

IFSL

— Fund Services —

IFSL Sinfonia OEIC

Annual Report and Audited Financial Statements
for the period from 1st October 2017 to 30th September 2018

Issue date: 30th January 2019

IFSL Sinfonia OEIC

Contact Information

The Company

IFSL Sinfonia OEIC

Registered and Head Office of the Company

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Bolton
BL1 4QP

Authorised Corporate Director (ACD) and Registrar

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BL1 4QP
(Authorised and regulated by the Financial Conduct Authority (FCA))

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Directors of IFSL

Andrew Staley
Nicholas FJ Cooling
Allan Hamer
Wayne D Green
Dom Clarke
Helen Redmond
Helen Derbyshire
Richard Goodall (Appointed 7th December 2018)
Guy Sears (Non-Executive Director)
David Kiddie (Non-Executive Director – appointed 14th December 2018)

Depository

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London
EC2M 4AA
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Auditor

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144 Morrison Street
Edinburgh
EH3 8EX

Investment Manager

BNP Paribas Asset Management UK Limited
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Custodian

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IFSL Sinfonia OEIC

Report of the Authorised Corporate Director (ACD)

Constitution and Authorised Status

IFSL Sinfonia OEIC (the Company) is an open-ended investment company with variable capital (ICVC) incorporated under the Open-Ended Investment Companies Regulations 2001 (OEIC Regulations). The Company is a UCITS Scheme as defined in the Collective Investment Schemes Sourcebook (COLL) and is also an umbrella company for the purposes of the OEIC Regulations. The Company is incorporated in England and Wales with registered number IC000624. The Company was authorised by an order made by the Financial Conduct Authority (FCA) with effect from 8th May 2008 with the Product Reference Number (PRN) 478014.

The Company currently has five sub-funds: IFSL Sinfonia Income Portfolio; IFSL Sinfonia Income and Growth Portfolio; IFSL Sinfonia Cautious Managed Portfolio; IFSL Sinfonia Balanced Managed Portfolio; and IFSL Sinfonia Adventurous Growth Portfolio.

Shareholders of the sub-funds do not have any proprietary interest in the underlying assets of the Company and will not be liable for the debts of the Company. A sub-fund is not a legal entity. If the assets attributable to a sub-fund were insufficient to meet its liabilities the shortfall will not be met out of the assets attributable to one or more other sub-funds of the Company. The sub-funds are segregated by law under the Protected Cell Regime.

A share of each class represents a proportional entitlement to the assets of the sub-fund. The allocation of income and taxation and the rights of each share in the event that a sub-fund is wound up are on the same proportional basis.

Cross Holdings

The sub-funds of the Company do not hold shares in other sub-funds of the Company.

Important Information

No significant changes have been made since the last report.

Up to date Key Investor Information Documents, Prospectus' and ACD's Reports and Financial Statements for any sub-fund or Company within the ACD's range can be requested by the investor at any time.

Remuneration Policy

In line with the requirements of UCITS V, Investment Fund Services Limited, the Authorised Fund Manager (AFM), is subject to a remuneration policy which is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under UCITS V. The remuneration policies are designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of its senior staff is in line with the risk policies and objectives of the UCITS funds it manages.

The quantitative remuneration disclosures as at 30th September 2018 (the AFM's year-end) are set out below:

	Number of Identified Staff	Total Remuneration Paid £	Fixed Remuneration Paid £	Variable Remuneration Paid £
<i>Remuneration paid to staff of the UCITS Manager have a material impact on the risk profile of the Company</i>				
Senior Management	8	469,498	339,879	129,619
Risk takers and other identified staff	3	85,189	65,618	19,571
<i>Allocation of total remuneration of the employees of the UCITS Manager to the Company</i>				
Senior Management	0.10	13,840	10,019	3,821
Risk takers and other identified staff	0.04	2,511	1,934	577

The total number of staff employed by the UCITS Manager was 148 as at 30th September 2018. The total remuneration paid to those staff was £6,491,736, of which £2,660,087 is attributable to the UCITS Manager.

The allocation of remuneration to the UCITS Manager is based on Assets Under Management (AUM), as staff work for two UCITS Managers. The allocation of remuneration to the Fund is based on AUM where staff are not directly allocated to the Fund. The way these disclosures are calculated may change in the future.

IFSL Sinfonia OEIC

Authorised Corporate Director's Statement

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority.

Allan Hamer
Joint Managing Director

Wayne D Green
Joint Managing Director

Investment Fund Services Limited (IFSL)
Authorised Corporate Director of IFSL Sinfonia OEIC

30th January 2019

Statement of the Authorised Corporate Director's Responsibilities

The Financial Conduct Authority's Collective Investment Schemes Sourcebook (COLL) requires the Authorised Corporate Director (ACD) to prepare financial statements for each accounting year which give a true and fair view of the financial position of the Company comprising of its sub-funds and of its net revenue and the net gains for the year.

In preparing the financial statements the ACD is required to:

- comply with the disclosure requirements of the Statement of Recommended Practice relating to UK Authorised Funds issued in May 2014, and amended in June 2017;
- follow United Kingdom Generally Accepted Accounting Practice and applicable accounting standards;
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The ACD is required to keep proper accounting records and to manage the Company in accordance with the COLL rules, the Instrument of Incorporation and the Prospectus. The ACD is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The ACD is responsible for ensuring that, to the best of its knowledge and belief, there is no relevant audit information of which the auditor is unaware. It is the responsibility of the ACD to take all necessary steps as a director to familiarise itself with any relevant audit information and to establish that the auditor is aware of that information.

Statement of the Depositary's Responsibilities and Report of the Depositary to the Shareholders of IFSL Sinfonia OEIC (the Company) for the Period Ended 30th September 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 in the Company is 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.

NatWest Trustee and Depositary Services

30th January 2019

IFSL Sinfonia OEIC

Independent Auditor's Report to the Members of IFSL Sinfonia OEIC

Opinion

We have audited the financial statements of IFSL Sinfonia OEIC (the Company) for the year ended 30th September 2018 which comprise the Statement of Total Return and the Statement of Change in Net Assets Attributable to Shareholders together with the Balance Sheet for each of the Company's sub-funds, the accounting, distribution and risk management policies to the Company, the related notes to 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'.

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company comprising its sub-funds as at 30th September 2018 and of the net revenue and the net capital gains on the scheme property of the Company comprising its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice 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 Financial Reporting Council's (FRC) 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

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 the 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.

Opinion 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 purpose of our audit.

Responsibilities of the Authorised Corporate Director (ACD)

As explained more fully in the ACD's responsibilities statement set out on page 6, 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, disclose, 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 statement is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of the 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

30th January 2019

Notes:

1. the maintenance and integrity of the Investment Fund Services Limited website is the responsibility of the ACD; 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.
2. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The end of 2017 saw a continuation of upward trending risk markets that had been the theme for much of that year. Gradual and cautious central bank tones regarding the unwinding of quantitative easing have resonated positively with the markets where a low incidence of surprise or change is warmly welcomed. Inflation has started to show signs of life but with many caveats regarding temporary effects and sluggish wage growth putting a dampener on the issue. UK equities returned over 4% in the final quarter to post a healthy 2017 return of more than 10%, meanwhile despite the central bank rate hike Gilt yields fell from 1.35% to close the year around 1.19%.

Conversely the opening period of 2018 produced a return of volatility to global markets. The period started off on firm footing in a similar vein to 2017 with an optimistic growth outlook and no large concerns over the gradual normalisation of monetary policy. This assumption came crashing down towards the end of January and early February when very strong employment reports from the United States sparked a reassessment of Federal Reserve (Fed) policy, pushing bond yields and the discount rate applied to equities markedly higher. This negative correction was exacerbated by technical elements caused by the growth of investments in "Short Vol" products which struggled to unwind positions in a sharply moving market. This period set the tone for the quarter and risk markets while in phases trying to recover have largely been quickly brought back down, the FTSE100 has seen a correction of over 7.4% in the year so far. Under this tone government bonds have benefited more on a flight to safety basis as opposed to any long term view on central bank policies as indeed the Bank of England has opened the door for a hike during the coming months. In the UK, as spring started to fade, we saw reasonable progress on the Brexit front with some cooling of tensions giving renewed strength to sterling.

Clearly markets had experienced some challenging cross currents over the early months of the year, very much in contrast to the more Goldilocks "not too hot, not too cold" benign 2017. Moves having been driven more by political than economic news are a good example of this evolving and challenging environment. A new government from outside the mainstream parties has formed in Italy which, late in May, triggered a seismic re-pricing of peripheral eurozone debt and a flight to safety move towards safe haven assets like the German Bund. Meanwhile, the established prime minister was toppled in Spain around the same time but the market barely blinked. Both the Japanese and British Prime Ministers, Shinzo Abe and Theresa May continued to come under significant political pressure during the summer but both remain in place. The risk that 'Abenomics' and the Brexit process would falter should their personal positions come into further doubt remains solid. Equity performance was mixed as we moved over the second quarter of the year with positive returns in the UK and the US, followed by the Eurozone with emerging equities trailing with negative returns. UK equities were helped by a strong rally in the oil price and broad US dollar strength (ie sterling weakness). UK credit and government bonds have regained some early losses in the second quarter ending June and are broadly unchanged as the Bank of England wheeled back from earlier indications and notably chose to leave rates on hold in May. It would only be in August after some well needed World Cup fever, favourable weather and positive sales/inflation numbers that gave the Monetary Policy Committee the confidence to nudge the base rate up from 0.5% to 0.75%.

The rate rise was largely as expected but sterling and Gilt yields remained under pressure as Governor Carney almost immediately dampened any optimism with cautious comments on the future outlook and enhanced risks of a "no-deal Brexit". Global equities completed the third quarter of 2018 on a positive footing, with Japan in particular having an impressive September. The FTSE100 was rather unchanged from the end of June, with falls of around 3% in early September quickly reversed into the end of the month. This was essentially the theme for the entire period. Ultimately, core UK equities were up nearly 2% over the 12 months which, while nothing to get too excited about, pales when compared to the 30% return on the leading US index over the same period. The fiscal boost in the format of tax cuts given to an already buoyant US economy by President Trump was a clear driver behind this rally. This domestic US sugar rush combined with the America First, Trade Tariff agenda unfortunately did not dissipate to the wider global system as would usually be expected, with emerging markets being especially impacted by this action.

The global macroeconomic environment is becoming more challenging. Global GDP growth is slowing somewhat with downside risks to growth becoming more evident and a synchronised bounce is becoming less likely. Looking forward our central scenario points towards US growth still likely to outperform but we see little room for a meaningful catch-up from other major economies over the next 12 months. While inflation remains contained it is gradually rising, notably in the US where the index is already at the Fed's 2% inflation target. As a result, we expect the Fed to continue to tighten monetary policy gradually. In Europe, we expect the European Central Bank to start normalising monetary policy even if the first interest rate increase is unlikely to be before late 2019. In this context, risky assets are still likely to benefit, especially in the Eurozone where financial conditions remain very loose. But the global liquidity tide is unlikely to lift all boats and perhaps if anything, it will probably be less supportive, especially for assets that have already greatly benefited.

IFSL Sinfonia OEIC

Notes to the Financial Statements – Accounting, Distribution and Risk Management Policies

for the period from 1st October 2017 to 30th September 2018

1.1 Accounting Policies

During the period under review, IFSL Sinfonia OEIC consisted of five sub-funds: IFSL Sinfonia Income Portfolio; IFSL Sinfonia Income and Growth Portfolio; IFSL Sinfonia Cautious Managed Portfolio; IFSL Sinfonia Balanced Managed Portfolio; and IFSL Sinfonia Adventurous Growth Portfolio.

The accounting policies have been consistently applied throughout the period and in the prior period to all sub-funds.

Basis of Accounting

The financial statements have been prepared in compliance with Financial Reporting Standard 102 (FRS 102) and in accordance with the Statement of Recommended Practice (SORP) for UK Authorised Funds, issued by the Investment Management Association (now known as the Investment Association (IA)) in May 2014 and amended in June 2017.

The financial statements are prepared in sterling, which is the functional currency of all sub-funds. Monetary amounts in the financial statements are rounded to the nearest thousand pounds.

The financial statements have been prepared on the historical cost convention, modified to include the revaluation of investments and certain financial instruments at fair value

The financial statements for the Company have been prepared on a going concern basis.

Revenue

Dividends from equities, preference shares and distributions receivable from onshore collective investment schemes are recognised when the security is quoted ex-dividend.

Income from offshore collective investment schemes is recorded on the ex-dividend date and additional reported income is recognised when reported.

Bank interest is accounted for on an accrual basis. Interest earned from fixed interest securities is accounted for on an effective yield basis

Allocation of Revenue

Revenue, attributable after expenses to multiple share classes, with the exception of the ACD's fee, which is directly attributable to individual share classes, is allocated to share classes pro-rata to the value of net assets of the relevant share class on the day that the revenue is incurred.

Expenses

All expenses, other than those relating to the purchase and sale of investments, are initially charged against revenue on an accruals basis.

Equalisation

Distributions received from investments in collective investment schemes may include an element of equalisation which represents the average amount of revenue included in the price paid for shares. Equalisation is treated as a return of capital for taxation purposes and does not carry a tax credit.

Valuation

The valuation point was 12 o'clock midday on 28th September 2018 being the last valuation point of the accounting period. Listed investments are valued at fair value which is the bid price.

Unlisted, unapproved, illiquid or suspended securities are valued at the ACD's best estimate of the amount that would be received from the immediate transfer at arm's length in a manner designed to show fair value. As at the balance sheet date the percentage of net assets held in such securities was nil (30th September 2017: nil).

Where applicable, investment valuations exclude any element of accrued revenue.

Investments in collective investment schemes have been valued at cancellation price for dual priced funds or the single price for single priced funds. These are the last available published prices at the period end.

IFSL Sinfonia OEIC

Notes to the Financial Statements – Accounting, Distribution and Risk Management Policies (continued)

1.1 Accounting Policies (continued)

Taxation

Corporation tax has been provided for at 20% on taxable income less expenses. Deferred taxation is provided for on a full provision basis arising from timing differences due to the different treatment of items for accounting and tax purposes. Potential future liabilities and assets are recognised where the transactions, or events giving rise to them, occurred before the balance sheet date.

Exchange Rates

Assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates prevailing at 12 o'clock midday on 28th September 2018 being the last valuation point of the accounting period. Revenue and expenditure transactions are translated at the rates of exchange ruling on the dates of the transactions. Exchange differences on such transactions follow the same treatment at the principal amounts.

1.2 Distribution Policies

The distribution policy of each sub-fund is to distribute or accumulate all available revenue, after deduction of expenses properly chargeable against revenue. Gains and losses on non-derivative instruments and currencies, whether realised or unrealised, are taken to capital and are not available for distribution. Revenue recognised from holdings in accumulation shares in collective investment schemes is included in the amount available for distribution.

As the investment objectives of IFSL Sinfonia Income Portfolio and IFSL Sinfonia Income and Growth Portfolio concentrate on the generation of revenue as a higher priority than capital growth, the ACD and the Depositary have agreed that 100% of the ACD's periodic charge is to be taken to capital for the purpose of calculating the distribution as permitted by the regulations.

1.3 Risk Management Policies

In pursuing the investment objectives as set out on pages 14, 37, 58, 77 and 96 the sub-funds may hold a number of financial instruments. These comprise: units and shares in collective investment schemes; listed investments such as UK equities, investment trusts and fixed interest bonds; cash, liquid resources and short-term debtors and creditors that arise from its operations; shareholders' funds which represent investors' monies which are invested on their behalf; and temporary borrowings used to finance investment activity.

The main risks arising from the sub-funds' financial instruments and the ACD's policies for managing these risks are summarised below. The ACD reviews (and agrees with the Depositary) the policies for managing each of these risks. The policies have remained unchanged since the beginning of the period to which these financial statements relate.

The sub-funds are managed according to the Collective Investment Schemes Sourcebook (COLL) 5, 'Investment and Borrowing Powers' which helps achieve the statutory objective of protecting consumers by laying down the minimum standards for the investments that may be held by an authorised fund. In particular: (a) the proportion of transferable securities and derivatives that may be held by the authorised fund is restricted if those transferable securities and derivatives are not listed on an eligible market. The intention of this is to restrict the transferable securities and derivatives that cannot be accurately valued and readily disposed of; and (b) authorised funds are required to comply with a number of investment rules that require the spreading of risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments the sub-funds hold. It represents the potential loss the sub-funds might suffer through holding positions in the face of price movement. The sub-funds' Investment Manager has responsibility for monitoring the existing portfolio selected in accordance with the overall asset allocation and seeks to ensure that individual stocks also meet the risk reward profile that is acceptable.

Foreign Currency Risk

The sub-funds' financial assets and liabilities are substantially invested in other collective investments schemes, most, but not necessarily all of whose prices are quoted in sterling. The sub-funds may therefore have direct exposure to foreign currency risk in respect of part of their portfolios. In addition, the value of some of the sub-funds' underlying investments will be affected by movements in exchange rates against sterling, in respect of non-sterling denominated assets.

The ACD has identified three areas where foreign currency risk could impact the sub-funds. These are: movements in exchange rates affecting the value of investments; short term timing differences such as exposure to exchange rate movements in the period between when an investment purchase or sale is entered into and the date when settlement of the investment occurs; and finally, movement in exchange rates affecting income received by a sub-fund. The sub-funds convert all receipts of income, received in currency, into sterling of the day of receipt.

To manage foreign currency risk the sub-funds are permitted to invest in forward foreign currency exchange transactions for the purpose of reducing the exposure of the sub-funds to a foreign currency. Forward foreign currency exchange contracts will be listed in the Portfolio Statement for each sub-fund where applicable.

The foreign currency exposure within the sub-funds is monitored to ensure that this is manageable and sensible.

1.3 Risk Management Policies (continued)

Interest Rate Risk

The sub-funds hold various cash positions and any change to the interest rates relevant for particular positions may result in either revenue increasing or decreasing. There are no material amounts of non-interest bearing financial assets or liabilities, other than collective investment schemes investing in equities which do not have maturity dates or fixed interest investments which mature within one year.

Interest rate risk is managed through a limit framework and investment guidelines with which the sub-funds must comply. These include restrictions on position size, and the level of interest rate risk.

The Investment Manager continuously reviews interest rates and inflation expectations, the assessment of this may result in a change in investment strategy.

Liquidity Risk

The sub-funds' assets comprise mainly of readily realisable securities. The main liability of the sub-funds is the redemption of any shares that investors wish to sell. Assets of the sub-funds may need to be sold if insufficient cash is available to finance such redemptions. The liquidity of the sub-funds' assets is regularly reviewed by the ACD.

The ACD has an approved list of counterparties it uses for investment transactions which is revised on a regular basis.

Concentration Risk

Some of the underlying collective investment schemes invest solely in certain markets, such as UK shares or fixed interest securities. This allows them to focus on those markets' potential but means that they are not spread amongst a range of markets. Securities in the same market tend to be affected by the same factors, so these collective investment schemes may experience greater fluctuations in price. The asset allocations aim to minimise this risk whenever possible, whilst still meeting the objectives of the sub-funds.

Derivatives and Other Financial Instruments

The ACD is permitted to use derivatives for the purposes of efficient portfolio management and investment purposes. Forward currency transactions may also be entered into to hedge the portfolios against currency movements. Investment performance of derivatives can be volatile and may present greater risks than more traditional investments.

The ACD is obliged through FCA rules to put in place a risk management policy which sets out how the ACD measures and monitors these risks.

IFSL Sinfonia Income Portfolio Fund Information

Investment Objective

The investment objective of the sub-fund is to provide regular income with some potential for capital growth over the long term.

Investment Policy

The sub-fund's investment objective will be achieved by investing in a diversified portfolio of equities, fixed interest securities, warrants and money market instruments primarily through investment in a portfolio of collective investment schemes. The sub-fund will typically be invested in a global portfolio of assets with a focus on UK assets.

Normally, the sub-fund will be fully invested except for an amount to enable redemption of shares, efficient management of the sub-fund in relation to its strategic objectives, and other purposes which may be reasonably regarded as ancillary to the investment objectives of the sub-fund. However, the sub-fund's investment policy may mean that at times, where it is considered appropriate, the scheme property will not be fully invested and that prudent levels of liquidity will be maintained.

It is intended that the sub-fund will be invested in a portfolio of assets which the Investment Manager considers to be mainly low and medium risk investments over the long term.

The asset classes in which the sub-fund may also invest includes transferable securities, money market instruments, cash and near cash and deposits as such asset classes are permitted for investment by UCITS Schemes and in accordance with the Company's general investment powers as provided in the Instrument of Incorporation, OEIC Regulations and COLL. The investment powers applicable to the sub-fund are summarised for your information in the Prospectus.

The sub-fund is permitted to invest in derivative instruments and forward transactions for investment purposes, however, it is the Investment Manager's intention that the sub-fund shall utilise derivative instruments and forward transactions for hedging purposes using efficient portfolio management techniques, as explained further in the Prospectus.

Synthetic Risk and Reward Indicator (SRRI – all share classes)



The SRRI aims to provide you with an indication of the overall risk and reward profile of the sub-fund. It is calculated based on the volatility of the sub-fund using weekly historic returns over the last five years. If five years data is not available for a sub-fund, the returns of a representative portfolio are used.

As the SRRI is calculated based on historical data it may not be a reliable indication of the future risk profile of the sub-fund. The risk category shown is not guaranteed and may change over time. The lowest rating does not mean a risk-free investment. The value of investments and the income from them may fall as well as rise and you may not get back the amount you originally invested.

The sub-fund has been measured as 3 because it has experienced low to moderate volatility historically. During the period the SRRI has remained unchanged.

IFSL Sinfonia Income Portfolio

Investment Manager's Review

for the period from 1st October 2017 to 30th September 2018

After a strong move early in the fourth quarter of 2017 we rotated the US small cap – relative to US large cap – into emerging equities. We envisaged good earnings potential in the emerging markets and felt that it should benefit from a more positive global growth environment. Unfortunately, the desynchronised nature of the global growth picture took its toll during the summer as we saw US equities outperforming their emerging counterparts following the trade tariffs imposed on China by the US. Subsequently, towards the end of the review period we closed this position in order to limit the risk to the portfolio. Late in 2017 we closed the underweight credit position to lock in a small profit. Although spreads remain tight the extended global cycle can allow for further gains, so we look to capture the yield pickup and benefit the sub-fund from the carry element.

At the start of 2018 we took advantage of a post-Christmas sell-off to add some risk to the sub-fund predominantly in European equities. The macroeconomic backdrop of robust global growth, muted inflation and accommodative central bank policies looked to support global equities from a fundamental perspective. The significant subsequent sell-off in equity markets during early February, whilst painful, seemed to be somewhat technical in nature, and with the positive macroeconomic scenario remaining in place we took the opportunity to add to our existing overweight position. From a selection perspective we had scaled back on the small cap allocation before increasing again in August. This strategy has performed well and also benefited from excellent underlying manager selection of Standard Life. In March we also added some diversification in the shape of a new absolute return fund – Parvest Global Equity Absolute Return – a market neutral fund with attractive return targets. Following some rather idiosyncratic events in emerging markets, namely the targeted Russian sanctions in April we tried to take advantage of the sell-off in local currency emerging market debt to introduce a new fund and position into the portfolio. In the Barings fund chosen, we have a well-established manager who takes a long term view on the world in a similar manner as those of a central bank or the International Monetary Fund. Unfortunately August combined some negative stories from Argentina and Turkey with lower liquidity which, while only small components of the index, spread contagion to the entire local debt complex and caused a drag on the portfolio. We retain the position in a limited size as the yield and valuation aspects remain even more attractive.

As the Brexit negotiations have developed over the period, the impacted on our equity markets and, in particular sterling has been very pronounced with large swings on little news. We have tried to navigate the uncertainty via adjustments in the currency exposure of the portfolio. This is a clean and quick way to express views where we feel the narrative and market reaction has become overstretched.

Moving back to the US, the Federal Reserve look to continue its rate hiking cycle so we have added some financials exposure into the US equity portion of the portfolio. Financials and banks in particular should benefit from increasing rates and this is the view we continue to hold in the sub-fund. At the very end of the reporting period we reduced the equity risk in the portfolio by selling Japanese equities where positive company earnings reports, Prime Minister Abe's re-election as leader of the governing party and a weakening yen buoyed the local stock market.

In the duration space we continue to see the risks as somewhat asymmetric and view the government bonds from an underweight perspective, looking to benefit as yields rise and re-implement short positions if yields fall back again. In that vein the sub-fund was positioned underweight throughout most of the period although with some tactical adjustments predominately taking advantage of swings in gilt prices.

Portfolio Changes

Largest Purchases	Cost (£'000)	Largest Sales	Proceeds (£'000)
BNP Paribas InstiCash 'X' GBP	730	Legal & General All Stocks Gilt Index 'C'	723
Parvest Equity Best Selection Europe ex. UK 'X'	570	SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF	706
iShares £ Corp Bond 0-5yr UCITS ETF GBP	451	BNP Paribas InstiCash 'X' GBP	576
Vanguard UK Gilt UCITS ETF	406	Vanguard UK Gilt UCITS ETF	471
Barings Emerging Markets Local Debt 'B' USD	302	Vanguard FTSE Developed Europe ex. UK UCITS ETF	374
Acadian Emerging Markets Equity UCITS II 'C Inst' USD	289	Parvest Equity Best Selection Europe ex. UK 'X'	335
SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF	221	Vanguard FTSE Developed Europe ex. UK UCITS ETF	278
Vanguard FTSE Developed Europe ex. UK UCITS ETF	167	Acadian Emerging Markets Equity UCITS II 'C Inst' USD	266
Amundi JPX-Nikkei 400 UCITS ETF EUR	151	iShares MSCI USA Small Cap UCITS ETF USD	255
SPDR S&P US Financials Select Sector UCITS ETF	138	Xtrackers II Global Aggregate Bond Swap UCITS ETF '1D' USD	230
Other purchases	679	Other sales	1,475
Total purchases for the period	4,104	Total sales for the period	5,689

IFSL Sinfonia Income Portfolio

Comparative Table

	A Income 30th September 2018 (Pence per Share)	A Income 30th September 2017 (Pence per Share)	A Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	127.91	130.00	116.01
Return before operating charges*	2.14	0.95	18.84
Operating charges	(1.40)	(1.45)	(1.39)
Return after operating charges*	0.74	(0.50)	17.45
Distributions on Income shares	(1.41)	(1.59)	(3.46)
Closing net asset value per share	127.24	127.91	130.00
* after direct transaction costs of:	0.02	0.02	0.03
Performance			
Return after charges	0.58%	(0.38%)	15.04%
Other Information			
Closing net asset value (£'000)	1,070	1,084	1,170
Closing number of shares	840,297	847,488	899,977
Operating charges	1.09%	1.12%	1.14%
Direct transaction costs	0.01%	0.02%	0.02%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	130.60	133.70	134.20
Lowest share price	126.70	124.30	115.60

IFSL Sinfonia Income Portfolio

Comparative Table (continued)

	A Accumulation 30th September 2018 (Pence per Share)	A Accumulation 30th September 2017 (Pence per Share)	A Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	152.45	153.04	132.97
Return before operating charges*	2.54	1.11	21.67
Operating charges	(1.68)	(1.70)	(1.60)
Return after operating charges*	0.86	(0.59)	20.07
Distributions on accumulation shares	(1.69)	(1.84)	(3.98)
Retained distributions on accumulation shares	1.69	1.84	3.98
Closing net asset value per share	153.31	152.45	153.04
* after direct transaction costs of:	0.02	0.02	0.03
Performance			
Return after charges	0.56%	(0.39%)	15.09%
Other Information			
Closing net asset value (£'000)	6,991	7,766	7,526
Closing number of shares	4,559,945	5,093,965	4,918,071
Operating charges	1.09%	1.12%	1.14%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	156.30	156.60	154.60
Lowest share price	151.20	146.40	132.50

IFSL Sinfonia Income Portfolio

Comparative Table (continued)

	B Income 30th September 2018 (Pence per Share)	B Income 30th September 2017 (Pence per Share)	B Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	121.66	124.46	111.87
Return before operating charges*	2.58	1.15	18.08
Operating charges	(2.37)	(2.43)	(2.32)
Return after operating charges*	0.21	(1.28)	15.76
Distributions on Income shares	(1.70)	(1.52)	(3.17)
Closing net asset value per share	120.17	121.66	124.46
* after direct transaction costs of:	0.02	0.02	0.03
Performance			
Return after charges	0.17%	(1.03%)	14.09%
Other Information			
Closing net asset value (£'000)	194	260	312
Closing number of shares	160,972	214,010	250,287
Operating charges	1.94%	1.97%	1.99%
Direct transaction costs	0.01%	0.02%	0.02%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	124.00	127.90	128.50
Lowest share price	120.10	119.10	111.40

IFSL Sinfonia Income Portfolio

Comparative Table (continued)

	B Accumulation 30th September 2018 (Pence per Share)	B Accumulation 30th September 2017 (Pence per Share)	B Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	145.34	146.87	128.68
Return before operating charges*	2.96	1.33	20.87
Operating charges	(2.84)	(2.86)	(2.68)
Return after operating charges*	0.12	(1.53)	18.19
Distributions on accumulation shares	(1.95)	(1.76)	(3.67)
Retained distributions on accumulation shares	1.95	1.76	3.67
Closing net asset value per share	145.46	145.34	146.87
* after direct transaction costs of:	0.02	0.02	0.03
Performance			
Return after charges	0.08%	(1.04%)	14.14%
Other Information			
Closing net asset value (£'000)	1,216	1,502	1,761
Closing number of shares	836,261	1,033,093	1,198,892
Operating charges	1.94%	1.97%	1.99%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	148.30	149.40	148.50
Lowest share price	143.70	140.60	128.10

IFSL Sinfonia Income Portfolio

Comparative Table (continued)

	C Income 30th September 2018 (Pence per Share)	C Income 30th September 2017 (Pence per Share)	C Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	116.73	120.46	108.72
Return before operating charges*	1.70	0.71	17.53
Operating charges	(2.84)	(2.94)	(2.82)
Return after operating charges*	(1.14)	(2.23)	14.71
Distributions on Income shares	(1.99)	(1.50)	(2.97)
Closing net asset value per share	113.60	116.73	120.46
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	(0.92%)	(1.85%)	13.53%
Other Information			
Closing net asset value (£'000)	–	–	–
Closing number of shares	100	100	100
Operating charges	2.44%	2.47%	2.49%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	118.60	123.70	124.40
Lowest share price	114.00	115.10	108.20

IFSL Sinfonia Income Portfolio

Comparative Table (continued)

	C Accumulation 30th September 2018 (Pence per Share)	C Accumulation 30th September 2017 (Pence per Share)	C Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	139.36	141.65	124.73
Return before operating charges*	3.02	1.16	20.16
Operating charges	(3.41)	(3.45)	(3.24)
Return after operating charges*	(0.39)	(2.29)	16.92
Distributions on accumulation shares	(2.03)	(1.71)	(3.42)
Retained distributions on accumulation shares	2.03	1.71	3.42
Closing net asset value per share	138.97	139.36	141.65
* after direct transaction costs of:	0.02	0.02	0.03
Performance			
Return after charges	(0.28%)	(1.62%)	13.57%
Other Information			
Closing net asset value (£'000)	39	39	40
Closing number of shares	28,234	28,234	28,234
Operating charges	2.44%	2.47%	2.49%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	142.00	143.30	143.30
Lowest share price	137.50	135.30	124.10

IFSL Sinfonia Income Portfolio

Comparative Table (continued)

	D Income 30th September 2018 (Pence per Share)	D Income 30th September 2017 (Pence per Share)	D Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	119.45	122.70	110.51
Return before operating charges*	3.23	0.93	17.81
Operating charges	(2.63)	(2.69)	(2.55)
Return after operating charges*	0.60	(1.76)	15.26
Distributions on Income shares	(2.49)	(1.49)	(3.07)
Closing net asset value per share	117.56	119.45	122.70
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	0.50%	(1.43%)	13.81%
Other Information			
Closing net asset value (£'000)	31	115	179
Closing number of shares	26,321	96,248	145,832
Operating charges	2.19%	2.22%	2.24%
Direct transaction costs	0.01%	0.02%	0.02%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	121.50	126.00	126.60
Lowest share price	117.60	117.20	110.00

IFSL Sinfonia Income Portfolio

Comparative Table (continued)

	D Accumulation 30th September 2018 (Pence per Share)	D Accumulation 30th September 2017 (Pence per Share)	D Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	141.85	143.93	126.42
Return before operating charges*	3.02	1.07	20.44
Operating charges	(3.12)	(3.15)	(2.93)
Return after operating charges*	(0.10)	(2.08)	17.51
Distributions on accumulation shares	(1.99)	(1.74)	(3.53)
Retained distributions on accumulation shares	1.99	1.74	3.53
Closing net asset value per share	141.75	141.85	143.93
* after direct transaction costs of:	0.02	0.02	0.03
Performance			
Return after charges	(0.07%)	(1.45%)	13.85%
Other Information			
Closing net asset value (£'000)	614	788	1,108
Closing number of shares	433,520	555,419	769,618
Operating charges	2.19%	2.22%	2.24%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	144.60	145.90	145.60
Lowest share price	140.00	137.50	125.80

Operating charges are the same as the ongoing charges figure (OCF) and are the total expenses paid by each share class in the period. Direct transaction costs are the total charges for the period included in the purchase and sale of investments in the portfolio of the sub-fund.

IFSL Sinfonia Income Portfolio

Portfolio Statement

as at 30th September 2018

Holding	Investment	Market Value £'000	Percentage of Total Net Assets %
	UK Corporate Bonds (30th September 2017: 16.52%)		
110,499	BlackRock UK Credit Screened 'Flexible' GBP	1,736	17.10
4,049	iShares £ Corp Bond 0-5yr UCITS ETF GBP	422	4.15
		2,158	21.25
	UK Government Bonds (30th September 2017: 36.44%)		
1,191,470	Legal & General All Stocks Gilt Index 'C'	1,439	14.17
4,362	SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF	221	2.18
61,417	Vanguard UK Gilt UCITS ETF	1,374	13.53
		3,034	29.88
	Global Bonds (30th September 2017: 19.00%)		
852	Amundi Bond Global Aggregate 'IHE'	877	8.64
3,099	Barings Emerging Markets Local Debt 'B' USD	205	2.02
8,983	Parvest Bond World 'X'	966	9.51
		2,048	20.17
	Targeted Absolute Return (30th September 2017: 3.21%)		
1,379	Parvest Global Equity Absolute Return Strategy 'X'	103	1.01
		103	1.01
	UK Equities (30th September 2017: 11.19%)		
156,663	JPM UK Equity Core 'E' Net	583	5.74
245,040	Legal & General UK Index 'C'	414	4.08
16,000	Standard Life UK Smaller Companies 'Inst'	146	1.44
		1,143	11.26
	European Equities (30th September 2017: 4.06%)		
3,773	Parvest Equity Best Selection Europe ex. UK 'X'	485	4.78
		485	4.78
	US Equities (30th September 2017: 3.16%)		
6,400	BNP Paribas Easy S&P 500 UCITS ETF 'C' USD	52	0.51
640	BNP Paribas L1 USA 'X'	63	0.62
5,731	SPDR S&P US Financials Select Sector UCITS ETF	128	1.26
2,678	Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	131	1.29
		374	3.68
	Emerging Market Equities (30th September 2017: 1.52%)		
	Money Market (30th September 2017: 4.72%)		
5,073	BNP Paribas InstiCash 'X' GBP	702	6.91
		702	6.91
	Portfolio of Investments	10,047	98.94
	Net Current Assets	108	1.06
	Total Net Assets	10,155	100.00

IFSL Sinfonia Income Portfolio

Statement of Total Return

for the period from 1st October 2017 to 30th September 2018

	Notes	30th September 2018		30th September 2017	
		£'000	£'000	£'000	£'000
Income:					
Net capital gains/(losses)	2		15		(139)
Revenue	4	157		196	
Expenses	5	(116)		(137)	
Net revenue before taxation		41		59	
Taxation	6	-		-	
Net revenue after taxation			41		59
Total return before distributions			56		(80)
Distributions	7 & 8		(124)		(142)
Change in Net Assets Attributable to Shareholders from Investment Activities (see below)			(68)		(222)

Statement of Change in Net Assets Attributable to Shareholders

for the period from 1st October 2017 to 30th September 2018

	30th September 2018		30th September 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		11,554		12,096
Amounts receivable on issue of shares	949		2,269	
Amounts payable on cancellation of shares	(2,386)		(2,713)	
		(1,437)		(444)
Change in net assets attributable to shareholders from investment activities (see above)		(68)		(222)
Retained distributions on accumulation shares		106		124
Closing Net Assets Attributable to Shareholders		10,155		11,554

IFSL Sinfonia Income Portfolio

Balance Sheet

as at 30th September 2018

	Notes	30th September 2018 £'000	30th September 2017 £'000
Assets			
Fixed Assets:			
Investments	17	10,047	11,533
Current Assets:			
Debtors	9	105	3
Cash and bank balances		81	104
Total Assets		10,233	11,640
Liabilities			
Creditors:			
Bank overdrafts		36	44
Distributions payable on income shares		9	9
Other creditors	10	33	33
Total Liabilities		78	86
Net Assets Attributable to Shareholders		10,155	11,554

IFSL Sinfonia Income Portfolio

Notes to the Financial Statements

for the period from 1st October 2017 to 30th September 2018

1 Accounting, Distribution and Risk Management Policies

Please refer to the notes applicable to the Company on pages 11 to 13.

2 Net Capital Gains/(Losses)

	30th September 2018 £'000	30th September 2017 £'000
Gains/(losses) on non-derivative securities	24	(118)
Transaction costs	(1)	(1)
Other currency losses	(8)	(20)
Net Capital Gains/(Losses)	15	(139)

3 Direct Transaction Costs

	30th September 2018 £'000	30th September 2017 £'000
Purchases		
Collective investment schemes	2,389	3,651
Equities	1,714	4,379
	4,103	8,030
Commissions	1	1
Taxes and other charges	-	-
Total Purchases after Transaction Costs	4,104	8,031
Transaction costs as a percentage of the purchases before transaction costs:		
Commissions	0.02%	0.01%
Taxes and other charges	0.00%	0.00%
Sales		
Collective investment schemes	3,434	5,314
Equities	2,256	3,386
	5,690	8,700
Commissions	1	1
Taxes and other charges	-	-
Total Sales after Transaction Costs	5,689	8,699
Transaction costs as a percentage of the sales before transaction costs:		
Commissions	0.02%	0.01%
Taxes and other charges	0.00%	0.00%
Total Purchases and Sales Transaction Costs Expressed as a Percentage of the Average Net Asset Value Over the Period:		
Commissions	0.01%	0.02%
Taxes and other charges	-	-
	0.01%	0.02%

There were no significant in-specie transfers or corporate actions identified during the period (30th September 2017: nil).

Direct transaction costs are fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the sub-fund. These exclude any differences between quoted bid and offer prices or internal administrative on holding costs.

The average portfolio dealing spread as at 30th September 2018 was 0.02% (30th September 2017: 0.03%).

IFSL Sinfonia Income Portfolio

Notes to the Financial Statements (continued)

4 Revenue

	30th September 2018 £'000	30th September 2017 £'000
UK franked dividends	31	34
Overseas franked dividends	20	16
UK interest	23	28
Overseas interest	83	118
Total Revenue	157	196

5 Expenses

	30th September 2018 £'000	30th September 2017 £'000
Payable to the ACD or Associates of the ACD:		
ACD's periodic charge	93	106
KIID production costs	3	6
Registration fees	2	2
	98	114
Other Expenses:		
Depository's fee	9	9
Safe custody charges	2	3
Audit fees ^A	9	8
Reporting and financial statements production costs	(2)	3
	18	23
Total Expenses	116	137

^A The audit fee net of VAT for the sub-fund for the current period is £7,000 (30th September 2017: £7,000).

6 Taxation

a) Analysis of charge in period

	30th September 2018 £'000	30th September 2017 £'000
Total Tax Charge for the Period (note (b))	-	-

b) Factors affecting taxation charge for the period

The tax charged for the period is lower than the standard 20% rate of corporation tax applicable to the revenue received by Open Ended Investment Companies (OEICs). OEICs are also exempt from tax on capital gains made within the sub-funds.

The tax charge actually suffered is analysed below:

	30th September 2018 £'000	30th September 2017 £'000
Net Revenue Before Tax	41	59
Corporation tax at 20% (30th September 2017: 20%)	8	12
Effects of:		
Non-taxable UK dividends	(6)	(7)
Non-taxable overseas dividends	(4)	(3)
Utilised management expenses	(4)	(6)
Realised gains on non-reporting offshore funds	6	1
Unrealised gains on non-reporting offshore funds	-	3
Total Tax Charge for the Period (note (a))	-	-

c) Provision for deferred taxation

The sub-fund has no unutilised management expenses as at 30th September 2018 (30th September 2017: £18,000). A deferred tax asset of nil as at 30th September 2018 (30th September 2017: £4,000) has not been recognised as it is unlikely that the sub-fund will generate sufficient taxable profits in the future.

IFSL Sinfonia Income Portfolio

Notes to the Financial Statements (continued)

7 Distributions

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

	30th September 2018 £'000	30th September 2017 £'000
First interim dividend (income and accumulation)	14	24
Second interim dividend (income and accumulation)	19	21
Third interim dividend (income and accumulation)	22	25
Final dividend (income and accumulation)	66	72
	121	142
Add: Amounts deducted on cancellation of shares	4	4
Deduct: Amounts received on issue of shares	(1)	(4)
Total Distributions for the Period	124	142

8 Movement Between Net Revenue and Distributions

	30th September 2018 £'000	30th September 2017 £'000
Net revenue after taxation	41	59
Add: ACD fee borne by capital	93	106
Deduct: Tax effect of ACD fee borne by capital/gains in offshore non-reporting funds	(10)	(23)
Net Distributions for the Period	124	142

9 Debtors

	30th September 2018 £'000	30th September 2017 £'000
Sales awaiting settlement	103	–
Accrued revenue	2	3
Total Debtors	105	3

10 Other Creditors

	30th September 2018 £'000	30th September 2017 £'000
Amounts payable for cancellation of shares	16	12
Accrued expenses	11	12
ACD fees and KIID fees payable	6	9
Total Other Creditors	33	33

11 Related Party Transactions

IFSL, as ACD, a related party, acts as principal on all transactions of shares in the Company. The aggregate monies received through creations and cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and note 7.

The amounts due to the ACD in relation to share transactions and accrued ACD fees are disclosed in notes 9 and 10. As at 30th September 2018 it was £22,000 (30th September 2017: £21,000). Amounts paid to IFSL in respect of ACD's periodic charges are disclosed in note 5.

12 Equalisation

Equalisation is accrued revenue included in the price of shares purchased during the distribution period (Group 2 shares) which is refunded as part of the shareholders' first distribution for all shares of the same type. As a repayment of capital, equalisation is not liable to income tax but should be deducted from the cost of shares for capital gains tax purposes.

IFSL Sinfonia Income Portfolio

Notes to the Financial Statements (continued)

13 Share Classes

During the period, the sub-fund could issue shares in the following share classes: A Income; A Accumulation; B Income; B Accumulation; C Income; C Accumulation; D Income; and D Accumulation. The annual management charge for each share class is as follows:

	30th September 2018	30th September 2017
A Income	0.65%	0.65%
A Accumulation	0.65%	0.65%
B Income	1.50%	1.50%
B Accumulation	1.50%	1.50%
C Income	2.00%	2.00%
C Accumulation	2.00%	2.00%
D Income	1.75%	1.75%
D Accumulation	1.75%	1.75%

The net asset value, the net asset value per share, and the number of shares in issue for each share class are given in the Comparative Table on pages 16 to 23.

All share classes have the same rights on winding up.

14 Risks of Financial Instruments

Market price risk sensitivity – a five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £502,000 as at 30th September 2018 (30th September 2017: £577,000). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk sensitivity – a five per cent decrease in the value of sterling relative to the foreign currencies would have the effect of increasing the return and net assets by £144,000 as at 30th September 2018 (30th September 2017: £167,000). A five per cent increase would have an equal and opposite effect.

Interest rate risk sensitivity – an interest rate risk sensitivity disclosure has not been included because the investments held by the sub-fund are collective investment schemes. These collective investment schemes may invest in interest bearing financial assets, however, information regarding these investments is not available from their ACD/fund managers as at the sub-fund's balance sheet date.

Interest rate risk – the interest rate risk profile of financial assets/liabilities as at 30th September 2018 is as follows:

	30th September 2018 £'000	30th September 2017 £'000
Financial assets floating rate ^A	81	104
Financial assets interest bearing instruments	7,942	9,230
Financial assets non-interest bearing instruments	2,210	2,306
Financial liabilities floating rate ^A	(36)	(44)
Financial liabilities non-interest bearing instruments	(42)	(42)
	10,155	11,554

^A Floating rate assets and liabilities comprise bank balances and overdrafts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate. Interest on investments is variable based on the distribution received from underlying investments.

Liquidity risk – the liquidity risk profile of financial liabilities as at 30th September 2018 is as follows:

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2018					
<i>Non-derivatives</i>					
Bank overdrafts	–	36	–	–	36
Distributions payable on income shares	–	9	–	–	9
Other creditors	–	33	–	–	33
Total	–	78	–	–	78

IFSL Sinfonia Income Portfolio

Notes to the Financial Statements (continued)

14 Risks of Financial Instruments (continued)

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2017					
<i>Non-derivatives</i>					
Bank overdrafts	-	44	-	-	44
Distributions payable on income shares	-	9	-	-	9
Other creditors	-	33	-	-	33
Total	-	86	-	-	86

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

Derivatives and other financial instruments – the underlying exposure to forward currency contracts as at 30th September 2018 was nil (30th September 2017: nil).

15 Contingent Assets and Liabilities

There were no contingent assets or liabilities as at 30th September 2018 (30th September 2017: nil).

16 Provisions for Liabilities

There were no provisions for liabilities as at 30th September 2018 (30th September 2017: nil).

17 Fair Value Hierarchy

The Fair Value Hierarchy as at 30th September 2018 is as follows:

Valuation Technique	30th September 2018 Assets £'000	30th September 2018 Liabilities £'000	30th September 2017 Assets £'000	30th September 2017 Liabilities £'000
Level 1	2,328	-	2,873	-
Level 2	7,719	-	8,660	-
Level 3	-	-	-	-
	10,047	-	11,533	-

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the Fair Value Hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the sub-fund classifies fair value measurement under the following levels:

Level 1 – unadjusted quoted price in an active market for an identical instrument;

Level 2 – valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 – valuation techniques using unobservable inputs.

IFSL Sinfonia Income Portfolio

Notes to the Financial Statements (continued)

18 Shareholders' Fund Reconciliation

	A Income	A Accumulation	B Income	B Accumulation
Opening number of shares	847,488	5,093,965	214,010	1,033,093
Creations during the period	71,292	543,616	-	11,752
Cancellations during the period	(78,483)	(1,078,934)	(53,038)	(207,217)
Shares converted during the period	-	1,298	-	(1,367)
Closing Shares in Issue	840,297	4,559,945	160,972	836,261

	C Income	C Accumulation	D Income	D Accumulation
Opening number of shares	100	28,234	96,248	555,419
Creations during the period	-	-	525	3,454
Cancellations during the period	-	-	(70,452)	(125,353)
Shares converted during the period	-	-	-	-
Closing Shares in Issue	100	28,234	26,321	433,520

19 Post Balance Sheet Events

Since 30th September 2018, the net asset value per share has changed as follows:

	Net Asset Value (Pence per Share)		
	28th September 2018 ^A	25th January 2019	Movement (%)
Class A Income	128.10	124.90	-2.50
Class A Accumulation	153.40	150.80	-1.69
Class B Income	121.00	117.70	-2.73
Class B Accumulation	145.30	142.70	-1.79
Class C Income	114.60	110.80	-3.32
Class C Accumulation	138.80	136.20	-1.87
Class D Income	118.60	115.00	-3.04
Class D Accumulation	141.50	139.10	-1.70

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

IFSL Sinfonia Income Portfolio

Distribution Table

First interim dividend (in pence per share) for A Income shares:

Group	Net Income	Equalisation (Note 12)	28th February 2018 Income Paid	28th February 2017 Income Paid
1	0.1624	–	0.1624	0.2516
2	–	0.1624	0.1624	0.2516

First interim dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	28th February 2018 Accumulation Paid	28th February 2017 Accumulation Paid
1	0.1936	–	0.1936	0.2961
2	0.0228	0.1708	0.1936	0.2961

First interim dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (Note 12)	28th February 2018 Income Paid	28th February 2017 Income Paid
1	0.1684	–	0.1684	0.2401
2	0.1684	–	0.1684	0.2401

First interim dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	28th February 2018 Accumulation Paid	28th February 2017 Accumulation Paid
1	0.2020	–	0.2020	0.2833
2	0.0318	0.1702	0.2020	0.2833

First interim dividend (in pence per share) for C Income shares:

Group	Net Income	Equalisation (Note 12)	28th February 2018 Income Paid	28th February 2017 Income Paid
1	0.1700	–	0.1700	0.2342
2	0.1700	–	0.1700	0.2342

First interim dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	28th February 2018 Accumulation Paid	28th February 2017 Accumulation Paid
1	0.2019	–	0.2019	0.2753
2	0.2019	–	0.2019	0.2753

First interim dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (Note 12)	28th February 2018 Income Paid	28th February 2017 Income Paid
1	0.1704	–	0.1704	0.2368
2	0.0348	0.1356	0.1704	0.2368

First interim dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	28th February 2018 Accumulation Paid	28th February 2017 Accumulation Paid
1	0.0995	–	0.0995	0.2777
2	–	0.0995	0.0995	0.2777

Group 1: shares purchased prior to 1st October 2017.

Group 2: shares purchased on or after 1st October 2017 to 31st December 2017.

IFSL Sinfonia Income Portfolio

Distribution Table (continued)

Second interim dividend (in pence per share) for A Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	0.2203	–	0.2203	0.2533
2	0.0513	0.1690	0.2203	0.2533

Second interim dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.2641	–	0.2641	0.2885
2	0.1082	0.1559	0.2641	0.2885

Second interim dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	0.2204	–	0.2204	0.1756
2	0.2204	–	0.2204	0.1756

Second interim dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.2640	–	0.2640	0.2111
2	0.1398	0.1242	0.2640	0.2111

Second interim dividend (in pence per share) for C Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	0.2500	–	0.2500	0.1499
2	0.2500	–	0.2500	0.1499

Second interim dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.2591	–	0.2591	0.1785
2	0.2591	–	0.2591	0.1785

Second interim dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	0.2060	–	0.2060	0.1579
2	0.0727	0.1333	0.2060	0.1579

Second interim dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.2601	–	0.2601	0.1999
2	0.2601	–	0.2601	0.1999

Group 1: shares purchased prior to 1st January 2018.

Group 2: shares purchased on or after 1st January 2018 to 31st March 2018.

IFSL Sinfonia Income Portfolio

Distribution Table (continued)

Third interim dividend (in pence per share) for A Income shares:

Group	Net Income	Equalisation (Note 12)	31st August 2018 Income Paid	31st August 2017 Income Paid
1	0.2569	–	0.2569	0.2755
2	0.1056	0.1513	0.2569	0.2755

Third interim dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st August 2018 Accumulation Paid	31st August 2017 Accumulation Paid
1	0.3089	–	0.3089	0.3299
2	0.0596	0.2493	0.3089	0.3299

Third interim dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (Note 12)	31st August 2018 Income Paid	31st August 2017 Income Paid
1	0.2891	–	0.2891	0.2913
2	0.2891	–	0.2891	0.2913

Third interim dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st August 2018 Accumulation Paid	31st August 2017 Accumulation Paid
1	0.3396	–	0.3396	0.3134
2	0.0987	0.2409	0.3396	0.3134

Third interim dividend (in pence per share) for C Income shares:

Group	Net Income	Equalisation (Note 12)	31st August 2018 Income Paid	31st August 2017 Income Paid
1	0.3600	–	0.3600	0.3000
2	0.3600	–	0.3600	0.3000

Third interim dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st August 2018 Accumulation Paid	31st August 2017 Accumulation Paid
1	0.3465	–	0.3465	0.3164
2	0.3465	–	0.3465	0.3164

Third interim dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (Note 12)	31st August 2018 Income Paid	31st August 2017 Income Paid
1	0.3567	–	0.3567	0.2674
2	0.0000	0.3567	0.3567	0.2674

Third interim dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st August 2018 Accumulation Paid	31st August 2017 Accumulation Paid
1	0.3500	–	0.3500	0.3157
2	0.0161	0.3339	0.3500	0.3157

Group 1: shares purchased prior to 1st April 2018.

Group 2: shares purchased on or after 1st April 2018 to 30th June 2018.

IFSL Sinfonia Income Portfolio

Distribution Table (continued)

Final dividend (in pence per share) for A Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.7750	–	0.7750	0.8073
2	0.1662	0.6088	0.7750	0.8073

Final dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.9275	–	0.9275	0.9274
2	0.6910	0.2365	0.9275	0.9274

Final dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	1.0185	–	1.0185	0.8129
2	1.0185	–	1.0185	0.8129

Final dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	1.1439	–	1.1439	0.9502
2	0.7991	0.3448	1.1439	0.9502

Final dividend (in pence per share) for C Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	1.2100	–	1.2100	0.8200
2	1.2100	–	1.2100	0.8200

Final dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	1.2192	–	1.2192	0.9401
2	1.2192	–	1.2192	0.9401

Final dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	1.7567	–	1.7567	0.8264
2	0.8341	0.9226	1.7567	0.8264

Final dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	1.2794	–	1.2794	0.9487
2	1.2794	–	1.2794	0.9487

Group 1: shares purchased prior to 1st July 2018.

Group 2: shares purchased on or after 1st July 2018 to 30th September 2018.

IFSL Sinfonia Income and Growth Portfolio

Fund Information

Investment Objective

The investment objective of the sub-fund is to provide income and capital growth for investors over the long-term.

Investment Policy

The sub-fund's investment objective will be achieved by investing in a diversified portfolio of equities as well as fixed interest securities, warrants and money market instruments primarily through investment in a portfolio of collective investment schemes. The sub-fund will typically be invested in a global portfolio of assets with a focus on UK assets.

Normally, the sub-fund will be fully invested except for an amount to enable redemption of shares, efficient management of the sub-fund in relation to its strategic objectives, and other purposes which may be reasonably regarded as ancillary to the investment objectives of the sub-fund. However, the sub-fund's investment policy may mean that at times, where it is considered appropriate, the scheme property will not be fully invested and that prudent levels of liquidity will be maintained.

It is intended that the sub-fund will be invested in a portfolio of assets which the Investment Manager considers to be mainly medium and high risk investments with the intention of generating long term returns.

The asset classes in which the sub-fund may also invest includes transferable securities, money market instruments, cash and near cash and deposits as such asset classes are permitted for investment by UCITS Schemes and in accordance with the Company's general investment powers as provided in the Instrument of Incorporation, OEIC Regulations and COLL. The investment powers applicable to the sub-fund are summarised for your information in the Prospectus.

The sub-fund is permitted to invest in derivative instruments and forward transactions for investment purposes, however, it is the Investment Manager's intention that the sub-fund shall utilise derivative instruments and forward transactions for hedging purposes using efficient portfolio management techniques, as explained further in the Prospectus.

Synthetic Risk and Reward Indicator (SRRI – all share classes)



The SRRI aims to provide you with an indication of the overall risk and reward profile of the sub-fund. It is calculated based on the volatility of the sub-fund using weekly historic returns over the last five years. If five years data is not available for a sub-fund, the returns of a representative portfolio are used.

As the SRRI is calculated based on historical data it may not be a reliable indication of the future risk profile of the sub-fund. The risk category shown is not guaranteed and may change over time. The lowest rating does not mean a risk-free investment. The value of investments and the income from them may fall as well as rise and you may not get back the amount you originally invested.

The sub-fund has been measured as 4 because it has experienced moderate volatility historically. During the period the SRRI has remained unchanged.

IFSL Sinfonia Income and Growth Portfolio

Investment Manager's Review

for the period from 1st October 2017 to 30th September 2018

After a strong move early in the fourth quarter of 2017 we rotated the US small cap – relative to US large cap – into emerging equities. We envisaged good earnings potential in the emerging markets and felt that it should benefit from a more positive global growth environment. Unfortunately, the desynchronised nature of the global growth picture took its toll during the summer as we saw US equities outperforming their emerging counterparts following the trade tariffs imposed on China by the US. Subsequently, towards the end of the review period we closed this position in order to limit the risk to the portfolio. Late in 2017 we closed the underweight credit position to lock in a small profit. Although spreads remain tight the extended global cycle can allow for further gains, so we look to capture the yield pickup and benefit the sub-fund from the carry element.

At the start of 2018 we took advantage of a post-Christmas sell-off to add some risk to the sub-fund predominantly in European equities. The macroeconomic backdrop of robust global growth, muted inflation and accommodative central bank policies looked to support global equities from a fundamental perspective. The significant subsequent sell-off in equity markets during early February, whilst painful, seemed to be somewhat technical in nature, and with the positive macroeconomic scenario remaining in place we took the opportunity to add to our existing overweight position. From a selection perspective we had scaled back on the small cap allocation before increasing again in August. This strategy has performed well and also benefited from excellent underlying manager selection of Standard Life. In March we also added some diversification in the shape of a new absolute return fund – Parvest Global Equity Absolute Return – a market neutral fund with attractive return targets. Following some rather idiosyncratic events in emerging markets, namely the targeted Russian sanctions in April we tried to take advantage of the sell-off in local currency emerging market debt to introduce a new fund and position into the portfolio. In the Barings fund chosen, we have a well-established manager who takes a long term view on the world in a similar manner as those of a central bank or the International Monetary Fund. Unfortunately August combined some negative stories from Argentina and Turkey with lower liquidity which, while only small components of the index, spread contagion to the entire local debt complex and caused a drag on the portfolio. We retain the position in a limited size as the yield and valuation aspects remain even more attractive.

As the Brexit negotiations have developed over the period, the impact on UK equity markets and, in particular sterling, has been very pronounced with large swings on little news. We have tried to navigate the uncertainty via adjustments in the currency exposure of the portfolio. This is a clean and quick way to express views where we feel the narrative and market reaction has become overstretched.

Moving back to the US, the Federal Reserve look to continue its rate hiking cycle so we have added some financials exposure into the US equity portion of the portfolio. Financials and banks in particular should benefit from increasing rates and this is the view we continue to hold in the sub-fund. At the very end of the reporting period we reduced the equity risk in the portfolio by selling Japanese equities is the view where positive company earnings reports, Prime Minister Abe's re-election as leader of the governing party and a weakening yen buoyed the local stock market.

In the duration space we continue to see the risks as somewhat asymmetric and view the government bonds from an underweight perspective, looking to benefit as yields rise and re-implement short positions if yields fall back again. In that vein the sub-fund was positioned underweight throughout most of the period although with some tactical adjustments predominately taking advantage of swings in gilt prices.

Portfolio Changes

Largest Purchases	Cost (£'000)	Largest Sales	Proceeds (£'000)
BNP Paribas InstiCash 'X' GBP	1,970	BNP Paribas InstiCash 'X' GBP	2,761
iShares £ Corp Bond 0-5yr UCITS ETF GBP	1,710	Legal & General All Stocks Gilt Index 'C'	1,909
Parvest Equity Best Selection Europe ex. UK 'X'	1,554	iShares MSCI USA Small Cap UCITS ETF USD	1,311
SPDR S&P US Financials Select Sector UCITS ETF	1,188	Vanguard FTSE Developed Europe ex. UK UCITS ETF	1,108
Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	1,032	Vanguard S&P 500 UCITS ETF	1,024
BlackRock UK Credit Screened 'Flexible' GBP	924	Amundi Bond Global Aggregate 'IHE'	772
Barings Emerging Markets Local Debt 'B' USD	902	Parvest Equity USA Mid Cap 'X'	771
BNP Paribas L1 USA 'X'	892	SPDR S&P US Financials Select Sector UCITS ETF	688
JPM UK Equity Core 'E' Net	799	SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF	676
Acadian Emerging Markets Equity UCITS II 'C Inst' USD	726	Acadian Emerging Markets Equity UCITS II 'C Inst' USD	671
Other purchases	4,970	Other sales	3,295
Total purchases for the period	16,667	Total sales for the period	14,986

IFSL Sinfonia Income and Growth Portfolio

Comparative Table

	A Income 30th September 2018 (Pence per Share)	A Income 30th September 2017 (Pence per Share)	A Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	154.77	145.85	127.42
Return before operating charges*	8.00	12.80	22.40
Operating charges	(1.57)	(1.58)	(1.49)
Return after operating charges*	6.43	11.22	20.91
Distributions on income shares	(2.14)	(2.30)	(2.48)
Closing net asset value per share	159.05	154.77	145.85
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	4.15%	7.69%	16.41%
Other Information			
Closing net asset value (£'000)	3,602	2,406	1,645
Closing number of shares	2,264,319	1,554,113	1,127,650
Operating charges	0.99%	1.03%	1.10%
Direct transaction costs	0.01%	0.01%	0.01%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	162.30	158.50	148.00
Lowest share price	151.90	144.00	124.50

IFSL Sinfonia Income and Growth Portfolio

Comparative Table (continued)

	A Accumulation 30th September 2018 (Pence per Share)	A Accumulation 30th September 2017 (Pence per Share)	A Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	177.52	164.83	141.50
Return before operating charges*	9.27	14.48	25.00
Operating charges	(1.80)	(1.79)	(1.67)
Return after operating charges*	7.45	12.69	23.33
Distributions on accumulation shares	(2.47)	(2.60)	(2.77)
Retained distributions on accumulation shares	2.47	2.60	2.77
Closing net asset value per share	184.97	177.52	164.83
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	4.19%	7.70%	16.49%
Other Information			
Closing net asset value (£'000)	23,030	20,723	15,164
Closing number of shares	12,450,867	11,672,950	9,200,047
Operating charges	0.99%	1.03%	1.10%
Direct transaction costs	0.01%	0.01%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	187.80	180.50	165.30
Lowest share price	174.50	162.50	138.30

IFSL Sinfonia Income and Growth Portfolio

Comparative Table (continued)

	B Income 30th September 2018 (Pence per Share)	B Income 30th September 2017 (Pence per Share)	B Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	146.75	139.39	122.66
Return before operating charges*	7.56	12.27	21.47
Operating charges	(2.75)	(2.73)	(2.50)
Return after operating charges*	4.81	9.54	18.97
Distributions on income shares	(2.03)	(2.18)	(2.24)
Closing net asset value per share	149.53	146.75	139.39
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	3.28%	6.84%	15.47%
Other Information			
Closing net asset value (£'000)	98	96	91
Closing number of shares	65,453	65,453	65,453
Operating charges	1.84%	1.88%	1.95%
Direct transaction costs	0.01%	0.01%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	153.30	150.40	141.40
Lowest share price	143.40	137.50	119.50

IFSL Sinfonia Income and Growth Portfolio

Comparative Table (continued)

	B Accumulation 30th September 2018 (Pence per Share)	B Accumulation 30th September 2017 (Pence per Share)	B Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	167.76	157.00	135.90
Return before operating charges*	8.71	13.84	23.91
Operating charges	(3.16)	(3.08)	(2.81)
Return after operating charges*	5.55	10.76	21.10
Distributions on accumulation shares	(2.33)	(2.52)	(2.49)
Retained distributions on accumulation shares	2.33	2.52	2.49
Closing net asset value per share	173.31	167.76	157.00
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	3.31%	6.85%	15.53%
Other Information			
Closing net asset value (£'000)	1,978	2,156	2,371
Closing number of shares	1,141,571	1,285,173	1,509,905
Operating charges	1.84%	1.88%	1.95%
Direct transaction costs	0.01%	0.01%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	176.30	170.70	157.60
Lowest share price	164.20	154.60	132.40

IFSL Sinfonia Income and Growth Portfolio

Comparative Table (continued)

	C Income 30th September 2018 (Pence per Share)	C Income 30th September 2017 (Pence per Share)	C Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	140.64	134.51	118.92
Return before operating charges*	6.44	11.65	20.78
Operating charges	(3.33)	(3.33)	(3.08)
Return after operating charges*	3.11	8.32	17.70
Distributions on income shares	(1.94)	(2.19)	(2.11)
Closing net asset value per share	141.81	140.64	134.51
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	2.21%	6.19%	14.88%
Other Information			
Closing net asset value (£'000)	–	–	–
Closing number of shares	100	100	100
Operating charges	2.34%	2.38%	2.45%
Direct transaction costs	0.01%	0.01%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	146.50	144.40	136.50
Lowest share price	136.60	132.50	115.60

IFSL Sinfonia Income and Growth Portfolio

Comparative Table (continued)

	C Accumulation 30th September 2018 (Pence per Share)	C Accumulation 30th September 2017 (Pence per Share)	C Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	160.37	150.89	131.27
Return before operating charges*	8.30	13.22	23.03
Operating charges	(3.83)	(3.74)	(3.41)
Return after operating charges*	4.47	9.48	19.62
Distributions on accumulation shares	(2.22)	(2.37)	(2.34)
Retained distributions on accumulation shares	2.22	2.37	2.34
Closing net asset value per share	164.84	160.37	150.89
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	2.79%	6.28%	14.95%
Other Information			
Closing net asset value (£'000)	201	207	207
Closing number of shares	121,742	129,280	136,977
Operating charges	2.34%	2.38%	2.45%
Direct transaction costs	0.01%	0.01%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	167.80	163.30	151.60
Lowest share price	156.60	148.50	127.60

IFSL Sinfonia Income and Growth Portfolio

Comparative Table (continued)

	D Income 30th September 2018 (Pence per Share)	D Income 30th September 2017 (Pence per Share)	D Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	143.99	137.17	120.94
Return before operating charges*	7.81	11.99	21.06
Operating charges	(3.07)	(3.04)	(2.74)
Return after operating charges*	4.74	8.95	18.32
Distributions on income shares	(2.15)	(2.13)	(2.09)
Closing net asset value per share	146.58	143.99	137.17
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	3.29%	6.52%	15.15%
Other Information			
Closing net asset value (£'000)	–	–	–
Closing number of shares	111	113	114
Operating charges	2.09%	2.13%	2.20%
Direct transaction costs	0.01%	0.01%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	150.90	147.60	139.10
Lowest share price	141.00	135.20	117.70

IFSL Sinfonia Income and Growth Portfolio

Comparative Table (continued)

	D Accumulation 30th September 2018 (Pence per Share)	D Accumulation 30th September 2017 (Pence per Share)	D Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	164.46	154.33	133.95
Return before operating charges*	8.53	13.56	23.48
Operating charges	(3.51)	(3.43)	(3.10)
Return after operating charges*	5.02	10.13	20.38
Distributions on accumulation shares	(2.28)	(2.42)	(2.33)
Retained distributions on accumulation shares	2.28	2.42	2.33
Closing net asset value per share	169.48	164.46	154.33
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	3.05%	6.56%	15.21%
Other Information			
Closing net asset value (£'000)	3,073	2,790	2,628
Closing number of shares	1,813,317	1,696,708	1,702,749
Operating charges	2.09%	2.13%	2.20%
Direct transaction costs	0.01%	0.01%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	172.40	167.40	155.00
Lowest share price	160.80	152.00	130.40

Operating charges are the same as the ongoing charges figure (OCF) and are the total expenses paid by each share class in the period. Direct transaction costs are the total charges for the period included in the purchase and sale of investments in the portfolio of the sub-fund.

IFSL Sinfonia Income and Growth Portfolio

Portfolio Statement

as at 30th September 2018

Holding	Investment	Market Value £'000	Percentage of Total Net Assets %
	UK Corporate Bonds (30th September 2017: 22.21%)		
379,890	BlackRock UK Credit Screened 'Flexible' GBP	5,967	18.66
23,946	iShares £ Corp Bond 0-5yr UCITS ETF GBP	2,498	7.81
		8,465	26.47
	UK Government Bonds (30th September 2017: 7.89%)		
260,134	Legal & General All Stocks Gilt Index 'C'	314	0.98
8,875	SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF	450	1.41
		764	2.39
	Global Bonds (30th September 2017: 4.69%)		
515	Amundi Bond Global Aggregate 'IHE'	530	1.66
9,000	Barings Emerging Markets Local Debt 'B' USD	630	1.97
7,150	Parvest Bond World 'X'	768	2.40
		1,928	6.03
	Targeted Absolute Return (30th September 2017: nil)		
3,635	Parvest Global Equity Absolute Return Strategy 'X'	272	0.85
		272	0.85
	UK Equities (30th September 2017: 31.04%)		
1,432,158	JPM UK Equity Core 'E' Net	5,332	16.67
1,184,992	Legal & General UK Index 'C'	3,741	11.70
103,691	Standard Life UK Smaller Companies 'Inst'	949	2.97
		10,022	31.34
	European Equities (30th September 2017: 9.04%)		
15,724	Parvest Equity Best Selection Europe ex. UK 'X'	2,019	6.31
53,480	Vanguard FTSE Developed Europe ex. UK UCITS ETF	1,384	4.33
		3,403	10.64
	US Equities (30th September 2017: 12.08%)		
122,400	BNP Paribas Easy S&P 500 UCITS ETF 'C' USD	994	3.11
10,600	BNP Paribas L1 USA 'X'	1,044	3.26
27,488	SPDR S&P US Financials Select Sector UCITS ETF	615	1.92
3,244	Vanguard S&P 500 UCITS ETF	137	0.43
21,237	Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	1,038	3.24
		3,828	11.96
	Japanese Equities (30th September 2017: 5.85%)		
6,790	Amundi JPX-Nikkei 400 UCITS ETF EUR	804	2.51
48,801	Eastspring Japan Dynamic 'Cg'	722	2.26
2,730	Parvest Equity Japan Small Cap 'X'	311	0.97
		1,837	5.74
	Emerging Market Equities (30th September 2017: 1.33%)		
	Money Market (30th September 2017: 5.63%)		
5,852	BNP Paribas InstiCash 'X' GBP	809	2.53
		809	2.53
	Portfolio of Investments	31,328	97.95
	Net Current Assets	654	2.05
	Total Net Assets	31,982	100.00

IFSL Sinfonia Income and Growth Portfolio

Statement of Total Return

for the period from 1st October 2017 to 30th September 2018

	Notes	30th September 2018		30th September 2017	
		£'000	£'000	£'000	£'000
Income:					
Net capital gains	2		982		1,566
Revenue	4	449		423	
Expenses	5	(279)		(253)	
Net revenue before taxation		170		170	
Taxation	6	-		-	
Net revenue after taxation			170		170
Total return before distributions			1,152		1,736
Distributions	7 & 8		(409)		(379)
Change in Net Assets Attributable to Shareholders from Investment Activities (see below)			743		1,357

Statement of Change in Net Assets Attributable to Shareholders

for the period from 1st October 2017 to 30th September 2018

	30th September 2018		30th September 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		28,378		22,106
Amounts receivable on issue of shares	5,223		6,797	
Amounts payable on cancellation of shares	(2,734)		(2,246)	
		2,489		4,551
Change in net assets attributable to shareholders from investment activities (see above)		743		1,357
Retained distributions on accumulation shares		372		364
Closing Net Assets Attributable to Shareholders		31,982		28,378

IFSL Sinfonia Income and Growth Portfolio

Balance Sheet

as at 30th September 2018

	Notes	30th September 2018 £'000	30th September 2017 £'000
Assets			
Fixed Assets:			
Investments	17	31,328	28,311
Current Assets:			
Debtors	9	376	35
Cash and bank balances		334	207
Total Assets		32,038	28,553
Liabilities			
Creditors:			
Bank overdrafts		-	79
Distributions payable on income shares		19	17
Other creditors	10	37	79
Total Liabilities		56	175
Net Assets Attributable to Shareholders		31,982	28,378

IFSL Sinfonia Income and Growth Portfolio

Notes to the Financial Statements

for the period from 1st October 2017 to 30th September 2018

1 Accounting, Distribution and Risk Management Policies

Please refer to the notes applicable to the Company on pages 11 to 13.

2 Net Capital Gains

	30th September 2018 £'000	30th September 2017 £'000
Gains on non-derivative securities	998	1,612
Transaction costs	(1)	(1)
Other currency losses	(15)	(45)
Net Capital Gains	982	1,566

3 Direct Transaction Costs

	30th September 2018 £'000	30th September 2017 £'000
Purchases		
Collective investment schemes	10,594	7,670
Equities	6,071	12,904
	16,665	20,574
Commissions	2	2
Taxes	-	-
Total Purchases after Transaction Costs	16,667	20,576
Transaction costs as a percentage of the purchases before transaction costs:		
Commissions	0.01%	0.01%
Taxes	0.00%	0.00%
Sales		
Collective investment schemes	9,597	4,636
Equities	5,390	11,440
	14,987	16,076
Commissions	1	1
Taxes	-	-
Total Sales after Transaction Costs	14,986	16,075
Transaction costs as a percentage of the sales before transaction costs:		
Commissions	0.01%	0.01%
Taxes	0.00%	0.00%
Total Purchases and Sales Transaction Costs Expressed as a Percentage of the Average Net Asset Value Over the Year:		
Commissions	0.01%	0.01%
Taxes	0.00%	0.00%
	0.01%	0.01%

There were no significant in-specie transfers or corporate actions were identified in the period (30th September 2017: nil).

Direct transaction costs are fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the sub-fund. These exclude any differences between quoted bid and offer prices or internal administrative on holding costs.

The average portfolio dealing spread as at 30th September 2018 was 0.03% (30th September 2017: 0.03%).

IFSL Sinfonia Income and Growth Portfolio

Notes to the Financial Statements (continued)

4 Revenue

	30th September 2018 £'000	30th September 2017 £'000
UK franked dividends	261	231
Overseas franked dividends	104	116
Interest distributions	11	12
Overseas interest	73	64
Total Revenue	449	423

5 Expenses

	30th September 2018 £'000	30th September 2017 £'000
Payable to the ACD or Associates of the ACD:		
ACD's periodic charge	250	217
KIID production costs	3	6
Registration fees	3	3
	256	226
Other Expenses:		
Depository's fee	11	11
Safe custody charges	6	5
Audit fees ^A	8	8
Report and financial statements production costs	(2)	3
	23	27
Total Expenses	279	253

^A The audit fee net of VAT for the sub-fund for the current period is £7,000 (30th September 2017: £7,000).

6 Taxation

a) Analysis of charge in period

	30th September 2018 £'000	30th September 2017 £'000
Total Tax Charge for the Period (note (b))	-	-

b) Factors affecting taxation charge for the period

The tax charged for the period is lower than the standard 20% rate of corporation tax applicable to the revenue received by Open Ended Investment Companies (OEICs). OEICs are also exempt from tax on capital gains made within the sub-funds.

The tax charge actually suffered is analysed below:

	30th September 2018 £'000	30th September 2017 £'000
Net Revenue Before Tax	170	170
Corporation tax at 20% (30th September 2017: 20%)	34	34
Effects of:		
Non-taxable UK dividends	(52)	(46)
Non-taxable overseas dividends	(21)	(23)
Unutilised management expenses	(18)	(8)
Realised gains on non-reporting offshore funds	11	6
Unrealised gains on non-reporting offshore funds	46	37
Total Tax Charge for Period (note (a))	-	-

c) Provision for deferred taxation

The sub-fund has unutilised management expenses of £295,000 as at 30th September 2018 (30th September 2017: £384,000). A deferred tax asset of £59,000 (30th September 2017: £77,000) has not been recognised as it is unlikely that the sub-fund will generate sufficient taxable profits in the future.

IFSL Sinfonia Income and Growth Portfolio

Notes to the Financial Statements (continued)

7 Distributions

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

	30th September 2018 £'000	30th September 2017 £'000
Interim dividend (income and accumulation)	247	200
Final dividend (income and accumulation)	169	198
	416	398
Add: Amounts deducted on cancellation of shares	10	10
Deduct: Amounts received on issue of shares	(17)	(29)
Total Distributions for the Period	409	379

8 Movement Between Net Revenue and Distributions

	30th September 2018 £'000	30th September 2017 £'000
Net revenue after taxation	170	170
Add: ACD fee borne by capital	250	217
Deduct: Tax effect of ACD fee borne by capital/gains in offshore non-reporting funds	(11)	(8)
Net Distributions for the Period	409	379

9 Debtors

	30th September 2018 £'000	30th September 2017 £'000
Amounts receivable from issue of shares	123	24
Sales awaiting settlement	249	-
Accrued revenue	4	11
Total Debtors	376	35

10 Other Creditors

	30th September 2018 £'000	30th September 2017 £'000
Amounts payable for cancellation of shares	5	47
Accrued expenses	11	13
ACD, registration and KIID fees payable	21	19
Total Other Creditors	37	79

11 Related Party Transactions

IFSL, as ACD, a related party, acts as principal on all transactions of shares in the Company. The aggregate monies received through creations and cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and note 7.

The amounts due from/[to] the ACD in relation to share transactions and accrued ACD fees are disclosed in notes 9 and 10. As at 30th September 2018 it was £97,000 (30th September 2017: [£42,000]). Amounts paid to IFSL in respect of ACD's periodic charges are disclosed in note 5.

12 Equalisation

Equalisation is accrued revenue included in the price of shares purchased during the distribution period (Group 2 shares) which is refunded as part of the shareholders' first distribution for all shares of the same type. As a repayment of capital, equalisation is not liable to income tax but should be deducted from the cost of shares for capital gains tax purposes.

IFSL Sinfonia Income and Growth Portfolio

Notes to the Financial Statements (continued)

13 Share Classes

During the period, the sub-fund could issue shares in the following share classes: A Income; A Accumulation; B Income; B Accumulation; C Income; C Accumulation; D Income; and D Accumulation. The annual management charge for each share class is as follows:

	30th September 2018	30th September 2017
A Income	0.65%	0.65%
A Accumulation	0.65%	0.65%
B Income	1.50%	1.50%
B Accumulation	1.50%	1.50%
C Income	2.00%	2.00%
C Accumulation	2.00%	2.00%
D Income	1.75%	1.75%
D Accumulation	1.75%	1.75%

The net asset value, the net asset value per share, and the number of shares in issue for each share class are given in the Comparative Table on pages 39 to 46.

All share classes have the same rights on winding up.

14 Risks of Financial Instruments

Market price risk sensitivity – a five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £1,566,000 as at 30th September 2018 (30th September 2017: £1,416,000). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk sensitivity – a five per cent decrease in the value of sterling relative to the foreign currencies would have the effect of increasing the return and net assets by £475,000 as at 30th September 2018 (30th September 2017: £438,000). A five per cent increase would have an equal and opposite effect.

Interest rate risk sensitivity – an interest rate risk sensitivity disclosure has not been included because the investments held by the sub-fund are collective investment schemes. These collective investment schemes may invest in interest bearing financial assets, however, information regarding these investments is not available from their ACD/fund managers as at the sub-fund's balance sheet date.

Interest rate risk – the interest rate risk profile of financial assets/liabilities as at 30th September 2018 is as follows:

	30th September 2018 £'000	30th September 2017 £'000
Financial assets floating rate ^A	334	207
Financial assets interest bearing instruments	11,966	11,471
Financial assets non-interest bearing instruments	19,738	16,875
Financial liabilities floating rate ^A	–	(79)
Financial liabilities non-interest bearing instruments	(56)	(96)
	31,982	28,378

^A Floating rate assets and liabilities comprise bank balances and overdrafts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate. Interest on investments is variable based on the distribution received from underlying investments.

IFSL Sinfonia Income and Growth Portfolio

Notes to the Financial Statements (continued)

14 Risks of Financial Instruments (continued)

Liquidity risk – the liquidity risk profile of financial liabilities as at 30th September 2018 is as follows:

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2018					
<i>Non-derivatives</i>					
Distributions payable on income shares	-	19	-	-	19
Other creditors	-	37	-	-	37
Total	-	56	-	-	56
30th September 2017					
<i>Non-derivatives</i>					
Distributions payable on income shares	-	17	-	-	17
Bank overdrafts	-	79	-	-	79
Other creditors	-	79	-	-	79
Total	-	175	-	-	175

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

Derivatives and other financial instruments – the underlying exposure to forward currency contracts as at 30th September 2018 was nil (30th September 2017: nil).

15 Contingent Assets and Liabilities

There were no contingent assets or liabilities as at 30th September 2018 (30th September 2017: nil).

16 Provisions for Liabilities

There were no provisions for liabilities as at 30th September 2018 (30th September 2017: nil).

17 Fair Value Hierarchy

The Fair Value Hierarchy as at 30th September 2018 is as follows:

Valuation Technique	30th September 2018 Assets £'000	30th September 2018 Liabilities £'000	30th September 2017 Assets £'000	30th September 2017 Liabilities £'000
Level 1	7,918	-	6,840	-
Level 2	23,410	-	21,471	-
Level 3	-	-	-	-
	31,328	-	28,311	-

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the Fair Value Hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the sub-fund classifies fair value measurement under the following levels:

Level 1 – unadjusted quoted price in an active market for an identical instrument;

Level 2 – valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 – valuation techniques using unobservable inputs.

IFSL Sinfonia Income and Growth Portfolio

Notes to the Financial Statements (continued)

18 Shareholders' Fund Reconciliation

	A Income	A Accumulation	B Income	B Accumulation
Opening number of shares	1,554,113	11,672,950	65,453	1,285,173
Creations during the period	890,872	1,799,634	-	22,834
Cancellations during the period	(180,666)	(1,028,051)	-	(159,692)
Shares converted during the period	-	6,334	-	(6,744)
Closing Shares in Issue	2,264,319	12,450,867	65,453	1,141,571

	C Income	C Accumulation	D Income	D Accumulation
Opening number of shares	100	129,280	113	1,696,708
Creations during the period	-	-	6	300,145
Cancellations during the period	-	(7,538)	(8)	(183,537)
Shares converted during the period	-	-	-	-
Closing Shares in Issue	100	121,742	111	1,813,317

19 Post Balance Sheet Events

Since 30th September 2018, the net asset value per share has changed as follows:

	Net Asset Value (Pence per Share)		
	28th September 2018 ^A	25th January 2019	Movement (%)
Class A Income	159.90	149.80	-6.32
Class A Accumulation	185.00	174.20	-5.84
Class B Income	150.50	140.40	-6.71
Class B Accumulation	173.50	162.80	-6.17
Class C Income	142.90	132.90	-7.00
Class C Accumulation	165.10	154.40	-6.48
Class D Income	147.60	137.50	-6.84
Class D Accumulation	169.70	159.10	-6.25

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

IFSL Sinfonia Income and Growth Portfolio

Distribution Table

Interim dividend (in pence per share) for A Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	1.3066	–	1.3066	1.2072
2	0.7198	0.5868	1.3066	1.2072

Interim dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	1.4978	–	1.4978	1.3643
2	0.7304	0.7674	1.4978	1.3643

Interim dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	1.2396	–	1.2396	1.1473
2	1.2396	–	1.2396	1.1473

Interim dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	1.4147	–	1.4147	1.3279
2	0.5569	0.8578	1.4147	1.3279

Interim dividend (in pence per share) for C Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	1.1800	–	1.1800	1.1200
2	1.1800	–	1.1800	1.1200

Interim dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	1.3556	–	1.3556	1.2422
2	1.3556	–	1.3556	1.2422

Interim dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (Note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	1.2324	–	1.2324	1.1189
2	1.2324	–	1.2324	1.1189

Interim dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	1.3896	–	1.3896	1.2709
2	0.9695	0.4201	1.3896	1.2709

Group 1: shares purchased prior to 1st October 2017.

Group 2: shares purchased on or after 1st October 2017 to 31st March 2018.

IFSL Sinfonia Income and Growth Portfolio

Distribution Table (continued)

Final dividend (in pence per share) for A Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.8355	–	0.8355	1.0904
2	0.3736	0.4619	0.8355	1.0904

Final dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.9740	–	0.9740	1.2348
2	0.4731	0.5009	0.9740	1.2348

Final dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.7903	–	0.7903	1.0324
2	0.7903	–	0.7903	1.0324

Final dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.9104	–	0.9104	1.1891
2	0.4197	0.4907	0.9104	1.1891

Final dividend (in pence per share) for C Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.7600	–	0.7600	1.0700
2	0.7600	–	0.7600	1.0700

Final dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.8641	–	0.8641	1.1268
2	0.8641	–	0.8641	1.1268

Final dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (Note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.9155	–	0.9155	1.0129
2	0.6189	0.2966	0.9155	1.0129

Final dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (Note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.8908	–	0.8908	1.1518
2	0.0677	0.8231	0.8908	1.1518

Group 1: shares purchased prior to 1st April 2018.

Group 2: shares purchased on or after 1st April 2018 to 30th September 2018.

IFSL Sinfonia Cautious Managed Portfolio

Fund Information

Investment Objective

The investment objective of the sub-fund is to provide long term returns, by a combination of both capital growth and income generation.

Investment Policy

The sub-fund’s investment objective will be achieved by investing in a diversified portfolio of equities as well as fixed interest securities, warrants and money market instruments primarily through investment in a portfolio of collective investment schemes. The sub-fund will typically be invested in a global portfolio of assets and may also focus on UK assets.

Normally, the sub-fund will be fully invested except for an amount to enable redemption of shares, efficient management of the sub-fund in relation to its strategic objectives, and other purposes which may be reasonably regarded as ancillary to the investment objectives of the sub-fund. However, the sub-fund’s investment policy may mean that at times, where it is considered appropriate, the scheme property will not be fully invested and that prudent levels of liquidity will be maintained.

It is intended that the sub-fund will be invested in a portfolio of assets which the Investment Manager considers to be mainly medium risk investments with the intention of generating long term returns.

The asset classes in which the sub-fund may also invest includes transferable securities, money market instruments, cash and near cash and deposits as such asset classes are permitted for investment by UCITS Schemes and in accordance with the Company’s general investment powers as provided in the Instrument of Incorporation, OEIC Regulations and COLL. The investment powers applicable to the sub-fund are summarised for your information in the Prospectus.

The sub-fund is permitted to invest in derivative instruments and forward transactions for investment purposes, however, it is the Investment Manager’s intention that the sub-fund shall utilise derivative instruments and forward transactions for hedging purposes using efficient portfolio management techniques, as explained further in the Prospectus.

Synthetic Risk and Reward Indicator (SRRI – all share classes)



The SRRI aims to provide you with an indication of the overall risk and reward profile of the sub-fund. It is calculated based on the volatility of the sub-fund using weekly historic returns over the last five years. If five years data is not available for a sub-fund, the returns of a representative portfolio are used.

As the SRRI is calculated based on historical data it may not be a reliable indication of the future risk profile of the sub-fund. The risk category shown is not guaranteed and may change over time. The lowest rating does not mean a risk-free investment. The value of investments and the income from them may fall as well as rise and you may not get back the amount you originally invested.

The sub-fund has been measured as 4 because it has experienced moderate volatility historically. During the period the SRRI has remained unchanged.

IFSL Sinfonia Cautious Managed Portfolio

Investment Manager's Review

for the period from 1st October 2017 to 30th September 2018

After a strong move early in the fourth quarter of 2017 we rotated the US small cap – relative to US large cap – into emerging equities. We envisaged good earnings potential in the emerging markets and felt that it should benefit from a more positive global growth environment. Unfortunately, the desynchronised nature of the global growth picture took its toll during the summer as we saw US equities outperforming their emerging counterparts following the trade tariffs imposed on China by the US. Subsequently, towards the end of the review period we closed this position in order to limit the risk to the portfolio. Late in 2017 we closed the underweight credit position to lock in a small profit. Although spreads remain tight the extended global cycle can allow for further gains, so we look to capture the yield pickup and benefit the sub-fund from the carry element.

At the start of 2018 we took advantage of a post-Christmas sell-off to add some risk to the sub-fund predominantly in European equities. The macroeconomic backdrop of robust global growth, muted inflation and accommodative central bank policies looked to support global equities from a fundamental perspective. The significant subsequent sell-off in equity markets during early February, whilst painful, seemed to be somewhat technical in nature, and with the positive macroeconomic scenario remaining in place we took the opportunity to add to our existing overweight position. From a selection perspective we had scaled back on the small cap allocation before increasing again in August. This strategy has performed well and also benefited from excellent underlying manager selection of Standard Life. In March we also added some diversification in the shape of a new absolute return fund – Parvest Global Equity Absolute Return – a market neutral fund with attractive return targets. Following some rather idiosyncratic events in emerging markets, namely the targeted Russian sanctions in April we tried to take advantage of the sell-off in local currency emerging market debt to introduce a new fund and position into the portfolio. In the Barings fund chosen, we have a well-established manager who takes a long term view on the world in a similar manner as those of a central bank or the International Monetary Fund. Unfortunately August combined some negative stories from Argentina and Turkey with lower liquidity which, while only small components of the index, spread contagion to the entire local debt complex and caused a drag on the portfolio. We retain the position in a limited size as the yield and valuation aspects remain even more attractive.

As the Brexit negotiations have developed over the period, the impact on UK equity markets and, in particular sterling, has been very pronounced with large swings on little news. We have tried to navigate the uncertainty via adjustments in the currency exposure of the portfolio. This is a clean and quick way to express views where we feel the narrative and market reaction has become overstretched.

Moving back to the US, the Federal Reserve look to continue its rate hiking cycle so we have added some financials exposure into the US equity portion of the portfolio. Financials and banks in particular should benefit from increasing rates and this is the view we continue to hold in the sub-fund. At the very end of the reporting period we reduced the equity risk in the portfolio by selling Japanese equities where positive company earnings reports, Prime Minister Abe's re-election as leader of the governing party and a weakening yen buoyed the local stock market.

In the duration space we continue to see the risks as somewhat asymmetric and view the government bonds from an underweight perspective, looking to benefit as yields rise and re-implement short positions if yields fall back again. In that vein the sub-fund was positioned underweight throughout most of the period although with some tactical adjustments predominately taking advantage of swings in gilt prices.

Portfolio Changes

Largest Purchases	Cost (£'000)	Largest Sales	Proceeds (£'000)
BNP Paribas InstiCash 'X' GBP	3,680	BNP Paribas InstiCash 'X' GBP	2,990
Parvest Equity Best Selection Europe ex. UK 'X'	1,781	Legal & General All Stocks Gilt Index 'C'	2,475
Legal & General All Stocks Gilt Index 'C'	1,426	SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF	1,690
iShares £ Corp Bond 0-5yr UCITS ETF GBP	1,396	iShares MSCI USA Small Cap UCITS ETF USD	1,587
SPDR S&P US Financials Select Sector UCITS ETF	1,344	Vanguard FTSE Developed Europe ex. UK UCITS ETF	1,586
Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	1,142	Parvest Bond Absolute Return V350 'X'	1,116
Barings Emerging Markets Local Debt 'B' USD	1,043	BNP Paribas Easy S&P 500 UCITS ETF 'C' USD	930
BlackRock UK Credit Screened 'Flexible' GBP	1,031	Acadian Emerging Markets Equity UCITS II 'C Inst' USD	846
Acadian Emerging Markets Equity UCITS II 'C Inst' USD	917	JPM UK Equity Core 'E' Net	834
Vanguard FTSE Developed Europe ex. UK UCITS ETF	913	SPDR S&P US Financials Select Sector UCITS ETF	797
Other purchases	4,386	Other sales	4,791
Total purchases for the period	19,059	Total sales for the period	19,642

IFSL Sinfonia Cautious Managed Portfolio

Comparative Table

	A Accumulation 30th September 2018 (Pence per Share)	A Accumulation 30th September 2017 (Pence per Share)	A Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	169.85	163.48	139.37
Return before operating charges*	5.86	8.04	25.61
Operating charges	(1.68)	(1.67)	(1.50)
Return after operating charges*	4.18	6.37	24.11
Distributions on accumulation shares	(1.44)	(1.66)	(2.25)
Retained distributions on accumulation shares	1.44	1.66	2.25
Closing net asset value per share	174.03	169.85	163.48
* after direct transaction costs of:	0.02	0.03	0.02
Performance			
Return after charges	2.46%	3.90%	17.30%
Other Information			
Closing net asset value (£'000)	29,881	28,463	27,080
Closing number of shares	17,170,341	16,757,109	16,564,052
Operating charges	0.97%	1.00%	1.01%
Direct transaction costs	0.01%	0.02%	0.01%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	177.20	173.90	164.60
Lowest share price	167.30	158.50	138.90

IFSL Sinfonia Cautious Managed Portfolio

Comparative Table (continued)

	B Income 30th September 2018 (Pence per Share)	B Income 30th September 2017 (Pence per Share)	B Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	155.49	151.41	130.94
Return before operating charges*	5.57	7.73	23.94
Operating charges	(2.87)	(2.86)	(2.58)
Return after operating charges*	2.70	4.87	21.36
Distributions on income shares	(0.32)	(0.79)	(0.89)
Closing net asset value per share	157.87	155.49	151.41
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	1.74%	3.22%	16.31%
Other Information			
Closing net asset value (£'000)	29	58	56
Closing number of shares	18,211	37,321	37,321
Operating charges	1.82%	1.85%	1.86%
Direct transaction costs	0.01%	0.02%	0.01%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	161.40	160.00	153.50
Lowest share price	152.70	146.70	130.10

IFSL Sinfonia Cautious Managed Portfolio

Comparative Table (continued)

	B Accumulation 30th September 2018 (Pence per Share)	B Accumulation 30th September 2017 (Pence per Share)	B Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	161.72	156.69	134.71
Return before operating charges*	5.87	7.98	24.63
Operating charges	(2.99)	(2.95)	(2.65)
Return after operating charges*	2.88	5.03	21.98
Distributions on accumulation shares	(0.34)	(0.83)	(0.92)
Retained distributions on accumulation shares	0.34	0.83	0.92
Closing net asset value per share	164.60	161.72	156.69
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	1.78%	3.21%	16.32%
Other Information			
Closing net asset value (£'000)	2,577	2,761	3,243
Closing number of shares	1,565,924	1,707,507	2,069,392
Operating charges	1.82%	1.85%	1.86%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	167.80	165.50	157.90
Lowest share price	158.80	151.80	133.80

IFSL Sinfonia Cautious Managed Portfolio

Comparative Table (continued)

	C Accumulation 30th September 2018 (Pence per Share)	C Accumulation 30th September 2017 (Pence per Share)	C Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	154.24	150.19	129.78
Return before operating charges*	5.91	7.64	23.65
Operating charges	(3.63)	(3.59)	(3.24)
Return after operating charges*	2.28	4.05	20.41
Distributions on accumulation shares	(0.09)	(0.56)	(0.21)
Retained distributions on accumulation shares	0.09	0.56	0.21
Closing net asset value per share	156.52	154.24	150.19
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	1.48%	2.70%	15.73%
Other Information			
Closing net asset value (£'000)	347	346	364
Closing number of shares	221,574	224,056	242,132
Operating charges	2.32%	2.35%	2.36%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	159.70	158.00	151.50
Lowest share price	151.30	145.30	128.70

IFSL Sinfonia Cautious Managed Portfolio

Comparative Table (continued)

	D Income 30th September 2018 (Pence per Share)	D Income 30th September 2017 (Pence per Share)	D Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	154.67	150.79	130.08
Return before operating charges*	5.67	7.67	23.74
Operating charges	(3.25)	(3.22)	(2.90)
Return after operating charges*	2.00	4.45	20.84
Distributions on income shares	(0.21)	(0.57)	(0.13)
Closing net asset value per share	156.88	154.67	150.79
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	1.56%	2.95%	16.02%
Other Information			
Closing net asset value (£'000)	82	81	89
Closing number of shares	52,344	52,344	59,041
Operating charges	2.07%	2.10%	2.11%
Direct transaction costs	0.01%	0.02%	0.01%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	160.20	158.90	152.10
Lowest share price	151.70	146.00	129.10

IFSL Sinfonia Cautious Managed Portfolio

Comparative Table (continued)

	D Accumulation 30th September 2018 (Pence per Share)	D Accumulation 30th September 2017 (Pence per Share)	D Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	158.12	153.58	132.38
Return before operating charges*	5.68	7.81	24.13
Operating charges	(3.32)	(3.27)	(2.93)
Return after operating charges*	2.36	4.54	21.20
Distributions on accumulation shares	(0.23)	(0.72)	(0.13)
Retained distributions on accumulation shares	0.23	0.72	0.13
Closing net asset value per share	160.48	158.12	153.58
* after direct transaction costs of:	0.02	0.02	0.02
Performance			
Return after charges	1.49%	2.96%	16.01%
Other Information			
Closing net asset value (£'000)	1,559	1,832	2,313
Closing number of shares	971,448	1,158,762	1,506,229
Operating charges	2.07%	2.10%	2.11%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	163.70	161.90	154.80
Lowest share price	155.00	148.70	131.40

Operating charges are the same as the ongoing charges figure (OCF) and are the total expenses paid by each share class in the period. Direct transaction costs are the total charges for the period included in the purchase and sale of investments in the portfolio of the sub-fund.

IFSL Sinfonia Cautious Managed Portfolio

Portfolio Statement

as at 30th September 2018

Holding	Investment	Market Value £'000	Percentage of Total Net Assets %
	UK Corporate Bonds (30th September 2017: 16.23%)		
406,601	BlackRock UK Credit Screened 'Flexible' GBP	6,387	18.53
7,341	iShares £ Corp Bond 0-5yr UCITS ETF GBP	765	2.22
		7,152	20.75
	UK Government Bonds (30th September 2017: 21.11%)		
3,599,558	Legal & General All Stocks Gilt Index 'C'	4,348	12.61
13,000	SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF	659	1.91
		5,007	14.52
	Global Bonds (30th September 2017: 13.55%)		
1,887	Amundi Bond Global Aggregate 'IHE'	1,942	5.63
9,972	Barings Emerging Markets Local Debt 'B' USD	698	2.02
17,125	Parvest Bond World 'X'	1,841	5.34
20,176	Xtrackers II Global Aggregate Bond Swap UCITS ETF '1D' USD	690	2.00
		5,171	14.99
	Targeted Absolute Return (30th September 2017: 3.30%)		
3,685	Parvest Global Equity Absolute Return Strategy 'X'	276	0.80
		276	0.80
	UK Equities (30th September 2017: 23.29%)		
1,190,400	JPM UK Equity Core 'E' Net	4,432	12.86
855,722	Legal & General UK Index 'C'	2,702	7.84
97,538	Standard Life UK Smaller Companies 'Inst'	893	2.59
		8,027	23.29
	European Equities (30th September 2017: 8.13%)		
16,591	Parvest Equity Best Selection Europe ex. UK 'X'	2,130	6.18
49,522	Vanguard FTSE Developed Europe ex. UK UCITS ETF	1,281	3.72
		3,411	9.90
	US Equities (30th September 2017: 8.57%)		
69,630	BNP Paribas Easy S&P 500 UCITS ETF 'C' USD	566	1.64
3,900	BNP Paribas L1 USA 'X'	384	1.11
30,324	SPDR S&P US Financials Select Sector UCITS ETF	678	1.97
23,492	Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	1,148	3.33
		2,776	8.05
	Japanese Equities (30th September 2017: 1.00%)		
1,467	Amundi JPX-Nikkei 400 UCITS ETF EUR	174	0.51
7,120	Eastspring Japan Dynamic 'Cg'	105	0.30
		279	0.81
	Emerging Market Equities (30th September 2017: 1.45%)		
	Money Market (30th September 2017: 3.54%)		
13,608	BNP Paribas InstiCash 'X' GBP	1,882	5.46
		1,882	5.46
	Portfolio of Investments	33,981	98.57
	Net Current Assets	494	1.43
	Total Net Assets	34,475	100.00

IFSL Sinfonia Cautious Managed Portfolio

Statement of Total Return

for the period from 1st October 2017 to 30th September 2018

	Notes	30th September 2018		30th September 2017	
		£'000	£'000	£'000	£'000
Income					
Net capital gains	2		556		903
Revenue	4	530		614	
Expenses	5	(302)		(308)	
Net revenue before taxation		228		306	
Taxation	6	(17)		(20)	
Net revenue after taxation			211		286
Total return before distributions			767		1,189
Distributions	7 & 8		(255)		(299)
Change in Net Assets Attributable to Shareholders from Investment Activities (see below)			512		890

Statement of Change in Net Assets Attributable to Shareholders

for the period from 1st October 2017 to 30th September 2018

	30th September 2018		30th September 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		33,541		33,145
Amounts receivable on issue of shares	4,193		5,145	
Amounts payable on cancellation of shares	(4,024)		(5,938)	
		169		(793)
Change in net assets attributable to shareholders from investment activities (see above)		512		890
Retained distributions on accumulation shares		253		299
Closing Net Assets Attributable to Shareholders		34,475		33,541

IFSL Sinfonia Cautious Managed Portfolio

Balance Sheet

as at 30th September 2018

	Notes	30th September 2018 £'000	30th September 2017 £'000
Assets			
Fixed Assets:			
Investments	17	33,981	33,598
Current Assets:			
Debtors	9	428	29
Cash and bank balances		163	262
Total Assets		34,572	33,889
Liabilities			
Creditors:			
Bank overdrafts		11	88
Other creditors	10	86	260
Total Liabilities		97	348
Net Assets Attributable to Shareholders		34,475	33,541

IFSL Sinfonia Cautious Managed Portfolio

Notes to the Financial Statements

for the period from 1st October 2017 to 30th September 2018

1 Accounting, Distribution and Risk Management Policies

Please refer to the notes applicable to the Company on pages 11 to 13.

2 Net Capital Gains

	30th September 2018 £'000	30th September 2017 £'000
Gains on non-derivative securities	570	979
Transaction costs	(1)	(1)
Other currency losses	(13)	(75)
Net Capital Gains	556	903

3 Direct Transaction Costs

	30th September 2018 £'000	30th September 2017 £'000
Purchases		
Collective investment schemes	12,554	13,362
Equities	6,502	11,581
	19,056	24,943
Commissions	3	3
Taxes and other charges	-	-
Total Purchases after Transaction Costs	19,059	24,946
Transaction costs as a percentage of the purchases before transaction costs		
Commissions	0.02%	0.01%
Taxes and other charges	0.00%	0.00%
Sales		
Collective investment schemes	10,725	16,870
Equities	8,919	9,169
	19,644	26,039
Commissions	2	2
Taxes and other charges	-	-
Total Sales after Transaction Costs	19,642	26,037
Transaction costs as a percentage of the sales before transaction costs		
Commissions	0.01%	0.01%
Taxes and other charges	0.00%	0.00%
Total Purchases and Sales Transaction Costs Expressed as a Percentage of the Average Net Asset Value Over the Period		
Commissions	0.01%	0.02%
Taxes and other charges	-	-
	0.01%	0.02%

There were no significant in-specie transfers or corporate actions identified during the period (30th September 2017: nil).

Direct transaction costs are fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the sub-fund. These exclude any differences between quoted bid and offer prices or internal administrative on holding costs.

The average portfolio dealing spread as at 30th September 2018 was 0.02% (30th September 2017: 0.04%).

IFSL Sinfonia Cautious Managed Portfolio

Notes to the Financial Statements (continued)

4 Revenue

	30th September 2018 £'000	30th September 2017 £'000
UK franked dividends	228	218
Overseas franked dividends	86	119
UK interest	64	59
Overseas interest	152	218
Total Revenue	530	614

5 Expenses

	30th September 2018 £'000	30th September 2017 £'000
Payable to the ACD or Associates of the ACD:		
ACD's periodic charge	271	268
KIID production costs	2	3
Registration fees	3	4
	276	275
Other Expenses		
Depository's fee	12	15
Safe custody charges	7	7
Audit fees ^A	9	8
Report and financial statements production costs	(2)	3
	26	33
Total Expenses	302	308

^A The audit fee net of VAT for the sub-fund for the current period is £7,000 (30th September 2017: £7,000).

6 Taxation

a) Analysis of charge in period

	30th September 2018 £'000	30th September 2017 £'000
Corporation tax	9	9
Corporation tax prior year adjustment	(17)	-
Current Tax Charge for the Period (note (b))	(8)	9
Deferred tax	25	11
Total Tax Charge for the Period	17	20

b) Factors affecting taxation charge for the period

The tax charged for the period is lower than the standard 20% rate of corporation tax applicable to the revenue received by Open Ended Investment Companies (OEICs). OEICs are also exempt from tax on capital gains made within the sub-funds.

The tax charge actually suffered is analysed below:

	30th September 2018 £'000	30th September 2017 £'000
Net Revenue Before Tax	228	306
Corporation tax at 20%	46	61
Effects of:		
Non-taxable UK dividends	(46)	(44)
Non-taxable overseas dividends	(17)	(24)
Realised gains on non reporting offshore funds	26	16
Corporation tax prior year adjustment	(17)	-
Current Tax Charge for the Period (note (a))	(8)	9

IFSL Sinfonia Cautious Managed Portfolio

Notes to the Financial Statements (continued)

6 Taxation (continued)

c) Provision for deferred taxation

	30th September 2018 £'000	30th September 2017 £'000
Provision at the start of the period	14	3
Deferred tax charge for the period (note (a))	25	11
Provision at End of the Period	39	14

The sub-fund does not have any unutilised management expense as at 30th September 2018 (2017: nil), and therefore has no deferred tax asset (2017: nil).

7 Distributions

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

	30th September 2018 £'000	30th September 2017 £'000
Interim dividend (income and accumulation)	107	80
Final dividend (income and accumulation)	147	219
	254	299
Add: Amounts deducted on cancellation of shares	8	12
Deduct: Amounts received on issue of shares	(7)	(12)
Total Distributions for the Period	255	299

8 Movement Between Net Revenue and Distributions

	30th September 2018 £'000	30th September 2017 £'000
Net revenue after taxation	211	286
Add: Tax effect of gains in offshore non-reporting funds	34	6
Add: Transfer from capital to income due to income deficit	10	7
Net Distributions for the Period	255	299

9 Debtors

	30th September 2018 £'000	30th September 2017 £'000
Amounts receivable from issue of shares	49	19
Sales awaiting settlement	371	-
Accrued revenue	3	10
Corporation tax receivable	5	-
Total Debtors	428	29

10 Other Creditors

	30th September 2018 £'000	30th September 2017 £'000
Amounts payable for cancellation of shares	15	200
Accrued expenses	10	14
Corporation tax payable	-	9
Deferred tax	39	14
ACD fees payable	22	23
Total Other Creditors	86	260

IFSL Sinfonia Cautious Managed Portfolio

Notes to the Financial Statements (continued)

11 Related Party Transactions

IFSL, as ACD, a related party, acts as principal on all transactions of shares in the Company. The aggregate monies received through creations and cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and note 7.

The amounts due from/[to] the ACD in relation to share transactions and accrued ACD fees are disclosed in notes 9 and 10. As at 30th September 2018 it was £12,000 (30th September 2017: [£204,000]). Amounts paid to IFSL in respect of ACD's periodic charges are disclosed in note 5.

12 Equalisation

Equalisation is accrued revenue included in the price of shares purchased during the distribution period (Group 2 shares) which is refunded as part of the shareholders' first distribution for all shares of the same type. As a repayment of capital, equalisation is not liable to income tax but should be deducted from the cost of shares for capital gains tax purposes.

13 Share Classes

During the period, the sub-fund could issue shares in the following share classes: A Income; A Accumulation; B Income; B Accumulation; C Income; C Accumulation; D Income; and D Accumulation. The annual management charge for each share class is as follows:

	30th September 2018	30th September 2017
A Income	0.65%	0.65%
A Accumulation	0.65%	0.65%
B Income	1.50%	1.50%
B Accumulation	1.50%	1.50%
C Income	2.00%	2.00%
C Accumulation	2.00%	2.00%
D Income	1.75%	1.75%
D Accumulation	1.75%	1.75%

The net asset value, the net asset value per share, and the number of shares in issue for each share class are given in the Comparative Table on pages 60 to 65.

All share classes have the same rights on winding up.

14 Risks of Financial Instruments

Market price risk sensitivity – a five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £1,699,000 as at 30th September 2018 (30th September 2017: £1,680,000). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk sensitivity – a five per cent decrease in the value of sterling relative to the foreign currencies would have the effect of increasing the return and net assets by £499,000 as at 30th September 2018 (30th September 2017: nil). A five per cent increase would have an equal and opposite effect.

Interest rate risk sensitivity – an interest rate risk sensitivity disclosure has not been included because the investments held by the sub-fund are collective investment schemes. These collective investment schemes may invest in interest bearing financial assets, however, information regarding these investments is not available from their ACD/fund managers as at the sub-fund's balance sheet date.

Interest rate risk – the interest rate risk profile of financial assets/liabilities as at 30th September 2018 is as follows:

	30th September 2018 £'000	30th September 2017 £'000
Financial assets floating rate ^A	163	262
Financial assets interest bearing instruments	19,213	19,365
Financial assets non-interest bearing instruments	15,196	14,262
Financial liabilities floating rate ^A	(11)	(88)
Financial liabilities non-interest bearing instruments	(86)	(260)
	34,475	33,541

^A Floating rate assets and liabilities comprise bank balances and overdrafts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate. Interest on investments is variable based on the distribution received from underlying investments.

IFSL Sinfonia Cautious Managed Portfolio

Notes to the Financial Statements (continued)

14 Risks of Financial Instruments (continued)

Liquidity risk – the liquidity risk profile of financial liabilities as at 30th September 2018 is as follows:

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2018					
<i>Non-derivatives</i>					
Bank overdrafts	-	11	-	-	11
Other creditors	-	86	-	-	86
Total	-	97	-	-	97
30th September 2017					
<i>Non-derivatives</i>					
Bank overdrafts	-	88	-	-	88
Other creditors	-	260	-	-	260
Total	-	348	-	-	348

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

Derivatives and other financial instruments – the underlying exposure to forward currency contracts as at 30th September 2018 was nil (30th September 2017: nil).

15 Contingent Assets and Liabilities

There were no contingent assets or liabilities as at 30th September 2018 (30th September 2017: nil).

16 Provisions for Liabilities

There were no provisions for liabilities as at 30th September 2018 (30th September 2017: nil).

17 Fair Value Hierarchy

The Fair Value Hierarchy as at 30th September 2018 is as follows:

Valuation Technique	30th September 2018 Assets £'000	30th September 2018 Liabilities £'000	30th September 2017 Assets £'000	30th September 2017 Liabilities £'000
Level 1	5,961	-	8,098	-
Level 2	28,020	-	25,500	-
Level 3	-	-	-	-
	33,981	-	33,598	-

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the Fair Value Hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the sub-fund classifies fair value measurement under the following levels:

Level 1 – unadjusted quoted price in an active market for an identical instrument;

Level 2 – valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 – valuation techniques using unobservable inputs.

IFSL Sinfonia Cautious Managed Portfolio

Notes to the Financial Statements (continued)

18 Shareholders' Fund Reconciliation

	A Accumulation	B Accumulation	B Accumulation	C Income
Opening number of shares	16,757,109	37,321	1,707,507	224,056
Creations during the period	2,365,792	-	16,871	731
Cancellations during the period	(1,966,475)	(19,110)	(143,757)	(3,213)
Shares converted during the period	13,915	-	(14,697)	-
Closing Shares in Issue	17,170,341	18,211	1,565,924	221,574

	D Accumulation	D Accumulation
Opening number of shares	52,344	1,158,762
Creations during the period	-	41,756
Cancellations during the period	-	(229,070)
Shares converted during the period	-	-
Closing Shares in Issue	52,344	971,448

19 Post Balance Sheet Events

Since 30th September 2018, the net asset value per share has changed as follows:

	Net Asset Value (Pence per Share)		
	28th September 2018 ^A	25th January 2019	Movement (%)
Class A Accumulation	174.00	167.20	-3.91
Class B Income	158.20	151.30	-4.36
Class B Accumulation	164.60	157.70	-4.19
Class C Accumulation	156.50	149.80	-4.28
Class D Income	157.10	150.20	-4.39
Class D Accumulation	160.50	153.60	-4.30

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

IFSL Sinfonia Cautious Managed Portfolio

Distribution Table

Interim dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.6360	–	0.6360	0.4946
2	0.3571	0.2789	0.6360	0.4946

Interim dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	–	–	–	–
2	–	–	–	–

Interim dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	–	–	–	–
2	–	–	–	–

Interim dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	–	–	–	–
2	–	–	–	–

Interim dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	–	–	–	–
2	–	–	–	–

Interim dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	–	–	–	–
2	–	–	–	–

Group 1: shares purchased prior to 1st October 2017.

Group 2: shares purchased on or after 1st October 2017 to 31st March 2018.

IFSL Sinfonia Cautious Managed Portfolio

Distribution Table (continued)

Final dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.8063	–	0.8063	1.1623
2	0.4654	0.3409	0.8063	1.1623

Final dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.3208	–	0.3208	0.7873
2	0.3208	–	0.3208	0.7873

Final dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.3446	–	0.3446	0.8310
2	0.2067	0.1379	0.3446	0.8310

Final dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.0889	–	0.0889	0.5592
2	0.0605	0.0284	0.0889	0.5592

Final dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.2107	–	0.2107	0.5684
2	0.2107	–	0.2107	0.5684

Final dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.2305	–	0.2305	0.7231
2	0.2134	0.0171	0.2305	0.7231

Group 1: shares purchased prior to 1st April 2018.

Group 2: shares purchased on or after 1st April 2018 to 30th September 2018.

IFSL Sinfonia Balanced Managed Portfolio

Fund Information

Investment Objective

The investment objective of the sub-fund is to provide medium to long term capital growth.

Investment Policy

The sub-fund’s investment objective will be achieved by investing in a diversified portfolio of fixed interest securities and equities, as well as warrants, and money market instruments, primarily through investment in a portfolio of collective investment schemes. The sub-fund will typically be invested in a global portfolio of assets but may focus on UK and European assets.

Normally, the sub-fund will be fully invested except for an amount to enable redemption of shares, efficient management of the sub-fund in relation to its strategic objectives, and other purposes which may be reasonably regarded as ancillary to the investment objectives of the sub-fund. However, the sub-fund’s investment policy may mean that at times, where it is considered appropriate, the scheme property will not be fully invested and that prudent levels of liquidity will be maintained.

It is intended that the sub-fund will be invested in a portfolio of assets which the Investment Manager considers to be mainly medium to high risk investments over the long term.

The asset classes in which the sub-fund may also invest includes transferable securities, units in collective investment schemes, money market instruments, cash and near cash and deposits as such asset classes are permitted for investment by UCITS Schemes and in accordance with the Company’s general investment powers as provided in the Instrument of Incorporation, OEIC Regulations and COLL. The investment powers applicable to the sub-fund are summarised for your information in the Prospectus.

The sub-fund is permitted to invest in derivative instruments and forward transactions for investment purposes, however, it is the Investment Manager’s intention that the sub-fund shall utilise derivative instruments and forward transactions for hedging purposes using efficient portfolio management techniques, as explained further in the Prospectus.

Synthetic Risk and Reward Indicator (SRRI – all share classes)



The SRRI aims to provide you with an indication of the overall risk and reward profile of the sub-fund. It is calculated based on the volatility of the sub-fund using weekly historic returns over the last five years. If five years data is not available for a sub-fund, the returns of a representative portfolio are used.

As the SRRI is calculated based on historical data it may not be a reliable indication of the future risk profile of the sub-fund. The risk category shown is not guaranteed and may change over time. The lowest rating does not mean a risk-free investment. The value of investments and the income from them may fall as well as rise and you may not get back the amount you originally invested.

The sub-fund has been measured as 4 because it has experienced moderate volatility historically. During the period the SRRI has remained unchanged.

IFSL Sinfonia Balanced Managed Portfolio

Investment Manager's Review

for the period from 1st October 2017 to 30th September 2018

After a strong move early in the fourth quarter of 2017 we rotated the US small cap – relative to US large cap – into emerging equities. We envisaged good earnings potential in the emerging markets and felt that it should benefit from a more positive global growth environment. Unfortunately, the desynchronised nature of the global growth picture took its toll during the summer as we saw US equities outperforming their emerging counterparts following the trade tariffs imposed on China by the US. Subsequently, towards the end of the review period we closed this position in order to limit the risk to the portfolio. Late in 2017 we closed the underweight credit position to lock in a small profit. Although spreads remain tight the extended global cycle can allow for further gains, so we look to capture the yield pickup and benefit the sub-fund from the carry element.

At the start of 2018 we took advantage of a post-Christmas sell-off to add some risk to the sub-fund predominantly in European equities. The macroeconomic backdrop of robust global growth, muted inflation and accommodative central bank policies looked to support global equities from a fundamental perspective. The significant subsequent sell-off in equity markets during early February, whilst painful, seemed to be somewhat technical in nature, and with the positive macroeconomic scenario remaining in place we took the opportunity to add to our existing overweight position. From a selection perspective we had scaled back on the small cap allocation before increasing again in August. This strategy has performed well and also benefited from excellent underlying manager selection of Standard Life. In March we also added some diversification in the shape of a new absolute return fund – Parvest Global Equity Absolute Return – a market neutral fund with attractive return targets. Following some rather idiosyncratic events in emerging markets, namely the targeted Russian sanctions in April we tried to take advantage of the sell-off in local currency emerging market debt to introduce a new fund and position into the portfolio. In the Barings fund chosen, we have a well-established manager who takes a long term view on the world in a similar manner as those of a central bank or the International Monetary Fund. Unfortunately August combined some negative stories from Argentina and Turkey with lower liquidity which, while only small components of the index, spread contagion to the entire local debt complex and caused a drag on the portfolio. We retain the position in a limited size as the yield and valuation aspects remain even more attractive.

As the Brexit negotiations have developed over the period, the impact on UK equity markets and, in particular sterling, has been very pronounced with large swings on little news. We have tried to navigate the uncertainty via adjustments in the sterling exposure of the portfolio. This is a clean and quick way to express views where we feel the narrative and market reaction has become overstretched.

Moving back to the US, the Federal Reserve look to continue its rate hiking cycle so we have added some financials exposure into the US equity portion of the portfolio. Financials and banks in particular should benefit from increasing rates and this is the view we continue to hold in the sub-fund. At the very end of the reporting period we reduced the equity risk in the portfolio by selling Japanese equities where positive company earnings reports, Prime Minister Abe's re-election as leader of the governing party and a weakening yen buoyed the local stock market.

Portfolio Changes

Largest Purchases	Cost (£'000)	Largest Sales	Proceeds (£'000)
BNP Paribas InstiCash 'X' GBP	2,280	BNP Paribas InstiCash 'X' GBP	3,133
Parvest Equity Best Selection Europe ex. UK 'X'	2,234	iShares MSCI USA Small Cap UCITS ETF USD	1,772
BlackRock UK Credit Screened 'Flexible' GBP	2,006	Legal & General All Stocks Gilt Index 'C'	1,438
SPDR S&P US Financials Select Sector UCITS ETF	1,474	Vanguard S&P 500 UCITS ETF	1,436
JPM UK Equity Core 'E' Net	1,458	Vanguard FTSE Developed Europe ex. UK UCITS ETF	1,237
Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	1,396	SPDR S&P US Financials Select Sector UCITS ETF	840
iShares £ Corp Bond 0-5yr UCITS ETF GBP	1,384	Acadian Emerging Markets Equity UCITS II 'C Inst' USD	726
Acadian Emerging Markets Equity UCITS II 'C Inst' USD	1,302	Parvest Equity USA Mid Cap 'X'	673
BNP Paribas L1 USA 'X'	1,111	Parvest Equity Best Selection Europe ex. UK 'X'	609
Legal & General UK Index 'C'	1,052	Standard Life UK Smaller Companies 'Inst'	585
Other purchases	4,951	Other sales	2,986
Total purchases for the period	20,648	Total sales for the period	15,435

IFSL Sinfonia Balanced Managed Portfolio

Comparative Table

	A Accumulation 30th September 2018 (Pence per Share)	A Accumulation 30th September 2017 (Pence per Share)	A Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	176.82	161.22	135.60
Return before operating charges*	9.84	17.36	27.20
Operating charges	(1.81)	(1.76)	(1.58)
Return after operating charges*	8.03	15.60	25.62
Distributions on accumulation shares	(2.02)	(1.81)	(2.06)
Retained distributions on accumulation shares	2.02	1.81	2.06
Closing net asset value per share	184.85	176.82	161.22
* after direct transaction costs of:	0.02	0.03	0.02
Performance			
Return after charges	4.54%	9.68%	18.89%
Other Information			
Closing net asset value (£'000)	32,203	25,249	20,358
Closing number of shares	17,420,648	14,279,056	12,627,761
Operating charges	0.99%	1.03%	1.08%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	188.40	180.30	161.60
Lowest share price	174.20	158.70	131.70

IFSL Sinfonia Balanced Managed Portfolio

Comparative Table (continued)

	B Income 30th September 2018 (Pence per Share)	B Income 30th September 2017 (Pence per Share)	B Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	163.66	151.21	128.89
Return before operating charges*	9.42	16.30	25.74
Operating charges	(3.09)	(3.01)	(2.67)
Return after operating charges*	6.33	13.29	23.07
Distributions on income shares	(0.79)	(0.84)	(0.75)
Closing net asset value per share	169.20	163.66	151.21
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.87%	8.79%	17.90%
Other Information			
Closing net asset value (£'000)	7	7	6
Closing number of shares	3,994	3,994	3,994
Operating charges	1.84%	1.88%	1.93%
Direct transaction costs	0.01%	0.02%	0.01%
Prices			
	Pence per Share	Pence per Share	Pence per Share
Highest share price	172.80	167.10	152.50
Lowest share price	160.60	149.20	124.80

IFSL Sinfonia Balanced Managed Portfolio

Comparative Table (continued)

	B Accumulation 30th September 2018 (Pence per Share)	B Accumulation 30th September 2017 (Pence per Share)	B Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	166.92	153.42	130.13
Return before operating charges*	9.64	16.55	25.98
Operating charges	(3.16)	(3.05)	(2.69)
Return after operating charges*	6.48	13.50	23.29
Distributions on accumulation shares	(0.82)	(0.86)	(0.75)
Retained distributions on accumulation shares	0.82	0.86	0.75
Closing net asset value per share	173.40	166.92	153.42
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.88%	8.80%	17.90%
Other Information			
Closing net asset value (£'000)	4,435	4,545	4,693
Closing number of shares	2,557,506	2,722,731	3,058,649
Operating charges	1.84%	1.88%	1.93%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	176.50	170.40	153.90
Lowest share price	163.80	150.90	126.00

IFSL Sinfonia Balanced Managed Portfolio

Comparative Table (continued)

	C Accumulation 30th September 2018 (Pence per Share)	C Accumulation 30th September 2017 (Pence per Share)	C Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	158.88	146.79	125.14
Return before operating charges*	9.45	15.79	24.90
Operating charges	(3.81)	(3.70)	(3.25)
Return after operating charges*	5.64	12.09	21.65
Distributions on accumulation shares	(0.43)	(0.89)	(0.07)
Retained distributions on accumulation shares	0.43	0.89	0.07
Closing net asset value per share	164.52	158.88	146.79
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.55%	8.24%	17.30%
Other Information			
Closing net asset value (£'000)	129	127	114
Closing number of shares	78,409	79,685	77,437
Operating charges	2.34%	2.38%	2.43%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	167.40	162.90	147.40
Lowest share price	155.50	144.30	121.00

IFSL Sinfonia Balanced Managed Portfolio

Comparative Table (continued)

	D Income 30th September 2018 (Pence per Share)	D Income 30th September 2017 (Pence per Share)	D Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	161.26	149.83	127.48
Return before operating charges*	9.71	16.11	25.43
Operating charges	(3.46)	(3.37)	(2.98)
Return after operating charges*	6.25	12.74	22.45
Distributions on income shares	(0.78)	(1.31)	(0.10)
Closing net asset value per share	166.73	161.26	149.83
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.88%	8.50%	17.61%
Other Information			
Closing net asset value (£'000)	79	76	71
Closing number of shares	47,458	47,458	47,458
Operating charges	2.09%	2.13%	2.18%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	170.10	165.60	150.50
Lowest share price	158.00	147.40	123.40

IFSL Sinfonia Balanced Managed Portfolio

Comparative Table (continued)

	D Accumulation 30th September 2018 (Pence per Share)	D Accumulation 30th September 2017 (Pence per Share)	D Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	162.98	150.38	127.86
Return before operating charges*	9.88	15.98	25.47
Operating charges	(3.50)	(3.38)	(2.95)
Return after operating charges*	6.38	12.60	22.52
Distributions on accumulation shares	(0.86)	(1.43)	(0.10)
Retained distributions on accumulation shares	0.86	1.43	0.10
Closing net asset value per share	169.36	162.98	150.38
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.91%	8.38%	17.61%
Other Information			
Closing net asset value (£'000)	2,939	2,532	3,176
Closing number of shares	1,735,556	1,553,876	2,112,044
Operating charges	2.09%	2.13%	2.18%
Direct transaction costs	0.01%	0.02%	0.01%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	172.00	167.60	150.90
Lowest share price	159.70	147.90	123.70

Operating charges are the same as the ongoing charges figure (OCF) and are the total expenses paid by each share class in the period. Direct transaction costs are the total charges for the period included in the purchase and sale of investments in the portfolio of the sub-fund.

IFSL Sinfonia Balanced Managed Portfolio

Portfolio Statement

as at 30th September 2018

Holding	Investment	Market Value £'000	Percentage of Total Net Assets %
473,585 11,048	UK Corporate Bonds (30th September 2017: 17.08%)		
	BlackRock UK Credit Screened 'Flexible' GBP	7,439	18.68
	iShares £ Corp Bond 0-5yr UCITS ETF GBP	1,152	2.90
		8,591	21.58
	UK Government Bonds (30th September 2017: 3.98%)		
5,715	Global Bonds (30th September 2017: 0.94%)		
	Barings Emerging Markets Local Debt 'B' USD	400	1.01
		400	1.01
5,000	Targeted Absolute Return (30th September 2017: 0.06%)		
	Parvest Global Equity Absolute Return Strategy 'X'	375	0.94
		375	0.94
1,829,558 1,640,281 139,087	UK Equities (30th September 2017: 32.50%)		
	JPM UK Equity Core 'E' Net	6,811	17.12
	Legal & General UK Index 'C'	5,178	13.01
	Standard Life UK Smaller Companies 'Inst'	1,273	3.20
		13,262	33.33
20,984 61,414	European Equities (30th September 2017: 8.90%)		
	Parvest Equity Best Selection Europe ex. UK 'X'	2,694	6.77
	Vanguard FTSE Developed Europe ex. UK UCITS ETF	1,589	3.99
		4,283	10.76
201,180 13,200 34,627 28,737	US Equities (30th September 2017: 12.67%)		
	BNP Paribas Easy S&P 500 UCITS ETF 'C' USD	1,635	4.11
	BNP Paribas L1 USA 'X'	1,300	3.27
	SPDR S&P US Financials Select Sector UCITS ETF	774	1.95
	Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	1,404	3.53
		5,113	12.86
8,454 60,723 3,140	Japanese Equities (30th September 2017: 6.13%)		
	Amundi JPX-Nikkei 400 UCITS ETF EUR	1,001	2.52
	Eastspring Japan Dynamic 'Cg'	899	2.26
	Parvest Equity Japan Small Cap 'X'	358	0.90
		2,258	5.68
4,360 8,440	Asian Equities ex. Japan (30th September 2017: 4.93%)		
	BNP Paribas MSCI Pacific ex. Japan ex. CW 'Track Privilege' GBP	713	1.79
	Parvest Equity Asia Pacific ex. Japan 'X'	1,191	2.99
		1,904	4.78
38,948 5 5,546 39,241	Emerging Markets Equities (30th September 2017: 6.60%)		
	Acadian Emerging Markets Equity UCITS II 'C Inst' USD	499	1.25
	BNP Paribas MSCI Emerging Markets ex. CW 'Track X'	391	0.98
	Fisher Institutional Emerging Markets Equity US Dollar	488	1.23
	iShares Core MSCI EM IMI UCITS ETF USD	832	2.09
		2,210	5.55
6,085	Money Market (30th September 2017: 5.20%)		
	BNP Paribas InstiCash 'X' GBP	842	2.12
		842	2.12
	Portfolio of Investments	39,238	98.61
	Net Current Assets	554	1.39
	Total Net Assets	39,792	100.00

IFSL Sinfonia Balanced Managed Portfolio

Statement of Total Return

for the period from 1st October 2017 to 30th September 2018

	Notes	30th September 2018		30th September 2017	
		£'000	£'000	£'000	£'000
Income					
Net capital gains	2		1,274		2,407
Revenue	4	607		524	
Expenses	5	(348)		(305)	
Net revenue before taxation		259		219	
Taxation	6	-		-	
Net revenue after taxation			259		219
Total return before distributions			1,533		2,626
Distributions	7 & 8		(360)		(285)
Change in Net Assets Attributable to Shareholders from Investment Activities (see below)			1,173		2,341

Statement of Change in Net Assets Attributable to Shareholders

for the period from 1st October 2017 to 30th September 2018

	30th September 2018		30th September 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		32,536		28,418
Amounts receivable on issue of shares	9,792		4,835	
Amounts payable on cancellation of shares	(4,084)		(3,351)	
		5,708		1,484
Change in net assets attributable to shareholders from investment activities (see above)		1,173		2,341
Retained distributions on accumulation shares		375		293
Closing Net Assets Attributable to Shareholders		39,792		32,536

IFSL Sinfonia Balanced Managed Portfolio

Balance Sheet

as at 30th September 2018

	Notes	30th September 2018 £'000	30th September 2017 £'000
Assets			
Fixed Assets:			
Investments	17	39,238	32,206
Current Assets:			
Debtors	9	421	297
Cash and bank balances		226	388
Total Assets		39,885	32,891
Liabilities			
Creditors:			
Other creditors	10	93	355
Total Liabilities		93	355
Net Assets Attributable to Shareholders		39,792	32,536

IFSL Sinfonia Balanced Managed Portfolio

Notes to the Financial Statements

for the period from 1st October 2017 to 30th September 2018

1 Accounting, Distribution and Risk Management Policies

Please refer to the notes applicable to the Company on pages 11 to 13.

2 Net Capital Gains

	30th September 2018 £'000	30th September 2017 £'000
Gains on non-derivative securities	1,294	2,476
Transaction costs	(1)	(1)
Other currency losses	(19)	(68)
Net Capital Gains	1,274	2,407

3 Direct Transaction Costs

	30th September 2018 £'000	30th September 2017 £'000
Purchases		
Collective investment schemes	13,996	12,078
Equities	6,650	9,517
	20,646	21,595
Commissions	2	3
Taxes and other charges	-	-
Total Purchases after Transaction Costs	20,648	21,598
Transaction costs as a percentage of the purchases before transaction costs		
Commissions	0.01%	0.01%
Taxes and other charges	0.00%	0.00%
Sales		
Collective investment schemes	9,329	13,921
Equities	6,107	6,932
	15,436	20,853
Commissions	1	2
Taxes and other charges	-	-
Total Sales after Transaction Costs	15,435	20,851
Transaction costs as a percentage of the sales before transaction costs		
Commissions	0.01%	0.01%
Taxes and other charges	0.00%	0.00%
Total Purchases and Sales Transaction Costs Expressed as a Percentage of the Average Net Asset Value Over the Period		
Commissions	0.01%	0.02%
Taxes and other charges	-	-
	0.01%	0.02%

There were no significant in-specie transfers or corporate actions identified during the period (30th September 2017: nil).

Direct transaction costs are fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the sub-fund. These exclude any differences between quoted bid and offer prices or internal administrative on holding costs.

The average portfolio dealing spread as at 30th September 2018 was 0.02% (30th September 2017: 0.03%).

IFSL Sinfonia Balanced Managed Portfolio

Notes to the Financial Statements (continued)

4 Revenue

	30th September 2018 £'000	30th September 2017 £'000
UK franked dividends	331	302
Overseas franked dividends	232	179
UK interest	10	9
Overseas interest	34	34
Total Revenue	607	524

5 Expenses

	30th September 2018 £'000	30th September 2017 £'000
Payable to the ACD or Associates of the ACD:		
ACD's periodic charge	314	266
KIID production costs	2	3
Registration fees	4	5
	320	274
Other Expenses:		
Depository's fee	14	14
Safe custody charges	7	6
Audit fees ^A	9	8
Report and financial statements production costs	(2)	3
	28	31
Total Expenses	348	305

^A The audit fee net of VAT for the sub-fund for the current period is £7,000 (30th September 2017: £7,000).

6 Taxation

a) Analysis of charge in period

	30th September 2018 £'000	30th September 2017 £'000
Total Tax Charge for the Period (note (b))	-	-

b) Factors affecting taxation charge for the period

The tax charged for the period is lower than the standard 20% rate of corporation tax applicable to the revenue received by Open Ended Investment Companies (OEICs). OEICs are also exempt from tax on capital gains made within the sub-funds.

The tax charge actually suffered is analysed below:

	30th September 2018 £'000	30th September 2017 £'000
Net Revenue Before Tax	259	219
Corporation tax at 20% (30th September 2017: 20%)	52	44
Effects of:		
Non-taxable UK dividends	(66)	(60)
Non-taxable overseas dividends	(46)	(36)
Utilised management expense	(40)	-
Unutilised management expenses	-	121
Realised gains on non-reporting offshore funds	13	22
Unrealised gains on non-reporting offshore funds	88	(91)
Total Tax Charge for the Period (note (a))	-	-

c) Provision for deferred taxation

The sub-fund has unutilised management expenses of £881,000 as at 30th September 2018 (30th September 2017: £1,083,000). A deferred tax asset of £176,000 as at 30th September (30th September 2017: £216,000) has not been recognised as it is unlikely that the sub-fund will generate sufficient taxable profits in the future.

IFSL Sinfonia Balanced Managed Portfolio

Notes to the Financial Statements (continued)

7 Distributions

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

	30th September 2018 £'000	30th September 2017 £'000
Interim dividend (income and accumulation)	171	183
Final dividend (income and accumulation)	204	110
	375	293
Add: Amounts deducted on cancellation of shares	9	5
Deduct: Amounts received on issue of shares	(24)	(13)
Total Distributions for the Period	360	285

8 Movement Between Net Revenue and Distributions

	30th September 2018 £'000	30th September 2017 £'000
Net revenue after taxation	259	219
Add: Tax effect of gains on offshore non-reporting funds	101	22
Add: Transfer from capital to income due to income deficit	-	44
Net Distributions for the Period	360	285

9 Debtors

	30th September 2018 £'000	30th September 2017 £'000
Amounts receivable from issue of shares	87	284
Sales awaiting settlement	330	-
Accrued revenue	4	13
Total Debtors	421	297

10 Other Creditors

	30th September 2018 £'000	30th September 2017 £'000
Amounts payable for cancellation of shares	55	1
Accrued expenses	27	14
Purchases awaiting settlement	-	317
ACD fees payable	11	23
Total Other Creditors	93	355

11 Related Party Transactions

IFSL, as ACD, a related party, acts as principal on all transactions of shares in the Company. The aggregate monies received through creations and cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and note 7.

The amounts due from the ACD in relation to share transactions and accrued ACD fees are disclosed in notes 9 and 10. As at 30th September 2018 it was £21,000 (30th September 2017: (£260,000)). Amounts paid to IFSL in respect of ACD's periodic charges are disclosed in note 5.

12 Equalisation

Equalisation is accrued revenue included in the price of shares purchased during the distribution period (Group 2 shares) which is refunded as part of the shareholders' first distribution for all shares of the same type. As a repayment of capital, equalisation is not liable to income tax but should be deducted from the cost of shares for capital gains tax purposes.

IFSL Sinfonia Balanced Managed Portfolio

Notes to the Financial Statements (continued)

13 Share Classes

During the period, the sub-fund could issue shares in the following share classes: A Income; A Accumulation; B Income; B Accumulation; C Income; C Accumulation; D Income; and D Accumulation. The annual management charge for each share class is as follows:

	30th September 2018	30th September 2017
A Income	0.65%	0.65%
A Accumulation	0.65%	0.65%
B Income	1.50%	1.50%
B Accumulation	1.50%	1.50%
C Income	2.00%	2.00%
C Accumulation	2.00%	2.00%
D Income	1.75%	1.75%
D Accumulation	1.75%	1.75%

The net asset value, the net asset value per share, and the number of shares in issue for each share class are given in the Comparative Table on pages 79 to 84.

All share classes have the same rights on winding up.

14 Risks of Financial Instruments

Market price risk sensitivity – a five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £1,962,000 as at 30th September 2018 (30th September 2017: £1,611,000) would have an equal and opposite effect.

Foreign currency risk sensitivity – a five per cent decrease in the value of sterling relative to the foreign currencies would have the effect of increasing the return and net assets by £676,000 as at 30th September 2018 (30th September 2017: £585,000). A five per cent decrease increase would have an equal and opposite effect.

Interest rate risk sensitivity – an interest rate risk sensitivity disclosure has not been included because the investments held by the sub-fund are collective investment schemes. These collective investment schemes may invest in interest bearing financial assets, however, information regarding these investments is not available from their ACD/fund managers as at the sub-fund's balance sheet date.

Interest rate risk – the interest rate risk profile of financial assets/liabilities as at 30th September 2018 is as follows:

	30th September 2018 £'000	30th September 2017 £'000
Financial assets floating rate ^A	226	388
Financial assets interest bearing instruments	9,833	8,869
Financial assets non-interest bearing instruments	29,826	23,634
Financial liabilities non-interest bearing instruments	(93)	(355)
	39,792	32,536

^A Floating rate assets and liabilities comprise bank balances and overdrafts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate. Interest on investments is variable based on the distribution received from underlying investments.

Liquidity risk – the liquidity risk profile of financial liabilities as at 30th September 2018 is as follows:

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2018					
<i>Non-derivatives</i>					
Other creditors	–	93	–	–	93
Total	–	93	–	–	93

IFSL Sinfonia Balanced Managed Portfolio

Notes to the Financial Statements (continued)

14 Risks of Financial Instruments (continued)

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2017					
<i>Non-derivatives</i>					
Other creditors	-	355	-	-	355
Total	-	355	-	-	355

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

Derivatives and other financial instruments – the underlying exposure to forward currency contracts as at 30th September 2018 was nil (30th September 2017: nil).

15 Contingent Assets and Liabilities

There were no contingent assets or liabilities as at 30th September 2018 (30th September 2017: nil).

16 Provisions for Liabilities

There were no provisions for liabilities as at 30th September 2018 (30th September 2017: nil).

17 Fair Value Hierarchy

The Fair Value Hierarchy as at 30th September 2018 is as follows:

Valuation Technique	30th September 2018 Assets £'000	30th September 2018 Liabilities £'000	30th September 2017 Assets £'000	30th September 2017 Liabilities £'000
Level 1	8,387	-	7,243	-
Level 2	30,851	-	24,963	-
Level 3	-	-	-	-
	39,238	-	32,206	-

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the Fair Value Hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the sub-fund classifies fair value measurement under the following levels:

Level 1 – unadjusted quoted price in an active market for an identical instrument;

Level 2 – valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 – valuation techniques using unobservable inputs.

IFSL Sinfonia Balanced Managed Portfolio

Notes to the Financial Statements (continued)

18 Shareholders' Fund Reconciliation

	A Accumulation	B Income	B Accumulation	C Accumulation
Opening number of shares	14,279,056	3,994	2,722,731	79,685
Creations during the period	4,192,147	–	42,525	2,134
Cancellations during the period	(1,081,459)	–	(174,817)	(3,410)
Shares converted during the period	30,904	–	(32,933)	–
Closing Shares in Issue	17,420,648	3,994	2,557,506	78,409

	D Income	D Accumulation
Opening number of shares	47,458	1,553,876
Creations during the period	–	1,282,252
Cancellations during the period	–	(1,100,572)
Shares converted during the period	–	–
Closing Shares in Issue	47,458	1,735,556

19 Post Balance Sheet Events

Since 30th September 2018, the net asset value per share has changed as follows:

	Net Asset Value (Pence per Share)		
	28th September 2018 ^A	25th January 2019	Movement (%)
Class A Accumulation	185.00	173.20	-6.38
Class B Income	169.50	158.00	-6.78
Class B Accumulation	173.20	162.00	-6.47
Class C Accumulation	164.00	153.50	-6.40
Class D Income	166.90	155.60	-6.77
Class D Accumulation	168.70	158.20	-6.22

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

IFSL Sinfonia Balanced Managed Portfolio

Distribution Table

Interim dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	1.0184	–	1.0184	1.0344
2	0.4043	0.6141	1.0184	1.0344

Interim dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	0.2338	–	0.2338	0.8430
2	0.2338	–	0.2338	0.8430

Interim dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.2350	–	0.2350	0.8648
2	–	0.2350	0.2350	0.8648

Interim dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	–	–	–	0.8861
2	–	–	–	0.8861

Interim dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	0.0177	–	0.0177	1.3124
2	0.0177	–	0.0177	1.3124

Interim dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.0309	–	0.0309	1.4308
2	–	0.0309	0.0309	1.4308

Group 1: shares purchased prior to 1st October 2017.

Group 2: shares purchased on or after 1st October 2017 to 31st March 2018.

IFSL Sinfonia Balanced Managed Portfolio

Distribution Table (continued)

Final dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.9978	–	0.9978	0.7712
2	0.5316	0.4662	0.9978	0.7712

Final dividend (in pence per share) for B Income shares:

Group	Net Income	Equalisation (note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.5593	–	0.5593	–
2	0.5593	–	0.5593	–

Final dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.5825	–	0.5825	–
2	0.4880	0.0945	0.5825	–

Final dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.4298	–	0.4298	–
2	0.4298	–	0.4298	–

Final dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.7652	–	0.7652	–
2	0.7652	–	0.7652	–

Final dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.8250	–	0.8250	–
2	0.6029	0.2221	0.8250	–

Group 1: shares purchased prior to 1st April 2018.

Group 2: shares purchased on or after 1st April 2018 to 30th September 2018.

IFSL Sinfonia Adventurous Growth Portfolio

Fund Information

Investment Objective

The investment objective of the sub-fund is to provide long term capital growth.

Investment Policy

The sub-fund's investment objective will be achieved primarily by investing in a diversified portfolio of fixed interest securities and equities, as well as warrants, and money market instruments, through investment in a portfolio of collective investment schemes. The sub-fund will typically be invested in a global portfolio of assets but may also focus on UK assets.

Normally, the sub-fund will be fully invested except for an amount to enable redemption of shares, efficient management of the sub-fund in relation to its strategic objectives, and other purposes which may be reasonably regarded as ancillary to the investment objectives of the sub-fund. However, the sub-fund's investment policy may mean that at times, where it is considered appropriate, the scheme property will not be fully invested and that prudent levels of liquidity will be maintained.

It is intended that the sub-fund will typically be invested in a portfolio of assets which the Investment Manager considers to be mainly medium to high risk investments over the long term.

The asset classes in which the sub-fund may also invest includes transferable securities, money market instruments, cash and near cash and deposits as such asset classes are permitted for investment by UCITS Schemes and in accordance with the Company's general investment powers as provided in the Instrument of Incorporation, OEIC Regulations and COLL. The investment powers applicable to the sub-fund are summarised for your information in the Prospectus.

The sub-fund is permitted to invest in derivative instruments and forward transactions for investment purposes, however, it is the Investment Manager's intention that the sub-fund shall utilise derivative instruments and forward transactions for hedging purposes using efficient portfolio management techniques, as explained further in the Prospectus.

Synthetic Risk and Reward Indicator (SRRI – all share classes)



The SRRI above aims to provide you with an indication of the overall risk and reward profile of the sub-fund. It is calculated based on the volatility of the sub-fund using weekly historic returns over the last five years. If five years data is not available for a sub-fund, the returns of a representative portfolio are used.

As the SRRI is calculated based on historical data it may not be a reliable indication of the future risk profile of the sub-fund. The risk category shown is not guaranteed and may change over time. The lowest rating does not mean a risk-free investment. The value of investments and the income from them may fall as well as rise and you may not get back the amount you originally invested.

The sub-fund has been measured as 5 because it has experienced moderate to high volatility historically. During the period the SRRI has remained unchanged.

IFSL Sinfonia Adventurous Growth Portfolio

Investment Manager's Review

for the period from 1st October 2017 to 30th September 2018

After a strong move early in the fourth quarter of 2017 we rotated the US small cap – relative to US large cap – into emerging equities. We envisaged good earnings potential in the emerging markets and felt that it should benefit from a more positive global growth environment. Unfortunately, the desynchronised nature of the global growth picture took its toll during the summer as we saw US equities outperforming their emerging counterparts following the trade tariffs imposed on China by the US. Subsequently, towards the end of the review period we closed this position in order to limit the risk to the portfolio. Late in 2017 we closed the underweight credit position to lock in a small profit. Although spreads remain tight the extended global cycle can allow for further gains, so we look to capture the yield pickup and benefit the sub-fund from the carry element.

At the start of 2018 we took advantage of a post-Christmas sell-off to add some risk to the sub-fund predominantly in European equities. The macroeconomic backdrop of robust global growth, muted inflation and accommodative central bank policies looked to support global equities from a fundamental perspective. The significant subsequent sell-off in equity markets during early February, whilst painful, seemed to be somewhat technical in nature, and with the positive macroeconomic scenario remaining in place we took the opportunity to add to our existing overweight position. From a selection perspective we had scaled back on the small cap allocation before increasing it again in August. This strategy has performed well and also benefited from excellent underlying manager selection of Standard Life. In March we also added some diversification in the shape of a new absolute return fund – Parvest Global Equity Absolute Return – a market neutral fund with attractive return targets.

As the Brexit negotiations have developed over the period, the impact on UK equity markets and, in particular sterling, has been very pronounced with large swings on little news. We have tried to navigate the uncertainty via adjustments in the currency exposure of the portfolio. This is a clean and quick way to express views where we feel the narrative and market reaction has become overstretched.

In the US the Federal Reserve looks to continue its rate hiking cycle so we have added some financials exposure into the US equity portion of the portfolio. Financials and banks in particular should benefit from increasing rates and this is the view we continue to hold in the sub-fund. At the very end of the reporting period we reduced the equity risk in the portfolio by selling Japanese equities where positive company earnings reports, Prime Minister Abe's re-election as leader of the governing party and a weakening yen buoyed the local stock market.

Portfolio Changes

Largest Purchases	Cost (£'000)	Largest Sales	Proceeds (£'000)
BlackRock UK Credit Screened 'Flexible' GBP	1,308	iShares MSCI USA Small Cap UCITS ETF USD	966
SPDR S&P US Financials Select Sector UCITS ETF	814	BNP Paribas InstiCash 'X' GBP	775
Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	674	BlackRock UK Credit Screened 'Flexible' GBP	717
Parvest Equity Best Selection Europe ex. UK 'X'	659	Vanguard FTSE Developed Europe ex. UK UCITS ETF	611
BNP Paribas InstiCash 'X' GBP	650	Vanguard S&P 500 UCITS ETF	593
Acadian Emerging Markets Equity UCITS II 'C Inst' USD	575	Fisher Institutional Emerging Markets Equity US Dollar	575
Vanguard FTSE Developed Europe ex. UK UCITS ETF	549	Legal & General All Stocks Gilt Index 'C'	557
BNP Paribas L1 USA 'X'	545	SPDR S&P US Financials Select Sector UCITS ETF	520
Vanguard S&P 500 UCITS ETF	452	Amundi JPX-Nikkei 400 UCITS ETF EUR	364
Legal & General UK Index 'C'	428	Standard Life UK Smaller Companies 'Inst'	362
Other purchases	1,505	Other sales	1,849
Total purchases for the period	8,159	Total sales for the period	7,889

IFSL Sinfonia Adventurous Growth Portfolio

Comparative Table

	A Accumulation 30th September 2018 (Pence per Share)	A Accumulation 30th September 2017 (Pence per Share)	A Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	178.87	161.13	133.04
Return before operating charges*	10.63	19.69	29.69
Operating charges	(1.99)	(1.95)	(1.60)
Return after operating charges*	8.64	17.74	28.09
Distributions on accumulation shares	(2.50)	(1.89)	(1.93)
Retained distributions on accumulation shares	2.50	1.89	1.93
Closing net asset value per share	187.51	178.87	161.13
* after direct transaction costs of:	0.01	0.03	0.02
Performance			
Return after charges	4.83%	11.01%	21.11%
Other Information			
Closing net asset value (£'000)	14,936	13,624	12,488
Closing number of shares	7,965,418	7,616,705	7,750,349
Operating charges	1.07%	1.13%	1.11%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	191.50	182.80	161.40
Lowest share price	176.80	158.30	128.40

IFSL Sinfonia Adventurous Growth Portfolio

Comparative Table (continued)

	B Accumulation 30th September 2018 (Pence per Share)	B Accumulation 30th September 2017 (Pence per Share)	B Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	168.82	153.35	127.71
Return before operating charges*	10.01	18.70	28.34
Operating charges	(3.35)	(3.23)	(2.70)
Return after operating charges*	6.66	15.47	25.64
Distributions on accumulation shares	(0.87)	(0.75)	(0.69)
Retained distributions on accumulation shares	0.87	0.75	0.69
Closing net asset value per share	175.48	168.82	153.35
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.95%	10.09%	20.08%
Other Information			
Closing net asset value (£'000)	2,715	2,669	2,920
Closing number of shares	1,547,211	1,580,805	1,904,492
Operating charges	1.92%	1.98%	1.96%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	179.60	172.70	153.80
Lowest share price	166.20	150.60	122.90

IFSL Sinfonia Adventurous Growth Portfolio

Comparative Table (continued)

	C Accumulation 30th September 2018 (Pence per Share)	C Accumulation 30th September 2017 (Pence per Share)	C Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	161.09	147.11	123.12
Return before operating charges*	9.53	17.85	27.24
Operating charges	(4.02)	(3.87)	(3.25)
Return after operating charges*	5.51	13.98	23.99
Distributions on accumulation shares	(0.11)	(0.35)	-
Retained distributions on accumulation shares	0.11	0.35	-
Closing net asset value per share	166.60	161.09	147.11
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.42%	9.50%	19.49%
Other Information			
Closing net asset value (£'000)	301	301	286
Closing number of shares	180,657	187,251	194,102
Operating charges	2.42%	2.48%	2.46%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	171.10	164.90	147.60
Lowest share price	158.20	144.30	118.20

IFSL Sinfonia Adventurous Growth Portfolio

Comparative Table (continued)

	D Income 30th September 2018 (Pence per Share)	D Income 30th September 2017 (Pence per Share)	D Income 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	164.36	150.17	125.43
Return before operating charges*	9.74	18.40	27.79
Operating charges	(3.68)	(3.56)	(2.98)
Return after operating charges*	6.06	14.84	24.81
Distributions on income shares	(0.43)	(0.65)	(0.07)
Closing net asset value per share	169.99	164.36	150.17
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.69%	9.88%	19.78%
Other Information			
Closing net asset value (£'000)	7	7	7
Closing number of shares	3,882	4,228	4,638
Operating charges	2.17%	2.23%	2.21%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	174.70	168.30	150.70
Lowest share price	161.60	147.50	120.60

IFSL Sinfonia Adventurous Growth Portfolio

Comparative Table (continued)

	D Accumulation 30th September 2018 (Pence per Share)	D Accumulation 30th September 2017 (Pence per Share)	D Accumulation 30th September 2016 (Pence per Share)
Change in Net Assets per Share			
Opening net asset value per share	165.07	150.24	125.43
Return before operating charges*	9.76	18.39	27.76
Operating charges	(3.69)	(3.56)	(2.95)
Return after operating charges*	6.07	14.83	24.81
Distributions on accumulation shares	(0.44)	(0.65)	(0.07)
Retained distributions on accumulation shares	0.44	0.65	0.07
Closing net asset value per share	171.14	165.07	150.24
* after direct transaction costs of:	0.01	0.02	0.02
Performance			
Return after charges	3.68%	9.87%	19.78%
Other Information			
Closing net asset value (£'000)	744	778	1,288
Closing number of shares	434,958	471,281	857,527
Operating charges	2.17%	2.23%	2.21%
Direct transaction costs	0.01%	0.02%	0.02%
Prices	Pence per Share	Pence per Share	Pence per Share
Highest share price	175.50	169.00	150.70
Lowest share price	162.30	147.50	120.60

Operating charges are the same as the ongoing charges figure (OCF) and are the total expenses paid by each share class in the period. Direct transaction costs are the total charges for the period included in the purchase and sale of investments in the portfolio of the sub-fund.

IFSL Sinfonia Adventurous Growth Portfolio

Portfolio Statement

as at 30th September 2018

Holding	Investment	Market Value £'000	Percentage of Total Net Assets %
174,193	UK Corporate Bonds (30th September 2017: 12.43%) BlackRock UK Credit Screened 'Flexible' GBP	2,736	14.63
		2,736	14.63
22,900	UK Government Bonds (30th September 2017: 3.08%) Legal & General All Stocks Gilt Index 'C'	28	0.15
		28	0.15
2,500	Targeted Absolute Return (30th September 2017: nil) Parvest Global Equity Absolute Return Strategy 'X'	187	1.00
		187	1.00
938,395	UK Equities (30th September 2017: 39.69%) JPM UK Equity Core 'E' Net	3,494	18.68
1,015,154	Legal & General UK Index 'C'	3,205	17.13
83,000	Standard Life UK Smaller Companies 'Inst'	759	4.06
		7,458	39.87
7,584	European Equities (30th September 2017: 8.17%) Parvest Equity Best Selection Europe ex. UK 'X'	974	5.21
28,268	Vanguard FTSE Developed Europe ex. UK UCITS ETF	731	3.91
		1,705	9.12
52,575	US Equities (30th September 2017: 11.27%) BNP Paribas Easy S&P 500 UCITS ETF 'C' USD	427	2.28
6,470	BNP Paribas L1 USA 'X'	637	3.41
16,557	SPDR S&P US Financials Select Sector UCITS ETF	370	1.98
13,871	Xtrackers S&P 500 UCITS ETF '2C' GBP Hedged	678	3.62
		2,112	11.29
3,215	Japanese Equities (30th September 2017: 5.04%) Amundi JPX-Nikkei 400 UCITS ETF EUR	381	2.04
24,400	Eastspring Japan Dynamic 'Cg'	361	1.93
1,760	Parvest Equity Japan Small Cap 'X'	200	1.07
		942	5.04
3,430	Asian Equities ex. Japan (30th September 2017: 8.92%) BNP Paribas MSCI Pacific ex. Japan ex. CW 'Track Privilege' GBP	561	3.00
7,792	Parvest Equity Asia Pacific ex. Japan 'X'	1,100	5.88
		1,661	8.88
42,820	Emerging Market Equities (30th September 2017: 11.27%) Acadian Emerging Markets Equity UCITS II 'C Inst' USD	549	2.93
2	BNP Paribas MSCI Emerging Markets ex. CW 'Track X'	153	0.82
4,229	Fisher Institutional Emerging Markets Equity US Dollar	372	1.99
38,509	iShares Core MSCI EM IMI UCITS ETF USD	816	4.36
		1,890	10.10
389	Money Market (30th September 2017: 1.02%) BNP Paribas InstiCash 'X' GBP	54	0.29
		54	0.29
	Portfolio of Investments	18,773	100.37
	Net Current Liabilities	(70)	(0.37)
	Total Net Assets	18,703	100.00

IFSL Sinfonia Adventurous Growth Portfolio

Statement of Total Return

for the period from 1st October 2017 to 30th September 2018

	Notes	30th September 2018		30th September 2017	
		£'000	£'000	£'000	£'000
Income					
Net capital gains	2		642		1,564
Revenue	4	351		321	
Expenses	5	(180)		(179)	
Net revenue before taxation		171		142	
Taxation	6	-		-	
Net revenue after taxation			171		142
Total return before distributions			813		1,706
Distributions	7 & 8		(212)		(159)
Change in Net Assets Attributable to Shareholders from Investment Activities (see below)			601		1,547

Statement of Change in Net Assets Attributable to Shareholders

for the period from 1st October 2017 to 30th September 2018

	30th September 2018		30th September 2017	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		17,379		16,989
Amounts receivable on issue of shares	1,982		2,806	
Amounts payable on cancellation of shares	(1,471)		(4,122)	
		511		(1,316)
Change in net assets attributable to shareholders from investment activities (see above)		601		1,547
Retained distributions on accumulation shares		212		159
Closing Net Assets Attributable to Shareholders		18,703		17,379

IFSL Sinfonia Adventurous Growth Portfolio

Balance Sheet

at 30th September 2018

	Notes	30th September 2018 £'000	30th September 2017 £'000
Assets			
Fixed Assets:			
Investments	17	18,773	17,534
Current Assets:			
Debtors	9	236	65
Cash and bank balances		64	84
Total Assets		19,073	17,683
Liabilities			
Creditors:			
Bank overdrafts		50	–
Other creditors	10	320	304
Total Liabilities		370	304
Net Assets Attributable to Shareholders		18,703	17,379

IFSL Sinfonia Adventurous Growth Portfolio

Notes to the Financial Statements

for the period from 1st October 2017 to 30th September 2018

1 Accounting, Distribution and Risk Management Policies

Please refer to the notes applicable to the Company on pages 11 to 13.

2 Net Capital Gains

	30th September 2018 £'000	30th September 2017 £'000
Gains on non-derivative securities	642	1,608
Transaction costs	(1)	(1)
Other currency gains/(losses)	1	(43)
Net Capital Gains	642	1,564

3 Direct Transaction Costs

	30th September 2018 £'000	30th September 2017 £'000
Purchases		
Collective investment schemes	5,366	10,058
Equities	2,792	–
	8,158	10,058
Commissions	1	2
Taxes and other charges	–	–
Total Purchases after Transaction Costs	8,159	10,060
Transaction costs as a percentage of the purchases before transaction costs		
Commissions	0.01%	0.02%
Taxes and other charges	0.00%	0.00%
Sales		
Collective investment schemes	4,474	11,328
Equities	3,416	–
	7,890	11,328
Commissions	1	1
Taxes and other charges	–	–
Total Sales after Transaction Costs	7,889	11,327
Transaction costs as a percentage of the sales before transaction costs		
Commissions	0.01%	0.01%
Taxes and other charges	0.00%	0.00%
Total Purchases and Sales Transaction Costs Expressed as a Percentage of the Average Net Asset Value Over the Period		
Commissions	0.01%	0.02%
Taxes and other charges	0.00%	0.00%
	0.01%	0.02%

There were no significant in-specie transfers or corporate actions identified during the period (30th September 2017: nil).

Direct transaction costs are fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the sub-fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The average portfolio dealing spread as at 30th September 2018 was 0.02% (30th September 2017: 0.03%).

IFSL Sinfonia Adventurous Growth Portfolio

Notes to the Financial Statements (continued)

4 Revenue

	30th September 2018 £'000	30th September 2017 £'000
UK franked dividends	199	205
Overseas dividends	148	114
Interest distributions	4	2
Total Revenue	351	321

5 Expenses

	30th September 2018 £'000	30th September 2017 £'000
Payable to the ACD or Associates of the ACD:		
ACD's periodic charge	156	149
KIID production costs	2	3
Registration fees	2	3
	160	155
Other Expenses		
Depositary's fee	9	9
Audit fees ^A	9	8
Safe custody charges	4	4
Report and financial statements production costs	(2)	3
	20	24
Total Expenses	180	179

^A The audit fee net of VAT for the sub-fund for the current period is £7,000 (30th September 2017: £7,000).

6 Taxation

a) Analysis of charge in period

	30th September 2018 £'000	30th September 2017 £'000
Total Tax Charge for the Period (note (b))	-	-

The tax charge actually suffered is analysed below:

The tax charged for the period is lower than the standard 20% rate of corporation tax applicable to the revenue received by Open Ended Investment Companies (OEICs). OEICs are also exempt from tax on capital gains made within the sub-funds.

The tax charge actually suffered is analysed below:

	30th September 2018 £'000	30th September 2017 £'000
Net Revenue Before Tax	171	142
Corporation tax at 20% (30th September 2017: 20%)	34	28
Effects of:		
Non-taxable UK dividends	(40)	(41)
Non-taxable overseas dividends	(29)	(23)
Utilised management expense	(6)	-
Unutilised management expenses	-	80
Realised gains on non-reporting offshore funds	12	7
Unrealised gains on non-reporting offshore funds	29	(51)
Total Tax Charge for the Period (note (a))	-	-

c) Provision for deferred taxation

The sub-fund has unutilised management expenses of £1,143,000 as at 30th September 2018 (30th September 2017: £1,173,000). A deferred tax asset of £229,000 (30th September 2017: £235,000) has not been recognised as it is unlikely that the sub-fund will generate sufficient taxable profits in the future.

IFSL Sinfonia Adventurous Growth Portfolio

Notes to the Financial Statements (continued)

7 Distributions

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

	30th September 2018 £'000	30th September 2017 £'000
Interim dividend (income and accumulation)	92	126
Final dividend (income and accumulation)	121	33
	213	159
Add: Amounts deducted on cancellation of shares	6	8
Deduct: Amounts received on issue of shares	(7)	(8)
Total Distributions for the Period	212	159

8 Movement Between Net Revenue and Distributions

	30th September 2018 £'000	30th September 2017 £'000
Net revenue after taxation	171	142
Add: Tax effect on gains on offshore non-reporting funds	41	7
Add: Transfer from capital to income due to income deficit	-	10
Net Distributions for the Period	212	159

9 Debtors

	30th September 2018 £'000	30th September 2017 £'000
Amounts receivable from issue of shares	31	59
Sales awaiting settlement	203	-
Accrued revenue	2	6
Total Debtors	236	65

10 Other Creditors

	30th September 2018 £'000	30th September 2017 £'000
Amounts payable for cancellation of shares	238	279
Purchases awaiting settlement	59	-
Accrued expenses	10	13
ACD fees payable	13	12
Total Other Creditors	320	304

11 Related Party Transactions

IFSL, as ACD, a related party, acts as principal on all transactions of shares in the Company. The aggregate monies received through creations and cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and note 7.

The amounts due to the ACD in relation to share transactions and accrued ACD fees are disclosed in notes 9 and 10. As at 30th September 2018 it was £220,000 (30th September 2017: £232,000). Amounts paid to IFSL in respect of ACD's periodic charges are disclosed in note 5.

12 Equalisation

Equalisation is accrued revenue included in the price of shares purchased during the distribution period (Group 2 shares) which is refunded as part of the shareholders' first distribution for all shares of the same type. As a repayment of capital, equalisation is not liable to income tax but should be deducted from the cost of shares for capital gains tax purposes.

IFSL Sinfonia Adventurous Growth Portfolio

Notes to the Financial Statements (continued)

13 Share Classes

During the period, the sub-fund could issue shares in the following share classes: A Income; A Accumulation; B Income; B Accumulation; C Income; C Accumulation; D Income; and D Accumulation. The annual management charge for each share class is as follows:

	30th September 2018	30th September 2017
A Income	0.65%	0.65%
A Accumulation	0.65%	0.65%
B Income	1.50%	1.50%
B Accumulation	1.50%	1.50%
C Income	2.00%	2.00%
C Accumulation	2.00%	2.00%
D Income	1.75%	1.75%
D Accumulation	1.75%	1.75%

The net asset value, the net asset value per share, and the number of shares in issue for each share class are given in the Comparative Table on pages 98 to 102.

All share classes have the same rights on winding up.

14 Risks of Financial Instruments

Market price risk sensitivity – a five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £939,000 as at 30th September 2018 (30th September 2017: £877,000). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk sensitivity – a five per cent decrease in the value of sterling relative to the foreign currencies would have the effect of increasing the return and net assets by £345,000 as at 30th September 2018 (30th September 2017: £350,000). A five per cent increase would have an equal and opposite effect.

Interest rate risk sensitivity – an interest rate risk sensitivity disclosure has not been included because the investments held by the sub-fund are collective investment schemes. These collective investment schemes may invest in interest bearing financial assets, however, information regarding these investments is not available from their ACD/fund managers as at the sub-fund's balance sheet date.

Interest rate risk – the interest rate risk profile of financial assets/liabilities as at 30th September 2018 is as follows:

	30th September 2018 £'000	30th September 2017 £'000
Financial assets floating rate ^A	64	84
Financial assets interest bearing instruments	2,818	2,875
Financial assets non-interest bearing instruments	16,191	14,724
Financial liabilities floating rate ^A	(50)	–
Financial liabilities non-interest bearing instruments	(320)	(304)
	18,703	17,379

^A Floating rate assets and liabilities comprise bank balances and overdrafts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate. Interest on investments is variable based on the distribution received from underlying investments.

Liquidity risk – the liquidity risk profile of financial liabilities as at 30th September 2018 is as follows:

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2018					
<i>Non-derivatives</i>					
Bank overdraft	–	50	–	–	50
Other creditors	–	320	–	–	320
Total	–	370	–	–	370

IFSL Sinfonia Adventurous Growth Portfolio

Notes to the Financial Statements (continued)

14 Risks of Financial Instruments (continued)

	On Demand £'000	Within One Year £'000	Over One Year but not More Than Five Years £'000	Over Five Years £'000	Total £'000
30th September 2017					
<i>Non-derivatives</i>					
Other creditors	-	304	-	-	304
Total	-	304	-	-	304

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

Derivatives and other financial instruments – the underlying exposure to forward currency contracts as at 30th September 2018 was nil (30th September 2017: nil).

15 Contingent Assets and Liabilities

There were no contingent assets or liabilities as at 30th September 2018 (30th September 2017: nil).

16 Provisions for Liabilities

There were no provisions for liabilities as at 30th September 2018 (30th September 2017: nil).

17 Fair Value Hierarchy

The Fair Value Hierarchy as at 30th September 2018 is as follows:

Valuation Technique	30th September 2018 Assets £'000	30th September 2018 Liabilities £'000	30th September 2017 Assets £'000	30th September 2017 Liabilities £'000
Level 1	3,403	-	3,790	-
Level 2	15,370	-	13,744	-
Level 3	-	-	-	-
	18,773	-	17,534	-

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the Fair Value Hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the sub-fund classifies fair value measurement under the following levels:

Level 1 – unadjusted quoted price in an active market for an identical instrument;

Level 1 – valuation techniques using observable inputs other than quoted prices within level 1; and

Level 1 – valuation techniques using unobservable inputs.

IFSL Sinfonia Adventurous Growth Portfolio

Notes to the Financial Statements (continued)

18 Shareholders' Fund Reconciliation

	A	B	C	D	D
	Accumulation	Accumulation	Accumulation	Income	Accumulation
Opening number of shares	7,616,705	1,580,805	187,251	4,228	471,281
Creations during the period	1,020,833	38,245	–	–	19,322
Cancellations during the period	(685,583)	(57,486)	(6,594)	(346)	(55,645)
Shares converted during the period	13,463	(14,353)	–	–	–
Closing Shares in Issue	7,965,418	1,547,211	180,657	3,882	434,958

19 Post Balance Sheet Events

Since 30th September 2018, the net asset value per share has changed as follows:

	Net Asset Value (Pence per Share)		
	28th September 2018 ^A	25th January 2019	Movement (%)
Class A Accumulation	187.50	174.80	-6.77
Class B Accumulation	175.50	163.20	-7.01
Class C Accumulation	166.60	154.70	-7.14
Class D Income	170.40	157.90	-7.34
Class D Accumulation	171.20	159.00	-7.13

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

IFSL Sinfonia Adventurous Growth Portfolio

Distribution Table

Interim dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	1.1097	–	1.1097	1.4520
2	0.3081	0.8016	1.1097	1.4520

Interim dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.3122	–	0.3122	0.7466
2	0.0002	0.3120	0.3122	0.7466

Interim dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	–	–	–	0.3469
2	–	–	–	0.3469

Interim dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (note 12)	31st May 2018 Income Paid	31st May 2017 Income Paid
1	0.0900	–	0.0900	0.6487
2	0.0900	–	0.0900	0.6487

Interim dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	31st May 2018 Accumulation Paid	31st May 2017 Accumulation Paid
1	0.1075	–	0.1075	0.6460
2	–	0.1075	0.1075	0.6460

Group 1: shares purchased prior to 1st October 2017.

Group 2: shares purchased on or after 1st October 2017 to 31st March 2018.

IFSL Sinfonia Adventurous Growth Portfolio

Distribution Table (continued)

Final dividend (in pence per share) for A Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	1.3906	–	1.3906	0.4398
2	0.8108	0.5798	1.3906	0.4398

Final dividend (in pence per share) for B Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.5577	–	0.5577	–
2	0.3557	0.2020	0.5577	–

Final dividend (in pence per share) for C Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.1128	–	0.1128	–
2	0.1128	–	0.1128	–

Final dividend (in pence per share) for D Income shares:

Group	Net Income	Equalisation (note 12)	30th November 2018 Income Paid	30th November 2017 Income Paid
1	0.3384	–	0.3384	–
2	0.3384	–	0.3384	–

Final dividend (in pence per share) for D Accumulation shares:

Group	Net Accumulation	Equalisation (note 12)	30th November 2018 Accumulation Paid	30th November 2017 Accumulation Paid
1	0.3299	–	0.3299	–
2	0.3148	0.0151	0.3299	–

Group 1: shares purchased prior to 1st April 2018.

Group 2: shares purchased on or after 1st April 2018 to 30th September 2018.

IFSL Sinfonia OEIC

General Information

It is important to remember that the price of shares, and the income from them, can fall as well as rise and it is not guaranteed that investors will get back the amount originally invested. Past performance is not a guide to future performance. Changes in the rate of exchange of currencies, particularly where overseas securities are held, may also affect the value of your investment. The issue of shares may be subject to an initial charge and this is likely to have an impact on the realisable value of your investment, particularly in the short term. You should always regard an investment company with variable capital (ICVC) investment as long term.

Pricing and Dealing

Mid prices are always quoted for shares in the sub-funds.

Dealing in all ICVCs operated by IFSL may be carried out between 9:00 am and 5:00 pm on any business day. Applications can be made either by completing an application form and delivering it to the ACD at IFSL, Marlborough House, 59 Chorley New Road, Bolton BL1 4QP, or through approved agents.

The Company deals on a forward basis, which means that orders received will be dealt with at the price calculated at the next valuation point. Share prices are calculated daily at the valuation point of 12 o'clock midday, and applications for shares should be received by this time to ensure inclusion in the following valuation point.

Publication of Prices

The prices of shares in the sub-funds are currently quoted daily on the following web pages:

www.sinfonia.com

www.ifslfunds.com

www.fundlistings.com

Alternatively you can contact the ACD on 0808 178 9322 (9:00 am to 5:00 pm Monday-Friday, excluding bank holidays, and from 9:00 am to 12:30 pm on the last business day prior to Christmas Day and New Year's Day) who will be happy to provide you with the most recent price of your shares.

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