) No 231/2013 of 19th December 2012 supplementing the AIFM Directive with regard to exemptions, general operating conditions, depositaries, leverage, transparency and supervision (the "AIFMD"). The Manager undertakes portfolio and risk management for the Trust and is therefore an alternative investment fund manager (AIFM) within the terms of AIFMD. The Manager will manage the Trust in accordance with the provisions of the AIFMD, The Alternative Investment Fund Managers Regulations 2013 and the FCA Rules.

## Trust Information

The Comparative Tables on pages 12 and 13 give the performance of each active unit class in the Trust.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Trust's performance disclosed in the Manager's Investment report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a Trust in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Trust.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by the Trust on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and money market sentiment.

## Trust Information (continued)

### Comparative Tables

Class A Accumulation Units

#### Change in Net Asset Value per Unit

<i>For the period ended</i>	<i>31/03/20 (pence per unit)</i>	<i>30/09/19 (pence per unit)</i>	<i>30/09/18 (pence per unit)</i>
Opening net asset value per unit	239.63	240.75	230.70
Return before operating charges*	(38.30)	2.07	13.47
Operating charges (calculated on average price)	(1.67)	(3.19)	(3.42)
Return after operating charges*	(39.97)	(1.12)	10.05
Distributions	(1.03)	(3.55)	(2.59)
Distributions on accumulation units	1.03	3.55	2.59
Closing net asset value per unit	199.66	239.63	240.75

\* after direct transaction costs of\*\*: 0.08 0.02 –

### Performance

Return after charges (16.68)% (0.47)% 4.36%

### Other information

Closing net asset value (£'000)	742,613	946,352	1,021,861
Closing number of units	371,937,524	394,926,134	424,454,196
Operating charges†	0.71%	1.43%	1.45%
Direct transaction costs	0.03%	0.01%	–%

### Prices^

Highest offer price	–	253.85	255.91
Lowest bid price	–	227.52	224.49
Highest mid price	249.56	244.17	–
Lowest mid price	187.73	217.58	–

\*\* Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

† Operating charges, otherwise known as the OCF is the ratio of the Trust's total disclosable costs (excluding overdraft interest) to the average net assets of the Trust. It includes the annual management fee as well as the administrative costs incurred by the Trust. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion. The annualised OCF for the current period is 1.41%.

^ On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

## Trust Information (continued)

### Comparative Tables (continued)

Class M Accumulation Units

#### Change in Net Asset Value per Unit

<i>For the period ended</i>	<i>31/03/20 (pence per unit)</i>	<i>30/09/19 (pence per unit)</i>	<i>30/09/18 (pence per unit)</i>
Opening net asset value per unit	239.64	240.76	230.72
Return before operating charges*	(38.30)	2.18	13.47
Operating charges (calculated on average price)	(1.67)	(3.30)	(3.43)
Return after operating charges*	(39.97)	(1.12)	10.04
Distributions	(1.03)	(3.55)	(2.59)
Distributions on accumulation units	1.03	3.55	2.59
Closing net asset value per unit	199.67	239.64	240.76

\* after direct transaction costs of\*\*: 0.08 0.02 –

#### Performance

Return after charges (16.68)% (0.47)% 4.35%

#### Other information

Closing net asset value (£'000)	208,354	253,665	235,688
Closing number of units	104,349,371	105,853,211	97,894,339
Operating charges†	0.71%	1.43%	1.45%
Direct transaction costs	0.03%	0.01%	–%

#### Prices^

Highest offer price	–	253.86	255.91
Lowest bid price	–	227.53	224.50
Highest mid price	249.57	244.18	–
Lowest mid price	187.74	217.59	–

\*\* Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

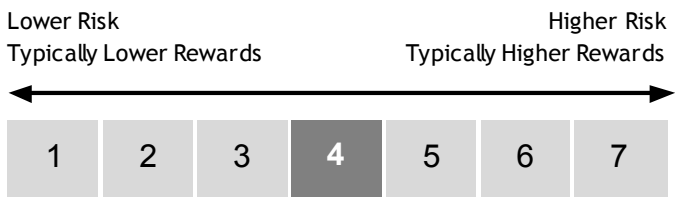
† Operating charges, otherwise known as the OCF is the ratio of the Trust's total disclosable costs (excluding overdraft interest) to the average net assets of the Trust. It includes the annual management fee as well as the administrative costs incurred by the Trust. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion. The annualised OCF for the current period is 1.41%.

^ On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.



# Trust Information (continued)

**Synthetic Risk and Reward Indicator (“SRRI”)**



The Trust is ranked at 4 because trusts of this type have experienced average rises and falls in value in the past.

The Trust’s risk category has been calculated using historical data, which may not be a reliable indication of the future risk profile of the Trust. The risk and reward rating remain the same from the last reporting period.

The Trust’s category is not guaranteed to remain the same and may change over time.

Even a trust in the lowest category is not a risk-free investment.

The value of your investment and any income you take from it may fall as well as rise and is not guaranteed.

## **Certification of the Financial Statements by Directors of the Manager**

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes Sourcebook, we hereby certify the financial statements on behalf of the Directors of Hargreaves Lansdown Fund Managers Limited.

**L N Gardhouse**  
(Chief Investment Officer)  
*29th May 2020*

**R J Byett**  
(Group Director of Risk & Compliance)

## Statement of Total Return

(Unaudited) for the half year ended 31st March 2020

	31/03/20		31/03/19	
	£'000	£'000	£'000	£'000
Income				
Net capital (losses)		(199,632)		(58,063)
Revenue	9,838		10,398	
Expenses	(4,683)		(3,776)	
Interest payable and similar charges	(40)		(3)	
Net revenue before taxation	5,115		6,619	
Taxation	(27)		(5)	
Net revenue after taxation		5,088		6,614
<b>Total return before distributions</b>		<b>(194,544)</b>		<b>(51,449)</b>
Distributions		(5,107)		(6,689)
<b>Change in net assets attributable to unitholders from investment activities</b>		<b>(199,651)</b>		<b>(58,138)</b>

## Statement of Change in Net Assets Attributable to Unitholders

(Unaudited) for the half year ended 31st March 2020

	31/03/20		31/03/19	
	£'000	£'000	£'000	£'000
<b>Opening net assets attributable to unitholders†</b>		<b>1,200,017</b>		1,257,549
Amounts receivable on issue of units	51,007		64,063	
Amounts payable on cancellation of units	(105,310)		(79,505)	
		(54,303)		(15,442)
Dilution levy		2		—
Change in net assets attributable to unitholders from investment activities		(199,651)		(58,138)
Retained distribution on accumulation units		4,902		6,617
<b>Closing net assets attributable to unitholders</b>		<b>950,967</b>		1,190,586

† The opening net assets attributable to unitholders for 31/03/20 differs to the closing position in 31/03/19 by the change in net assets attributable to unitholders for the second half of the comparative financial year.

## Balance Sheet

(Unaudited) as at 31st March 2020

	31/03/20 £'000	30/09/19 £'000
<b>ASSETS</b>		
<b>Fixed assets:</b>		
Investments	922,771	1,198,917
<b>Current assets:</b>		
Debtors	4,657	3,957
Cash and cash equivalents	26,936	6,643
<b>Total assets</b>	<b>954,364</b>	<b>1,209,517</b>
<b>LIABILITIES</b>		
Investment liabilities	(187)	–
<b>Creditors:</b>		
Bank overdraft	–	(6,435)
Other creditors	(3,210)	(3,065)
<b>Total liabilities</b>	<b>(3,397)</b>	<b>(9,500)</b>
<b>Net assets attributable to unitholders</b>	<b>950,967</b>	<b>1,200,017</b>

## Notes to the Financial Statements

(Unaudited) for the half year ended 31st March 2020

### Accounting Policies

The accounting policies applied are consistent with the most recent annual Financial Statements.

### Basis of Preparation

The Financial Statements have been prepared in accordance with the historical cost convention, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by The Investment Association, in May 2014 and amended in June 2017.

# Distribution Tables

(Unaudited) for the half year ended 31st March 2020

In pence per unit

Interim accumulation for the period ended 31st March 2020

<i>Class A Accumulation Units</i>	<i>Net Income</i>	<i>Equalisation</i>	<i>Payable 31st May 2020</i>	<i>Paid 31st May 2019</i>
Group 1	1.0291	—	1.0291	1.2845
Group 2	0.1486	0.8805	1.0291	1.2845

<i>Class M Accumulation Units</i>	<i>Net Income</i>	<i>Equalisation</i>	<i>Payable 31st May 2020</i>	<i>Paid 31st May 2019</i>
Group 1	1.0297	—	1.0297	1.2811
Group 2	0.1253	0.9044	1.0297	1.2811

Group 1 - Units created prior to 1st October 2019

Group 2 - Units created on or after 1st October 2019



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