

# Annual Report and Financial Statements

For the year ended 30 June 2020



# Fidelity Institutional Funds Annual Report and Financial Statements for the year ended 30 June 2020

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\*These collectively comprise the Authorised Corporate Director's (ACD) report.

\*\* Fund Manager reviews are not prepared for funds which are closed.

## Director's Report

We are pleased to present the annual report and financial statements for Fidelity Institutional Funds (the "Company"), covering the year to 30 June 2020. Reference in this document to specific securities should not be construed as a recommendation to buy or sell these securities; but is included for the purpose of illustration only. Investors should also note that the views expressed may no longer be current and may already have been acted upon by Fidelity.

### Company and Status

The Company is an open-ended investment company with variable capital incorporated in England and Wales under number IC3 and authorised by the Financial Conduct Authority ("FCA") on 22 July 1997.

The Company is structured as an umbrella company comprising various funds, each of which is operated as a distinct fund, with their own portfolio of investments.

The funds in which shares are currently available are:

America Fund  
Emerging Markets Fund  
Europe (ex-UK) Fund  
Global Focus Fund  
Index-Linked Bond Fund  
Japan Fund  
Long Bond Fund  
Long Dated Sterling Corporate Bond Fund  
Pacific (ex-Japan) Fund  
Pre-Retirement Bond Fund  
Select Emerging Markets Equities Fund  
Select Global Equities Fund  
South East Asia Fund  
Sterling Core Plus Bond Fund  
Sterling Corporate Bond Fund  
UK Aggregate Bond Fund  
UK Fund  
UK Gilt Fund

In the future additional funds or new classes of shares within the existing funds, may be launched by the Authorised Corporate Director ("ACD").

Each fund has the investment powers equivalent to those of an undertaking for collective investment in transferable securities (a "UCITS") scheme as per the Prospectus.

Shareholders are not liable for the debts of the Company. A shareholder is not liable to make any further payment to the Company after they have paid the purchase price of the shares.

The Company is governed by the requirements of the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) ("OEIC Regulations") and the FCA's Handbook of rules and guidance, specifically the Collective Investment Schemes sourcebook ("COLL"). As permitted by the COLL, the Company no longer holds Annual General Meetings.

The Company has segregated liability status between funds. This means that the assets of a fund belong exclusively to that fund and shall not be used to discharge directly or indirectly the liability of, or claims against, any other person or body, including the Company, or any other fund.

### Remuneration Disclosure

The Fidelity International Remuneration Committee has established a Global Remuneration Policy to ensure the requirements of the UCITS Directive are met at global level for all its UCITS management companies. The Remuneration Committee reviews the remuneration policy at least annually. The Directors of relevant management companies are responsible for the adoption of the Global Remuneration Policy, for reviewing its general principles at least annually, for overseeing its implementation and for ensuring compliance with relevant local legislation and regulation. The Global Remuneration Policy is consistent with and promotes sound and effective risk management and is designed not to encourage risk-taking which is inconsistent with the risk profile of the funds. The Global Remuneration Policy is in line with the business strategy, objectives, values and interests of the ACD and the funds and includes measures to avoid conflicts of interest.

During 2017 the Global Remuneration Policy was reviewed and changes were made to ensure compliance with the applicable European remuneration requirements. The Global Remuneration Policy applies to all employees, with particular focus on the staff whose professional activities have a material impact on the risk profile of the ACD or the funds (the Material Risk Takers). The UCITS Material Risk Takers ("UCITS MRTs") are individuals whose roles can materially affect the risk of the management company or any UCITS fund that it manages. These roles are identified in line with the requirements of the UCITS Directive and guidance issued by the European Securities and Markets Authority.

The aggregate total remuneration paid to the UCITS MRTs related to FISL, considering all the existing delegation arrangements, in respect of the performance period started 1 June 2019 and ended 30 June 2020, is EUR 8.41m (GBP £7.68m). This figure includes the amounts attributed either to the FISL entity or to the UCITS funds that it manages. For any additional on remuneration policy, a copy of the summary Remuneration Policy is available at <https://www.fil.com>.

### Holdings in other sub-funds within the same Company

There were no such holdings as at 30 June 2020 (2019: none).

### Objectives

The broad aim of the Company is to provide access to the global research resources and stock picking skills of Fidelity's investment management teams throughout the world.

The aim of the equity funds is to provide investors with long term capital growth from diversified and actively managed portfolios of securities in a wide range of stock markets. The income from these funds is expected to be low. The equity funds will gain exposure to equities in the markets reflected in the title of each individual fund and in companies established outside those markets but which derive a significant proportion of their earnings from those markets.

The aim of the bond funds is to provide investors with relatively high income with the possibility of capital gains.

The investment objective and a review of the investment activities of each sub-fund during the year under review are included within the Fund Manager Reviews.

# Fidelity Institutional Funds Annual Report and Financial Statements for the year ended 30 June 2020

## Coronavirus (COVID-19)

The coronavirus (COVID-19) outbreak caused extensive disruptions to businesses and economic activities globally. The uncertainties over the emergence and spread of COVID-19 caused market volatility on a global scale. Markets have since bounced back, driven by substantial monetary and fiscal policy measures unveiled globally to mitigate the economic impact of the COVID-19 pandemic. News around progress on potential vaccines and treatments for the virus and easing of lockdown restrictions in several economies also provided support. However, the virus threat has not yet dissipated, and a lot of uncertainty remains. Despite a pick-up in economic activity, 'social distancing' policies, which have become the norm for now, will impact the services sector.

As the situation continues to evolve, so does the ACD's assessment of the risks facing each sub-fund, and the degree to which these risks might crystallise. The post balance sheet events note included within the notes to the financial statements of each sub-fund analyses net asset value movement since the period end.

The assets of each fund of the Company consist predominantly of assets which are readily realisable. Having considered the financial resources available to the ICVC and its sub-funds and having considered the impact of COVID-19 on the Company, the ACD continues to prepare the financial statements on a going concern basis.

## Changes to the Prospectus

For the year ended 30 June 2020 the following significant changes were made to the Prospectus and Instrument of Incorporation:

- UK Corporate Bond Fund changed its name to Sterling Corporate Bond Fund on 30 August 2019.
- UK Long Corporate Bond Fund changed its name to Long Dated Sterling Corporate Bond Fund on 30 August 2019.
- Deloitte LLP were appointed auditor on 15 November 2019.
- Pre-Retirement Bond Fund changed the name of its Y Accumulation Shares to W Accumulation Shares on 21 November 2019.
- UK Investment Grade Long Credit Fund terminated on 10 December 2019 therefore no financial statements have been prepared in accordance with the COLL.
- Emerging Markets Fund launched R Accumulation Shares on 13 May 2020.

## Statement of Authorised Corporate Director's (ACD) Responsibilities in relation to the Annual Report and Financial Statements of the Company

The Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) and Collective Investment Schemes sourcebook (COLL) require the ACD to prepare financial statements for each annual and half-yearly accounting period which give a true and fair view of the financial position of the Company and of its net revenue and net capital gains or losses on the property of the Company for the year. In preparing the financial statements the ACD is required to:

- select suitable accounting policies and then apply them consistently
- comply with the requirements of the UK Financial Reporting Standard 102 (FRS 102) and the Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by the Investment Management Association (IMA) in May 2014, the COLL, the Prospectus and the Instrument of Incorporation
- follow generally accepted accounting principles and applicable accounting standards
- keep proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume the Company will continue in operation
- take reasonable steps for the prevention and detection of fraud or other irregularities.

## Certification of the Annual Report and Financial Statements by Directors of the ACD

In accordance with the requirements of the COLL as issued and amended by the Financial Conduct Authority, the report and financial statements are approved on behalf of the Directors of FIL Investment Services (UK) Limited, the ACD.

John Clougherty  
Director

Anthony Lanser  
Director

FIL Investment Services (UK) Limited  
15 September 2020

## Report of the Depositary to the shareholders of the Fidelity Institutional Funds

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), 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, repurchase, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the company's income is applied in accordance with the regulations; and the instructions of the Authorised Corporate Director ("the ACD"), which is the UCITS Management Company, 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 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.

J.P. Morgan Europe Limited

London

15 September 2020

## Independent Auditor's report to the shareholders of Fidelity Institutional Funds

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### Opinion

In our opinion the financial statements of Fidelity Institutional Funds OEIC (the 'company'):

- give a true and fair view of the financial position of the sub-funds as at 30 June 2020 and of the net revenue and the net capital gains / losses on the property of the sub-funds for the year ended 30 June 2020; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", the rules in the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

We have audited the financial statements which comprise for each sub-fund:

- the statement of total return;
- the statement of change in net assets attributable to shareholders;
- the balance sheet;
- the related consolidated and individual notes; and
- the distribution tables.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice), the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014, the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

#### 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.

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 (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the authorised corporate director's (ACD's) use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the ACD has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

# Fidelity Institutional Funds Annual Report and Financial Statements for the year ended 30 June 2020

## Other information

The ACD is responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our 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 this other information, we are required to report that fact.

We have nothing to report in respect of these matters.

## Responsibilities of depositary and ACD

As explained more fully in the depositary's responsibilities statement and the ACD's responsibilities statement, the depositary is responsible for the safeguarding the property of the company and the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the ACD is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the ACD either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

## Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

### Opinions on other matters prescribed by the Collective Investment Schemes Sourcebook

In our opinion:

- proper accounting records for the company and the sub-funds have been kept and the financial statements are in agreement with those records;
- we have received all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit; and
- the information disclosed in the annual report for the year ended 30 June 2020 for the purpose of complying with Paragraph 4.5.9R of the Collective Investment Schemes Sourcebook is consistent with the financial statements.

### Use of our report

This report is made solely to the company's shareholders, as a body, in accordance with Paragraph 4.5.12R 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### Deloitte LLP

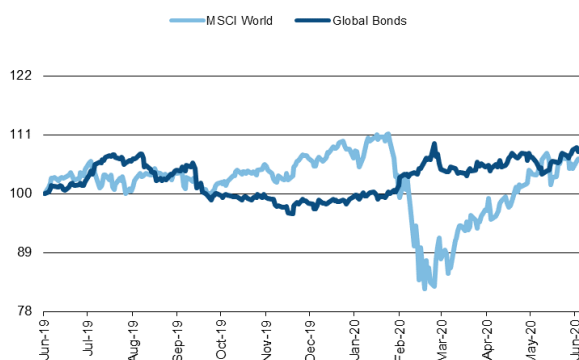
Statutory Auditor  
Glasgow, United Kingdom  
15 September 2020

## Market Performance Review

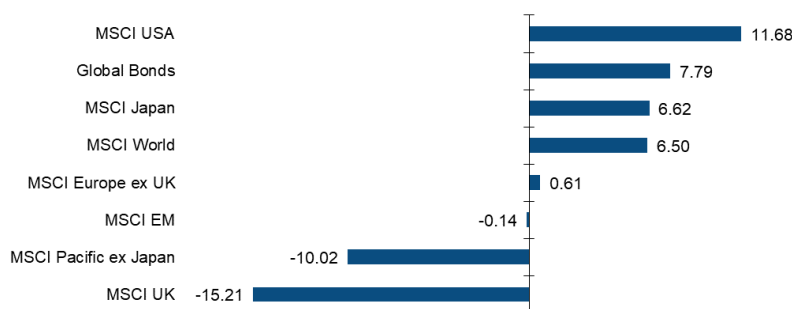
### Market Review - 12 months ended 30 June 2020

Global equities gained in sterling terms over the 12-month period to June 2020. Equities performed positively over the July–December period, supported by major central banks’ accommodative policies. However, markets fell sharply in the first quarter of 2020 as the outbreak of the novel coronavirus (commonly known as COVID-19) pandemic weighed on global economic prospects. Authorities across the world announced large-scale lockdowns and travel restrictions to curtail the contagion, and unveiled policy stimulus measures to mitigate its economic impact. Towards the end of the period, markets rebounded as progress on potential COVID-19 vaccines, easing of lockdowns in several economies and substantial stimulus measures provided support.

Against this global backdrop, the US and Japanese markets outperformed other regional markets. Emerging markets lagged their developed market peers. From a sector perspective, information technology (IT) and health care delivered positive performance. Energy companies declined significantly, as crude oil prices fell due to weakening demand and constraints around storage capacity. Overall, returns in sterling terms were supported by its depreciation against the US dollar, euro and yen.



Source: Refinitiv DataStream, Total Returns in GBP rebased to 100, MSCI World and BofA ML Global Broad, 30.06.2019 - 30.06.2020



Source: Refinitiv DataStream, Total Returns, GBP, 30.06.2019 - 30.06.2020

European equities ended a volatile 12-month period in positive territory. Strong performance in 2019, driven by an accommodative monetary policy and improving geopolitical conditions, was significantly offset in the first quarter of 2020 due to growing concerns around the COVID-19 outbreak. However, a strong market rebound in the second quarter of 2020 reversed most of these losses. Markets were negatively impacted in the first quarter of 2020, as the breakdown in supply discipline after Saudi Arabia and Russia failed to reach an agreement to cut oil production and the resulting oil price crash dampened sentiment. However, control over COVID-19 cases in Europe in the second quarter led to a gradual re-opening of economies and improving macroeconomic data. This, coupled with monetary policy support from central banks and fiscal support from governments, buoyed equities. The European Central Bank (ECB) expanded its Pandemic Emergency Purchase Programme by an additional EUR600 billion to EUR1.35 trillion and extended the duration of the programme until at least June 2021. Against this backdrop, most sectors ended the period in negative territory, with energy and financials declining the most. Health care, IT and utilities were the only gainers. From a market cap perspective, small-cap and mid-cap companies outperformed their larger peers. Meanwhile, growth and quality stocks significantly outperformed value stocks.

UK equities ended the period significantly lower. Momentary optimism following the landslide general election victory of the ruling Conservative Party, which was expected to lower the uncertainty over the UK’s exit from the European Union, gave way to concerns over the rapid spread of COVID-19 cases across the world. Nevertheless, unprecedented policy responses from authorities around the world, coupled with some optimism over the pace of an economic recovery as countries began to gradually lift lockdown measures, supported equities towards the end of the period. Among sectors, oil & gas stocks were the most notable laggards as both companies and investors factored in subdued demand and lower oil prices. More defensive sectors such as health care and utilities outperformed as markets favoured earnings certainty.

US equities rose over the period. Equities received some support from the trade truce between the US and China in late 2019 and early 2020. However, these gains were short-lived as markets plummeted on growing pandemic fears and an oil price crash. Policymakers globally have since announced a series of extraordinary monetary and fiscal stimulus measures in an attempt to contain the negative economic impacts of the pandemic. Early signs for a recovery are promising, but the outlook is largely unclear. Cyclical sectors such as energy, financials and industrials bore the brunt of the losses, while IT, consumer discretionary, health care and communication services stocks outperformed the broader market.

Japanese equities rose over the 12-month period. Stocks rallied strongly in the second quarter of 2020, following a sharp decline in the previous quarter owing to the COVID-19 outbreak. Japan’s government was forced to announce emergency measures first in Tokyo and later in the rest of the country. A sharp plunge in oil prices further dampened investor sentiment. Nevertheless, the market rebounded over the April–June quarter. Central bank action reduced volatility and risk sentiment improved as the increase in COVID-19 cases appeared to be under control and global economies have started to re-open. Meanwhile, the Tokyo Olympics was pushed back by one year to the summer of 2021. The Japanese economy entered a technical recession in the first three months of 2020, with a steeper correction anticipated in the second quarter. In order to mitigate the economic and social impact of the pandemic, Prime Minister Shinzo Abe’s cabinet approved a second supplementary budget, elevating its combined headline stimulus to around 40% of GDP. The Bank of Japan (BoJ) also expanded its quantitative easing and increased support for the corporate sector. From a sector perspective, health care, technology and communication services were the biggest gainers, while energy, real estate and financials were the leading decliners.

## Market Performance Review

Asia Pacific ex Japan equities declined over the year to June 2020. In the first half of the period, markets rose amid monetary policy easing by central banks globally and signs of trade negotiations between the US and China. Equities declined in the second half as the spread of COVID-19 cases raised fears of a global contagion and concerns around its potential impact on economic activity spurred an indiscriminate sell-off across stock markets, notably in the month of March 2020. Good quality businesses were sold-off along with the rest as the region recorded significant foreign funds outflow. Equities rebounded towards the end of the period, due to easing lockdown restrictions and continued stimulus support measures by governments and regional central banks. However, mounting geopolitical tensions between the US and China subdued sentiment. China imposed a new national security law on Hong Kong, and the US issued fresh restrictions on Chinese technology giant Huawei. The US senate passed a bill that could eventually lead to a delisting of Chinese companies on its exchanges. Notably, a number of Chinese companies have already started to consider listing on the Hong Kong exchange. A majority of countries in the region ended lower. North Asian equities such as China and Taiwan performed strongly.

Emerging market equities were volatile and ended the period in negative territory. Markets recovered some losses towards the end of the period as oil prices recovered from historic lows on renewed demand once economies started to emerge from lockdown. Oil prices were further supported by extended production cuts undertaken by major oil producing nations till July end. In emerging Asia, Chinese equities were among the top performers. Gains were supported by a strong rebound in economic activities coupled with stimulus measures by China's central bank. Latin American equities disappointed investors. These currencies tumbled as the virus spread through the region and fears of a slowdown in the global economy mounted. Against this backdrop, quality and growth names outpaced value stocks

### Bonds

Fixed income markets generated mixed returns, with government bonds outperforming corporate bonds. Within credit, global investment grade corporate bonds outperformed global high yield bonds. Trade war concerns dominated headlines over most of 2019, though concerns subsided as the year progressed and the US and China signed a phase one trade deal. The ECB also signalled a new round of quantitative easing in Europe, as a result of which sentiment turned decidedly more positive towards the end of 2019. Sentiment remained strong at the turn of 2020, before the spread of the COVID-19 pandemic resulted in unprecedented levels of volatility, resulting in a sell-off corporate bonds. Government bond yields slumped to new record lows and credit spreads significantly widened in the first quarter of 2020. The entire US Treasury yield curve fell below 1% for the first time in March, amid investors' focus on safe-haven assets. German bund and UK government bond (Gilt) yields fell significantly in March, in line with their US counterparts. In a coordinated effort to combat a potential global economic crisis, central banks across the world announced new policy responses such as rate cuts and bond-buying programmes. Most economies also announced a string of fiscal easing packages to address the financial concerns of people already facing lockdowns. Against this backdrop, risk sentiment improved significantly and credit spreads tightened in the latter half of the period.



## Accounting Policies of Fidelity Institutional Funds and its sub-funds

### 1. Accounting policies

- a) Basis of preparation - The Financial Statements of the sub-funds have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss except as outlined below. The financial statements are also prepared in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (UK GAAP) and the Statement of Recommended Practice (SORP) for UK Authorised Funds issued by the Investment Management Association (IMA) in May 2014. Considerations have been made in relation to the going concern impact of Coronavirus (COVID-19) and have been outlined on page 3.

Pan European Fund ceased trading on 14 November 2018 and Select Global Equities Fund is scheduled to close in October 2020. Consequently, the Authorised Corporate Director no longer regards the going concern basis of accounting appropriate for these sub-funds. Therefore the financial statements for these funds have been prepared on a basis other than going concern. No adjustments were required in these financial statements to reduce assets to their realised values, to provide for liabilities arising from the decision to cease trading or to reclassify non-current assets and liabilities as current. The comparative financial information for Pan European and Select Global Equities Fund is also prepared on a going concern basis.

- b) Recognition of revenue - Dividends on quoted equities are recognised when the security is quoted ex-dividend. Interest from debt securities are accounted for on an effective yield basis. Effective yield recognises any discount or premium on the purchase of an investment as revenue over its remaining life. For some securities that are valued at significantly distressed levels or where the Authorised Corporate Director expects future cash flows to be uncertain, the discount or premium is not recognised as revenue. Distributions on underlying funds are recognised when the shares/units are quoted ex-distribution. Other revenue is accounted for on an accruals basis. Underwriting commission is recognised when the issue takes place. Special dividends are treated as revenue or capital depending on the facts of each particular case.
- c) Treatment of stock dividends - Where the fund manager has elected to receive a dividend in the form of shares rather than cash, the dividend is treated as revenue but does not form part of the distribution.
- d) Treatment of expenses:
- All expenses are accounted for on an accruals basis.
  - Annual charges - In accordance with the COLL and as agreed with the Depositary, charges and expenses for the fund may be treated as capital charges, which will enhance income returns but may constrain capital growth. Where the management fees are ultimately borne by the capital of an underlying fund, the rebates are credited to capital for the purpose of calculating the distribution.
  - Other expenses - All other expenses are chargeable against revenue for distribution purposes other than those relating to purchases and sales of investments which are excluded for the purpose of calculating the distribution.
  - Underlying fund charges - The sub-funds may invest in other collective investment schemes, various other charges and expenses may be incurred indirectly by the fund at the level of the underlying funds. Where any fund invests in other collective investment schemes managed by independent fund managers, the ACD will seek to negotiate a high level of rebate of the underlying funds' management charges, so as to minimise the effect of charging at both the fund and underlying fund levels. Where any fund invests in other collective investment schemes managed by the ACD or an associate of the ACD, to avoid a double management charge in respect of the same portfolio, the full amounts of the charges which the ACD and/or any associated company of the ACD receives for managing the investments of the underlying fund, will be credited to the fund, to the extent that such charges are attributable to investment in the underlying funds by the fund.
- e) Allocation of multiple share classes - All charges and expenses which are directly attributable to a particular fund (or class within a fund) will be charged to that fund (or class). Otherwise, if there is more than one class within a fund, charges and expenses which are directly attributable to the fund (but not a particular class) will normally be allocated between the classes within the fund pro rata to the net asset value of the fund attributable to each class. Any charges and expenses not attributable to any one fund will normally be allocated by the ACD to all funds (and their classes) pro rata to the net asset values of the funds (and their classes), although the ACD has the discretion to allocate such charges and expenses in a different manner which it considers fair to shareholders generally.
- f) Distribution policy - The distribution policy of the individual funds is to distribute/accumulate all available revenue after deduction of expenses properly chargeable against revenue. Interest from debt securities has been distributed on an accrual of coupon basis where this exceeds the amount determined on an effective yield basis.
- g) Taxation - Provision is made for corporation tax at the current rate on the excess of taxable revenue over allowable expenses, with relief for overseas tax taken where appropriate. Deferred tax is provided using the liability method on all timing differences arising from the different treatment of items for taxation and accounting purposes. Deferred tax assets are recognised to the extent that they are considered recoverable.

## Accounting Policies of Fidelity Institutional Funds and its sub-funds

- h) Basis of valuation of investments - Investments in securities and underlying funds have been valued using the market price at the noon valuation point on the last business day of the accounting period. Market value is defined by the SORP as fair value, which in an active market is the value of long positions at the quoted bid price and fair value of short positions is the quoted offer price. Holdings in other collective investment schemes are valued at bid price for dual priced funds and at the single price for single priced funds. It is the responsibility of the Fair Value Committee (FVC) to ensure pricing sources and methodologies used to value securities are appropriate as delegated by the ACD. Where there is no price source from an active market for an investment, the FVC will assess information available from internal and external sources in order to arrive at a fair value. In seeking to value such securities, the FVC will gather valuation related information from multiple internal and external sources and may apply judgement in determining the fair value. These sources include historic trading and pricing information (including grey market trades), the views of internal security analysts, company specific news and fundamental data as well as information relating to comparable companies within related industries and sectors. The FVC policies and procedures remain under continuous review by the ACD.

Fair value adjustments may be implemented to protect the interests of the Shareholder Funds against market timing practices. Accordingly, if a fund invests in markets that are closed for business at the time the fund is valued, the ACD may, by derogation from the provisions above, allow for the securities included in a particular portfolio to be adjusted to reflect more accurately the fair value of the fund's investments at the point of valuation.

Fair value market adjustments were applied with the following effect on the fund midday prices as at 30 June 2020 (2019: none).

Market	Adjustment
Singapore	+0.46%
Taiwan	-0.30%

The market value disclosed alongside each investment in the Portfolio Statement represents the fair value. Each derivative position is shown as a separate investment. The Portfolio Statement includes for each investment the percentage of the net assets. This may result in the geographical or sector allocations being different to the comparative index. The largest holdings disclosure is consistent with this basis, and therefore derivative positions may not appear in the list of largest holdings. A copy of the Fund factsheet report disclosing the sector/industry exposure, country exposure and top holdings including derivatives exposures may be obtained upon request from the ACD alternatively, please go to <http://www.fidelity.co.uk>.

- i) Derivatives - Where appropriate, certain permitted transactions such as derivatives are used. Where such transactions are used to protect or enhance revenue, the revenue and expenses derived from them are included in Revenue or Expenses in the Statement of Total Return. Where such transactions are used to protect or enhance capital, the gains or losses are included in Net capital gains/(losses) in the Statement of Total Return. Any positions on such transactions open at the year-end are reflected in the Balance Sheet at their market value. All gains and losses in the value of futures contracts, interest rates swaps, credit default swaps, equity forwards, contracts for difference, equity linked notes and options are disclosed in the Statement of Total Return under Net capital gains/(losses).

For futures, equity forwards and contracts for difference, the dividend element is included in revenue along with the associated finance costs of these contracts. Ongoing premia on credit default swaps are charged or credited to revenue/expenses on an accruals basis, depending on whether protection is bought or sold. Revenue receivable/payable on interest rate swaps is included in revenue on an accruals basis. The premium received on covered call options is taken to revenue over the life of the contract provided the strike price of the option is greater than the price of the underlying security at the time of trade.

For all funds, where forward currency contracts have been entered into to hedge the capital performance of the portfolio against currency exchange rate movements, any subsequent hedge gain or loss is taken to capital. The difference between spot and forward contract rate, when the contract is first acquired, is recognised as revenue within the fund, over the duration of the contract. The reason for this is so that shareholders are not exposed to foreign exchange rate movements in their monthly distribution.

- j) Exchange rates - Assets and liabilities denominated in foreign currencies have been translated into sterling at the rate of exchange ruling at the noon valuation point on the last business day of the accounting period. Revenue items denominated in foreign currency are translated into sterling at exchange rates ruling at the date of the transaction. Differences on exchange are dealt with in the Statement of Total Return.
- k) Price adjustment policy - The Board of Directors of the Company implemented a price adjustment policy in order to protect the interests of the Company's shareholders. The purpose of the price adjustment policy is to allocate the costs associated with large inflows and outflows to investors transacting that day, thereby protecting the long-term shareholder from the worst effects of dilution. It achieves this purpose by adjusting the share class price at which deals in a sub-fund are transacted. In other words, share class prices may be adjusted up or down depending on the level and type of investor transactions on a particular day within a sub-fund. In this way the existing and remaining shareholders do not suffer an inappropriate level of dilution. The Company will only trigger an adjustment in the price when there are significant net flows that are likely to have a material impact on existing and remaining shareholders. The adjustment will be based on the normal dealing costs for the particular assets in which a sub-fund is invested. Once an adjustment is made to the share class price, that price is the official price for that share class for all deals that day.

At 30 June 2020 price adjustments were made for the following funds (2019: none):

- Index-Linked Bond Fund                           upwards 0.10%
- Select Emerging Markets Equities Fund      downwards 0.18%
- Select Global Equities Fund                  downwards 0.07%

## Risk Management policies of Fidelity Institutional Funds and its sub-funds

### Risk framework

The Board of Directors of FIL Limited, the ultimate parent company of the ACD, has established a Risk Policy, a Risk Appetite statement and a number of other risk related policies for adoption throughout the Fidelity International group of companies, including the ACD. There is a clearly defined structure operating within a corporate governance and management framework that is designed to address the related business risks, including those arising from financial instruments. Risk management policies and procedures are established by the Board and updated according to market, industry and government initiatives and regulatory developments. The Board monitors that a robust system of internal control exists to ensure compliance with rules, regulations and policies. It is the Board of Directors of the ACD that is ultimately responsible for monitoring risk but day to day management of the risk process has been delegated to other areas as appropriate.

Fidelity operates a 'multiple lines of defence' approach to risk management; also, the risk control processes are comprehensive, multi-layered, both quantitative and qualitative and do not rely on any one risk measure or system. The primary responsibility for financial instrument risk management rests with the portfolio manager of each fund who is overseen by the relevant Chief Investment Officer (CIO). On a regular basis each fund is formally reviewed in a meeting involving the portfolio manager, the relevant CIO, Investment Management Portfolio Analytics and others; the review covers multiple aspects of the fund's profile including trading activity, turnover, performance, structure, style profile, the use of derivatives and other relevant subjects such as yield curve exposure and sector and credit rating positioning in the case of Fixed Income funds. In addition to this review there is a formal Investment Risk Oversight Committee (IROC), chaired by the head of the Investment Management Risk function, whose remit includes review of various risk and performance measures, liquidity and other investment risks.

Furthermore, there is a Derivative and Counterparty Risk Committee that focuses on all aspects of risk arising from the use of derivative instruments and counterparty exposure. The global exposure relating to derivatives held in a fund may not exceed the net value of that fund. Global exposure calculations for all funds - unless otherwise indicated - use the commitment approach as part of their risk management process, measure and limits. The funds in this umbrella OEIC are governed by EU UCITS rules. The rules and prospectus limits are monitored and reported on by an independent Investment Compliance function.

Sterling Core Plus Bond Fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The expected level of leverage is 150% of the Net Asset Value of the fund; this is however not a limit and higher levels may occur. The expected levels of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten.

### Risk factors

The main risks arising from financial instruments are market price, foreign currency, interest rate, liquidity, counterparty and credit risks. There are policies in place to ensure each of these risks are managed in an appropriate manner.

### Market price risk

Market price risk arises from the uncertainty about future price movements on financial instruments held. It represents the potential loss each fund might suffer through holding market positions in the face of adverse price movements. The value of investments (including derivatives) is not fixed and may go down as well as up. This may be as a result of a specific factor affecting the value of an individual investment, or may be caused by general market factors. Some of the funds may invest in securities of countries experiencing rapid economic growth. Investors should appreciate that these securities may be more volatile than securities in more developed markets with the result that there may be greater risk of price fluctuation and the suspension of redemptions in such funds compared with funds in more mature markets. This volatility may stem from political and economic factors, and be exacerbated by legal, trading liquidity, settlement, currency and other factors. Some emerging market countries may have relatively prosperous economies but may be sensitive to world commodity prices or other factors. Where derivatives are used for either efficient management of the fund or for investment purposes, market price risk will exist as for any other non-derivative investments. The volatility of option prices could be greater than for other derivatives.

### Foreign currency risk

The funds' total returns and balance sheets can be significantly affected by foreign exchange movements if the assets and revenue are denominated in currencies other than the funds' base currency. Three principal areas where foreign currency risk could impact each fund have been identified as:

- movements in rates affecting the value of investments
- movements in rates affecting short term timing differences
- movements in rates affecting the revenue received

The funds may hold forward foreign exchange contracts to hedge the funds' base currency. The funds may be exposed to short term exchange rate movements, for example between the date when an investment is bought or sold and the date when settlement of the transaction occurs. The ACD may seek to manage exposure to currency movements by using forward and spot foreign exchange contracts. Revenue received in other currencies is converted into base currency on or near the date of receipt.

### Interest rate risk

Debt securities have varying levels of sensitivity to changes in interest rates. In general, the price of a fixed rate debt security can fall when interest rates rise and can rise when interest rates fall. Securities with longer maturities can be more sensitive to interest rate changes. The fixed rate component of an interest rate swap will have a similar interest rate risk profile to that of a fixed rate debt security where the currency, fixed rate and maturity are the same.

### Liquidity risk

The funds' assets comprise mainly realisable securities which can be readily sold or redeemed in normal market conditions. The funds' main liability is the redemption of any shares that investors wish to sell. In general, the ACD manages the cash to ensure it can meet its liabilities. Assets from a fund may need to be sold if insufficient cash is available to finance such redemptions. The funds' holdings are reviewed on a regular basis, with emphasis on the market capitalisation of the issuer (securities issued by larger capitalised companies generally have greater liquidity) and the number of days it would take to trade out of a given security position or percentage of the fund (determined by reference to available market trading volumes). Where investments cannot be realised in time to meet any potential liability, the fund may borrow up to 10% of its value to ensure settlement.

## Risk Management policies of Fidelity Institutional Funds and its sub-funds

### Counterparty risk

All security transactions and derivatives are transacted with brokers and carry the risk that the counterparty to a transaction may not meet their financial obligations. All counterparties for any type of trading are assessed by an independent Credit Research and Analysis function and approved for use by any Fidelity company, including the ACD. Exposures to counterparties are monitored and reported frequently. Margin on exchange-traded derivatives mitigates counterparty risk exposure and in the case of over-the-counter derivatives, collateral is transferred to reduce counterparty risk exposure in accordance with the terms outlined in market standard (ISDA) derivative legal contracts.

### Credit risk

Investments may be adversely affected if any of the institutions with which money is deposited suffers insolvency or other financial difficulties. The process outlined above under 'Counterparty risk' is used to review, approve and report on exposures to institutions with which money is deposited.

Credit risk also arises from the uncertainty about the payment of interest and the repayment of principal bond investments. Default risk is based on the issuer's ability to make interest payments and to repay the loan at maturity. Due to the higher possibility of default, an investment in corporate bonds is generally less secure than an investment in government bonds. Default risk may therefore vary between different government issuers as well as between different corporate issuers. In certain cases, government bonds may have higher probability of default than specific corporate issuers. The funds may hold credit default swaps to manage their credit risk profile. Credit default swaps are transacted to take advantage of expected movements in credit spreads on either individual securities or baskets of securities.

### Fair values of financial assets and financial liabilities

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value. The numerical information in respect of financial instruments disclosure is provided in the financial statements for the individual funds.

**Fund Manager's Review**

**Investment Objective and Policy**

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of US companies (those domiciled, incorporated or having significant business in the US and those which are listed in the US) which are selected by the Investment Manager based on both qualitative and quantitative criteria.

The fund is actively managed without reference to a benchmark.

The fund may also invest into other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

**Performance and Portfolio Activity**

The fund delivered positive returns over the period, supported largely by positions in the information technology (IT) sector. Holdings in IT companies such as Apple and Microsoft Corporation added value, as did the position in e-commerce company Amazon.com. However, gains were capped by the performance of the energy sector, where the allocation to Chevron Corporation detracted from returns. Over the period, holdings were purchased in Pfizer and AbbVie, while positions in Colgate-Palmolive Company and Bank of New York Mellon were sold.

**Outlook**

Early signs for the economy are promising, but the outlook is largely unclear due to the resurgence of the COVID-19 virus in some parts of the US. The US election build-up and trade war rhetoric are likely to unsettle markets in the near term.

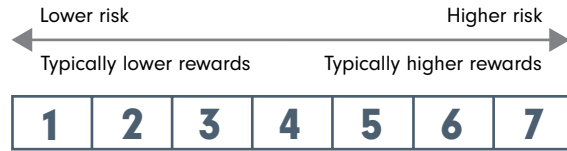
Nick Peters & Ayesha Akbar  
Fund Managers  
30 June 2020

**Risk and Reward Indicator**

SRRI

Accumulation Shares

6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.

## Comparative Performance Table

	Accumulation Shares		
	2020	2019	2018
Change in net assets (pence per share)			
Opening net asset value per share	651.60	580.41	536.56
Return before operating charges*	31.37	76.56	48.73
Operating charges	(5.87)	(5.37)	(4.88)
Return after operating charges*	25.50	71.19	43.85
Distributions	(2.37)	(16.65)	(1.94)
Retained distributions on accumulation shares	2.37	16.65	1.94
Closing net asset value per share	<b>677.10</b>	<b>651.60</b>	<b>580.41</b>
*after direct transaction costs of	0.20	0.15	0.11
<b>Performance</b>			
Return after charges	3.9%	12.3%	8.2%
<b>Other information</b>			
Closing net asset value (£'000)	142,527	180,782	220,953
Closing number of shares	21,049,773	27,744,455	38,068,646
Operating charges	0.89%	0.88%	0.89%
Direct transaction costs	0.03%	0.02%	0.02%
<b>Prices (pence per share)</b>			
Highest share price	721.60	659.10	591.50
Lowest share price	527.40	545.30	517.00

**Statement of Total Return**

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		4,513		15,545
Revenue	5	2,377		8,293	
Expenses	6	(1,475)		(1,758)	
Interest payable and similar charges	8	(5)		(131)	
Net revenue/(expense) before taxation		897		6,404	
Taxation	7	(299)		(367)	
Net revenue/(expense) after taxation			598		6,037
<b>Total return before distributions</b>			5,111		21,582
Distributions	8		(598)		(6,037)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>4,513</u>		<u>15,545</u>

**Statement of Change in Net Assets Attributable to Shareholders**

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			180,782		220,953
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		10,353		13,836	
Amounts payable on cancellation of shares		(53,646)		(74,186)	
			(43,293)		(60,350)
Swing price adjustment			25		15
Change in net assets attributable to shareholders from investment activities (see above)			4,513		15,545
Retained distribution on accumulation shares	8		500		4,619
<b>Closing net assets attributable to shareholders</b>			<u>142,527</u>		<u>180,782</u>

**Balance Sheet**

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			126,550		161,273
<b>Current assets:</b>					
Debtors	9	637		603	
Cash and bank balances	10	16,105		19,305	
Total other assets			16,742		19,908
<b>Total assets</b>			<u>143,292</u>		<u>181,181</u>
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(765)		(399)	
Total other liabilities			(765)		(399)
<b>Total liabilities</b>			<u>(765)</u>		<u>(399)</u>
<b>Net assets attributable to shareholders</b>			<u>142,527</u>		<u>180,782</u>

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	3,463	13,121
Gains/(losses) on derivative contracts	359	1,147
Other currency gains/(losses)	708	1,294
Transaction charges	(17)	(17)
Net capital gains/(losses)	<u>4,513</u>	<u>15,545</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Derivative revenue	58	-
UK dividends	2	-
Overseas dividends	2,087	7,973
Overseas property income distributions	69	45
Bank interest	161	275
Total revenue	<u>2,377</u>	<u>8,293</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,348	1,609
Service charges	84	100
Foreign exchange administration fees	5	6
	<u>1,437</u>	<u>1,715</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	16	20
Custody fees	3	3
	<u>19</u>	<u>23</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	11	12
	<u>19</u>	<u>20</u>
Total expenses	<u>1,475</u>	<u>1,758</u>

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	299	367
Total current taxation	<u>299</u>	<u>367</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>897</u>	<u>6,404</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	179	1,281



## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	240	316
Overseas tax expensed	(2)	(1)
Overseas taxation	299	367
Revenue not included for tax purposes	(417)	(1,596)
	<u>299</u>	<u>367</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £3,102,000 (2019: £2,862,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	500	4,619
Add: Revenue deducted on cancellation of shares	113	1,694
Deduct: Revenue received on issue of shares	(15)	(276)
Net distribution for the year	<u>598</u>	<u>6,037</u>
<b>Interest/other</b>		
Derivative expense	5	131
Total finance costs	<u>603</u>	<u>6,168</u>

Details of the distribution per share is set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Sales awaiting settlement	522	50
Sales of currency awaiting settlement	25	111
Accrued revenue	67	120
Overseas tax recoverable	23	22
Amounts receivable for issue of shares	-	300
Total debtors	<u>637</u>	<u>603</u>

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,008	679
Cash and bank balances	15,097	18,626
Total cash and bank balances	<u>16,105</u>	<u>19,305</u>

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	217	111
Purchases awaiting settlement	400	32
Purchases of currency awaiting settlement	24	111
Accrued expenses	124	145
Total other creditors	<u>765</u>	<u>399</u>

Notes to the Financial Statements

12 Financial instruments exposure

Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/20	£'000	£'000	£'000	£'000
Canadian Dollar	1,428	-	-	1,428
Swiss Franc	71	-	-	71
Euro	704	1	2	707
UK Pound	11,695	1,216	(320)	12,591
Swedish Krona	409	-	-	409
US Dollar	112,243	14,888	190	127,321
<b>Total</b>	<b>126,550</b>	<b>16,105</b>	<b>(128)</b>	<b>142,527</b>
30/06/19	£'000	£'000	£'000	£'000
Canadian Dollar	2,610	5	-	2,615
Euro	1,234	1	2	1,237
Swedish Krona	930	-	-	930
Swiss Franc	306	-	-	306
UK Pound	14,014	709	44	14,767
US Dollar	142,179	18,590	158	160,927
<b>Total</b>	<b>161,273</b>	<b>19,305</b>	<b>204</b>	<b>180,782</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.91% rise or fall in the fund's market value (2019: 0.92%).

Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

Equity derivatives

The fund invests into futures to gain exposure to the equity markets. A 10% change in the price of the futures would result in a 0.96% (2019: 0.95%) change in the fund's market value.

13 Portfolio transaction costs

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	109,054	18	0.02	3	-
Corporate actions	8	-	-	-	-
Derivative	-	1	-	-	-
<b>Total</b>	<b>109,062</b>	<b>19</b>		<b>3</b>	
Total including transaction costs	<b>109,084</b>				
Analysis of total sales costs	Sales	Commissions		Taxes	
Equity	£'000	£'000	%	£'000	%
Equity	147,039	25	0.02	3	-
Corporate actions	54	-	-	-	-
Derivative	-	1	-	-	-
<b>Total</b>	<b>147,093</b>	<b>26</b>		<b>3</b>	
Total including transaction costs	<b>147,064</b>				
Total as a percentage of average net assets*		0.03 %		0.00 %	

Notes to the Financial Statements

30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	100,868	18	0.02	1	-
Corporate actions	87	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>100,955</u>	<u>19</u>		<u>1</u>	
Total including transaction costs	<u>100,975</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	144,821	26	0.02	2	-
Corporate actions	1,682	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>146,503</u>	<u>27</u>		<u>2</u>	
Total including transaction costs	<u>146,474</u>				
Total as a percentage of average net assets		0.02 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.06% (2019: 0.04%).

14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	126,070	-	160,229	-
Level 2: Observable market data	1	-	571	-
Level 3: Unobservable data*	479	-	473	-
	<u>126,550</u>	<u>-</u>	<u>161,273</u>	<u>-</u>

\*It is the responsibility of the Fair Value Committee (FVC) to ensure pricing sources and methodologies used to value securities are appropriate as delegated by the ACD. Investments classified as using inputs that are not based on observable market data comprise fair value adjusted securities and single sourced bonds. In seeking to value such securities where no liquid market exists, the FVC will gather valuation related information from multiple internal and external sources. These sources include historic trading and pricing information (including grey market trades) and the views of internal security analysts. Internal security analysts have access to a range of material including, company specific news and earnings, cash flow forecasts, valuations of the underlying portfolio company and competitor company valuations within related industries and sectors to determine a valuation recommendation for each unlisted security. The FVC has the ability to apply discounts to security valuations. Management determines the discount based on its judgement, after considering market liquidity conditions and company specific factors such as the development stage of the portfolio company. Generally for fair valued securities and single source bonds where there is no price source from an active market, the FVC has applied judgement in determining the fair value. This fair value is established by using measures such as; suspended securities where the last traded price is used or the price of a recent transaction made by management or a third party which will also factor in a discount where negative news has been observed. Generally unlisted securities are valued at cost, a trade executed by another Fidelity Fund, grey market trades or at a nil value where companies have gone into liquidation, administration or are deemed worthless. Single sourced broker prices use data received from a single pricing vendor and stale prices use the most recent broker quote available. The valuation approaches used by FIL are fully transparent and aim to be consistent with industry standards and best practice principles, including guidance from the IPEV (International Private Equity and Venture Capital) Valuation Guidelines, International Organization of Securities Commissions (IOSCO) valuation principles and the required accounting standards. For further detail on the basis of valuation of investments please refer to note 1h) of the accounting policies section.

15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	27,744,455	1,572,861	(8,267,543)	21,049,773

16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £104,000 (2019: £128,000) are included within accrued expenses in Note 11.

**Notes to the Financial Statements**

**17 Counterparty details of financial derivative transactions**

30/06/20

Broker	Currency Contracts £'000	Collateral - Cash £'000	Futures £'000	Swaps £'000	Options £'000	Grand Total £'000
UBS	-	1,008	125	-	-	1,133
Total	-	1,008	125	-	-	1,133

30/06/19

Broker	Currency Contracts £'000	Collateral - Cash £'000	Futures £'000	Swaps £'000	Options £'000	Grand Total £'000
UBS	-	679	224	-	-	903
Total	-	679	224	-	-	903

**18 Shareholders' funds**

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

**19 Post balance sheet event**

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	677.10	695.79	2.76

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 23 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	2.3745	-	2.3745	16.6486
Group 2	1.3582	1.0163	2.3745	16.6486

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of companies (those domiciled, incorporated or having significant business or being listed) in countries experiencing higher levels of economic growth within Africa, the Indian sub-continent, Latin America, East and South East Asia, Central and Eastern Europe (including Russia) and the Middle East. This includes countries considered to be emerging markets as determined by the Investment Manager at its sole discretion. The Investment Manager is not restricted in terms of industry.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Emerging Markets (Net Total Return) Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive returns over the period, driven by stock selection in financials and the underweight stance in the energy sector. From a country perspective, Chinese stocks added value. For instance, Chinese automobile dealer Zhongsheng Group rose on higher demand for cars as people prefer to travel independently in the post-COVID-19 world. It also has a healthy growth outlook supported by network expansion. Elsewhere, the holding in Naspers added value.

We used the weakness in its share price to purchase a new position in New Oriental, one of the largest Chinese tutoring companies. The exposure to Samsung Electronics was also increased. Elsewhere, we sold Brazilian reinsurer IRB to reflect decreased conviction on the stock after engaging with its management team. We also sold the position in Wizz Air.

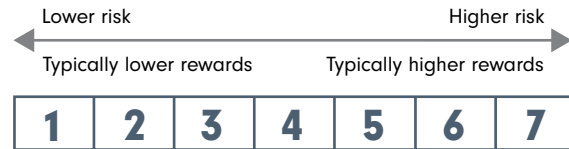
### Outlook

Emerging markets continue to offer many opportunities, supported by structural growth drivers such as urbanisation and lifestyle changes. This will drive demand for different goods and services in underpenetrated markets.

Nick Price & Amit Goel  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

	SRRI
Accumulation Shares	6
R Accumulation Shares	6
Retail Accumulation Shares	6
W Accumulation Shares	6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- Liquidity is a measure of how easily an investment can be converted into cash. Under certain market conditions assets may be more difficult to sell.
- Emerging markets may be more volatile and it could be harder to sell or trade securities. There may be less supervision, regulation and less well-defined procedures than in more developed countries. Emerging markets can be sensitive to political instability, which can result in greater volatility and uncertainty, subjecting the fund to the risk of losses.
- In some emerging markets, such as Russia, the safekeeping provisions for securities benefit from less governed standards.

## Comparative Performance Table

	Retail Accumulation Shares			W Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	192.23	182.35	170.81	162.99	153.44	142.66
Return before operating charges*	3.16	12.85	14.79	2.70	10.96	12.32
Operating charges	(3.26)	(2.97)	(3.25)	(1.56)	(1.41)	(1.54)
Return after operating charges*	(0.10)	9.88	11.54	1.14	9.55	10.78
Distributions	-	(1.40)	(0.52)	(1.04)	(2.35)	(1.60)
Retained distributions on accumulation shares	-	1.40	0.52	1.04	2.35	1.60
Closing net asset value per share	192.13	192.23	182.35	164.13	162.99	153.44
*after direct transaction costs of	0.23	0.35	0.57	0.23	0.35	0.57
<b>Performance</b>						
Return after charges	(0.1%)	5.4%	6.8%	0.7%	6.2%	7.6%
<b>Other information</b>						
Closing net asset value (£'000)	17,004	21,042	25,761	1,535,019	1,951,990	1,925,099
Closing number of shares	8,850,432	10,946,232	14,127,386	935,273,929	1,197,647,802	1,254,637,209
Operating charges	1.72%	1.71%	1.71%	0.97%	0.96%	0.96%
Direct transaction costs	0.13%	0.20%	0.30%	0.13%	0.20%	0.30%
<b>Prices (pence per share)</b>						
Highest share price	212.60	192.30	200.20	181.00	163.10	168.10
Lowest share price	154.00	156.30	170.60	131.30	131.90	142.50

	Accumulation Shares			R Accumulation Shares
	2020	2019	2018	2020
Change in net assets (pence per share)				
Opening net asset value per share	493.41	465.21	433.24	100.00
Return before operating charges*	8.17	33.14	37.29	8.84
Operating charges	(5.46)	(4.94)	(5.32)	(0.12)
Return after operating charges*	2.71	28.20	31.97	8.72
Distributions	(2.40)	(6.46)	(4.19)	(0.41)
Retained distributions on accumulation shares	2.40	6.46	4.19	0.41
Closing net asset value per share	496.12	493.41	465.21	108.72
*after direct transaction costs of	0.23	0.35	0.57	0.23
<b>Performance</b>				
Return after charges	0.6%	6.1%	7.4%	8.7%
<b>Other information</b>				
Closing net asset value (£'000)	532,201	522,650	534,713	381,844
Closing number of shares	107,272,269	105,926,899	114,940,540	351,226,708
Operating charges	1.12%	1.11%	1.11%	0.89%
Direct transaction costs	0.13%	0.20%	0.30%	0.13%
<b>Prices (pence per share)</b>				
Highest share price	547.40	493.70	509.90	108.80
Lowest share price	397.00	399.60	432.70	98.44

# Emerging Markets Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		5,349		106,434
Revenue	5	41,101		63,575	
Expenses	6	(23,914)		(23,489)	
Interest payable and similar charges	8	(553)		(255)	
Net revenue/(expense) before taxation		16,634		39,831	
Taxation	7	(3,815)		(3,857)	
Net revenue/(expense) after taxation			12,819		35,974
<b>Total return before distributions</b>			18,168		142,408
Distributions	8		(13,779)		(35,975)
<b>Change in net assets attributable to shareholders from investment activities</b>			4,389		106,433

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			2,495,682		2,485,573
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		258,506		216,158	
Amounts payable on cancellation of shares		(306,349)		(347,658)	
			(47,843)		(131,500)
Swing price adjustment			126		-
Change in net assets attributable to shareholders from investment activities (see above)			4,389		106,433
Retained distribution on accumulation shares	8		13,714		35,176
<b>Closing net assets attributable to shareholders</b>			2,466,068		2,495,682

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			2,443,556		2,485,465
<b>Current assets:</b>					
Debtors	9	60,565		24,345	
Cash and bank balances	10	15,204		13,696	
Total other assets			75,769		38,041
<b>Total assets</b>			2,519,325		2,523,506
<b>Liabilities:</b>					
Investment liabilities			(3,713)		-
Creditors					
Other creditors	11	(49,544)		(27,824)	
Total other liabilities			(49,544)		(27,824)
<b>Total liabilities</b>			(53,257)		(27,824)
<b>Net assets attributable to shareholders</b>			2,466,068		2,495,682



## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	13,943	106,429
Gains/(losses) on derivative contracts	(12,203)	498
Other currency gains/(losses)	4,005	(240)
Transaction charges	(396)	(253)
	<u>5,349</u>	<u>106,434</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	1,104	3,576
UK Corporation Tax Recovery	142	-
Derivative revenue	1,125	247
UK dividends	281	1,149
Overseas dividends	38,386	58,285
Bank interest	63	318
	<u>41,101</u>	<u>63,575</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	19,567	19,218
Registrar fees	1,862	1,893
Service charges	1,195	1,190
Foreign exchange administration fees	8	11
	<u>22,632</u>	<u>22,312</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	85	86
Custody fees	913	949
	<u>998</u>	<u>1,035</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	276	134
	<u>284</u>	<u>142</u>
Total expenses	<u>23,914</u>	<u>23,489</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	2,004	3,857
Overseas capital gains tax	1,811	-
	<u>3,815</u>	<u>3,857</u>
Total current taxation		
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>16,634</u>	<u>39,831</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	3,327	7,966
Effects of:		
Increase/(decrease) in unutilised management expenses	3,173	955
Overseas capital gains tax	1,811	-
Overseas tax expensed	(26)	(332)
Overseas taxation	2,004	3,857
Revenue not included for tax purposes	(6,474)	(8,589)
	<u>3,815</u>	<u>3,857</u>
Current tax charge/(credit)		

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £13,263,000 (2019: £10,090,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Retail Accumulation Shares</b>		
Final	-	153
<b>W Accumulation Shares</b>		
Final	9,685	28,183
<b>Accumulation Shares</b>		
Final	2,576	6,840
<b>R Accumulation Shares*</b>		
Final	<u>1,453</u>	<u>-</u>
	<u>13,714</u>	<u>35,176</u>
Add: Revenue deducted on cancellation of shares	810	1,367
Deduct: Revenue received on issue of shares	(745)	(568)
Net distributions for the year	<u>13,779</u>	<u>35,975</u>
<b>Interest/other</b>		
FX Hedging Expense	258	-
Interest	13	11
Derivative expense	-	11
Contract for difference finance costs	282	233
	<u>553</u>	<u>255</u>
Total finance costs	<u>14,332</u>	<u>36,230</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	12,819	35,974
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	25	-
Equalisation on conversions	(876)	1
Overseas capital gains tax	1,811	-
Revenue b/f	1	1
Revenue c/f	(1)	(1)
	<u>13,779</u>	<u>35,975</u>

Details of the distributions per share are set out in the Distribution Statement.

## Notes to the Financial Statements

The Retail Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2019: £153,000).

\*Share class launches, closures, conversions, mergers and renames have been completed during the year. Please refer to the Changes to the Prospectus on page 3.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	36,997	101
Sales awaiting settlement	9,181	2,467
Sales of currency awaiting settlement	8,375	5,437
Accrued revenue	5,930	16,252
Overseas tax recoverable	82	84
VAT recoverable	-	4
	<u>60,565</u>	<u>24,345</u>

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	3,716	-
Cash and bank balances	11,488	13,696
	<u>15,204</u>	<u>13,696</u>

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	35,302	10,154
Purchases awaiting settlement	2,378	10,000
Purchases of currency awaiting settlement	8,365	5,432
Accrued expenses	2,163	2,014
Foreign capital gains tax payable	1,336	224
	<u>49,544</u>	<u>27,824</u>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/20	£'000	£'000	£'000	£'000
UAE Dirham	14,783	-	-	14,783
Brazilian Real	35,091	-	150	35,241
Chinese Yuan Renminbi	213,217	6,833	-	220,050
Euro	57,286	-	42	57,328
UK Pound	3	528	(707)	(176)
Hong Kong Dollar	594,839	-	5,359	600,198
Indonesian Rupiah	53,842	-	-	53,842
Indian Rupee	250,591	360	399	251,350
Japanese Yen	23,711	-	24	23,735
Korean Won	205,373	7	674	206,054
Mexican Peso	65,027	-	-	65,027
Nigerian Naira	-	2,146	647	2,793
Thai Baht	21,292	-	-	21,292
Taiwan Dollar	194,661	1,048	835	196,544
US Dollar	527,748	4,282	3,598	535,628
South African Rand	182,379	-	-	182,379
<b>Total</b>	<b>2,439,843</b>	<b>15,204</b>	<b>11,021</b>	<b>2,466,068</b>

## Notes to the Financial Statements

30/06/19	£'000	£'000	£'000	£'000
Brazilian Real	85,728	-	69	85,797
Chinese Yuan Renminbi	184,487	8,985	699	194,171
Euro	27,501	-	84	27,585
Hong Kong Dollar	509,734	684	(545)	509,873
Indian Rupee	297,061	513	903	298,477
Indonesian Rupiah	85,915	-	-	85,915
Korean Won	100,327	7	75	100,409
Mexican Peso	81,543	-	-	81,543
Nigerian Naira	6,576	-	-	6,576
South African Rand	229,262	-	1	229,263
Taiwan Dollar	164,994	23	2,823	167,840
Thai Baht	8,718	-	(783)	7,935
UAE Dirham	13,461	6	201	13,668
UK Pound	31,338	448	(10,343)	21,443
US Dollar	658,820	3,030	3,337	665,187
<b>Total</b>	<b>2,485,465</b>	<b>13,696</b>	<b>(3,479)</b>	<b>2,495,682</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

### Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2019: 0.99%).

#### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

#### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2019: same).

## 13 Portfolio transaction costs

30/06/20	Purchases £'000	Commissions £'000	%	Taxes £'000	%
<b>Analysis of total purchases costs</b>					
Equity	1,227,148	915	0.07	542	0.04
Corporate actions	1,278	-	-	-	-
Derivative	-	2	-	-	-
<b>Total</b>	<b>1,228,426</b>	<b>917</b>		<b>542</b>	
Total including transaction costs	<u>1,229,885</u>				
	Sales £'000	Commissions £'000	%	Taxes £'000	%
<b>Analysis of total sales costs</b>					
Equity	1,223,059	985	0.08	886	0.07
Corporate actions	7,006	-	-	-	-
Derivative	-	3	-	-	-
<b>Total</b>	<b>1,230,065</b>	<b>988</b>		<b>886</b>	
Total including transaction costs	<u>1,228,191</u>				
Total as a percentage of average net assets*		0.08 %		0.06 %	
<b>30/06/19</b>	<b>Purchases</b>	<b>Commissions</b>		<b>Taxes</b>	
<b>Analysis of total purchases costs</b>	<b>£'000</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>	<b>%</b>
Equity	1,801,618	1,225	0.07	955	0.05
Corporate actions	21	-	-	-	-
Derivative	-	1	-	-	-
<b>Total</b>	<b>1,801,639</b>	<b>1,226</b>		<b>955</b>	
Total including transaction costs	<u>1,803,820</u>				

## Notes to the Financial Statements

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	1,790,773	1,369	0.08	1,311	0.07
Corporate actions	119	-	-	-	-
Total	<u>1,790,892</u>	<u>1,369</u>		<u>1,311</u>	
Total including transaction costs	<u>1,788,212</u>				
Total as a percentage of average net assets		0.11 %		0.10 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.12% (2019: 0.10%).

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	2,387,165	-	2,356,604	-
Level 2: Observable market data	53,066	(3,713)	128,861	-
Level 3: Unobservable data*	3,325	-	-	-
	<u>2,443,556</u>	<u>(3,713)</u>	<u>2,485,465</u>	<u>-</u>

\*It is the responsibility of the Fair Value Committee (FVC) to ensure pricing sources and methodologies used to value securities are appropriate as delegated by the ACD. Investments classified as using inputs that are not based on observable market data comprise fair value adjusted securities and single sourced bonds. In seeking to value such securities where no liquid market exists, the FVC will gather valuation related information from multiple internal and external sources. These sources include historic trading and pricing information (including grey market trades) and the views of internal security analysts. Internal security analysts have access to a range of material including, company specific news and earnings, cash flow forecasts, valuations of the underlying portfolio company and competitor company valuations within related industries and sectors to determine a valuation recommendation for each unlisted security. The FVC has the ability to apply discounts to security valuations. Management determines the discount based on its judgement, after considering market liquidity conditions and company specific factors such as the development stage of the portfolio company. Generally for fair valued securities and single source bonds where there is no price source from an active market, the FVC has applied judgement in determining the fair value. This fair value is established by using measures such as; suspended securities where the last traded price is used or the price of a recent transaction made by management or a third party which will also factor in a discount where negative news has been observed. Generally unlisted securities are valued at cost, a trade executed by another Fidelity Fund, grey market trades or at a nil value where companies have gone into liquidation, administration or are deemed worthless. Single sourced broker prices use data received from a single pricing vendor and stale prices use the most recent broker quote available. The valuation approaches used by FIL are fully transparent and aim to be consistent with industry standards and best practice principles, including guidance from the IPEV (International Private Equity and Venture Capital) Valuation Guidelines, International Organization of Securities Commissions (IOSCO) valuation principles and the required accounting standards. For further detail on the basis of valuation of investments please refer to note 1h) of the accounting policies section.

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 30/06/20
Accumulation Shares	105,926,899	9,650,804	(8,305,434)	-	107,272,269
R Accumulation Shares	-	38,242,488	(2,567,429)	315,551,649	351,226,708
Retail Accumulation Shares	10,946,232	1,477,036	(3,522,880)	(49,956)	8,850,432
W Accumulation Shares	1,197,647,802	106,388,886	(159,833,787)	(208,928,972)	935,273,929

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £1,831,000 (2019: £1,865,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions 30/06/20

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	(3,713)	-	-	3,716	3
Total	-	(3,713)	-	-	3,716	3

30/06/19

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	83	-	-	-	83
HSBC Global Markets	-	583	-	-	-	583
Total	-	666	-	-	-	666

### 18 Shareholders' funds

The fund has four share classes; Retail Accumulation Shares, W Accumulation Shares, Accumulation Shares and R Accumulation Shares. The annual management charge on each share class is as follows:

Retail Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Accumulation Shares : 1.00%

R Accumulation Shares : 0.82%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Retail Accumulation Shares	192.13	204.09	6.22
W Accumulation Shares	164.13	174.59	6.37
Accumulation Shares	496.12	527.60	6.35
R Accumulation Shares	108.72	115.70	6.42

## Distribution Statement

for the year ended 30 June 2020

### W Accumulation Shares - final distribution No. 8 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	1.0355	-	1.0355	2.3532
Group 2	0.6311	0.4044	1.0355	2.3532

### Accumulation Shares - final distribution No. 23 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	2.4013	-	2.4013	6.4576
Group 2	1.3617	1.0396	2.4013	6.4576

### R Accumulation Shares^ - final distribution No. 1 in pence per share

Group 1 - Shares purchased on or before 13 May 2020.

Group 2 - Shares purchased from 14 May 2020 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20
Group 1	0.4136	-	0.4136
Group 2	0.1165	0.2971	0.4136

^Share class launches, closures, conversions, mergers and renames have been completed during the year. Please refer to the Changes to the prospectus on page 3.

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of European companies (those domiciled, incorporated or having significant business in Europe and those which are listed in Europe) excluding the UK. It is not restricted in terms of the geographical split of the portfolio. The portfolio is built from the bottom up (an investment approach that focuses on analysing individual shares rather than stock markets) and the portfolio construction process is designed to ensure that stock selection is the key driver of risk and return.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Europe ex UK (Net Total Return) Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund delivered strong returns over a volatile period, driven by solid security selection in utilities and industrials, as well as an underweight allocation to financials. Within utilities, the bias towards renewable energy producers Solaria Energia and Neoen benefited from a resurgence of interest in the industry, due to increased pressure for energy transition to cleaner fuels. Conversely, ABN Amro was the largest detractor from returns as its shares were hurt by the broader headwinds facing the sector.

I bought a new position in gym operator Basic-Fit, post weakness in its stock price. Holdings were also purchased in Kering and Schneider Electric given their attractive growth profile. Meanwhile, I sold AB InBev and Royal Dutch Shell.

### Outlook

I remain positive on the mid-term horizon for equity markets, but am cautious over the short term. I will continue to focus on quality and growth companies that have low financial leverage and are well exposed to worldwide and Chinese growth. These companies should benefit from a gradual economic recovery once the pandemic is under control.

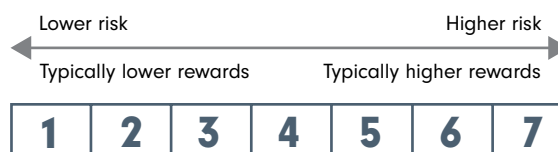
Vincent Durel  
Fund Manager  
30 June 2020

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.



## Comparative Performance Table

	Accumulation Shares		
	2020	2019	2018
Change in net assets (pence per share)			
Opening net asset value per share	592.24	536.00	519.40
Return before operating charges*	47.54	61.01	21.30
Operating charges	(5.44)	(4.77)	(4.70)
Return after operating charges*	42.10	56.24	16.60
Distributions	(3.85)	(5.58)	(6.54)
Retained distributions on accumulation shares	3.85	5.58	6.54
Closing net asset value per share	<b>634.34</b>	<b>592.24</b>	<b>536.00</b>
*after direct transaction costs of	0.47	0.44	0.83
<b>Performance</b>			
Return after charges	7.1%	10.5%	3.2%
<b>Other information</b>			
Closing net asset value (£'000)	100,668	125,211	391,653
Closing number of shares	15,869,751	21,141,960	73,069,128
Operating charges	0.91%	0.90%	0.89%
Direct transaction costs	0.08%	0.08%	0.16%
<b>Prices (pence per share)</b>			
Highest share price	646.50	593.90	545.20
Lowest share price	454.50	482.40	494.40

# Europe (ex-UK) Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		4,802		1,725
Revenue	5	1,826		3,853	
Expenses	6	(975)		(2,258)	
Interest payable and similar charges	8	(3)		(7)	
Net revenue/(expense) before taxation		848		1,588	
Taxation	7	(228)		(324)	
Net revenue/(expense) after taxation			620		1,264
<b>Total return before distributions</b>			5,422		2,989
Distributions	8		(620)		(1,264)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>4,802</u>		<u>1,725</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			125,211		391,653
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		11,473		11,956	
Amounts payable on cancellation of shares		(41,475)		(111,728)	
In specie cancellation of shares		-		(169,667)	
			(30,002)		(269,439)
Swing price adjustment			46		93
Change in net assets attributable to shareholders from investment activities (see above)			4,802		1,725
Retained distribution on accumulation shares	8		611		1,179
<b>Closing net assets attributable to shareholders</b>			<u>100,668</u>		<u>125,211</u>

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			98,444		123,869
<b>Current assets:</b>					
Debtors	9	535		1,018	
Cash and bank balances	10	1,844		1,795	
Total other assets			2,379		2,813
<b>Total assets</b>			<u>100,823</u>		<u>126,682</u>
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(155)		(1,471)	
Total other liabilities			(155)		(1,471)
<b>Total liabilities</b>			<u>(155)</u>		<u>(1,471)</u>
<b>Net assets attributable to shareholders</b>			<u>100,668</u>		<u>125,211</u>

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	4,970	1,858
Other currency gains/(losses)	(145)	(110)
Transaction charges	(23)	(23)
Net capital gains/(losses)	<u>4,802</u>	<u>1,725</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	-	(3)
UK dividends	41	43
Overseas dividends	1,675	3,752
Overseas property income distributions	109	61
Bank interest	1	-
Total revenue	<u>1,826</u>	<u>3,853</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	874	2,033
Service charges	55	127
Foreign exchange administration fees	4	3
	<u>933</u>	<u>2,163</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	13	27
Custody fees	11	25
	<u>24</u>	<u>52</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	10	35
	<u>18</u>	<u>43</u>
Total expenses	<u>975</u>	<u>2,258</u>

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	228	324
Total current taxation	<u>228</u>	<u>324</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>848</u>	<u>1,588</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	170	318

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	195	437
Overseas taxation	228	324
Revenue not included for tax purposes	(365)	(753)
Overseas tax expensed	-	(2)
	<u>228</u>	<u>324</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £6,334,000 (2019: £6,139,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	611	1,179
Add: Revenue deducted on cancellation of shares	35	88
Deduct: Revenue received on issue of shares	(26)	(3)
Net distributions for the year	<u>620</u>	<u>1,264</u>
<b>Interest/other</b>		
Interest	3	7
Total finance costs	<u>623</u>	<u>1,271</u>

Details of the distribution per share is set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	1	155
Sales of currency awaiting settlement	31	82
Accrued revenue	47	64
Overseas tax recoverable	456	717
Total debtors	<u>535</u>	<u>1,018</u>

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Cash and bank balances	1,844	1,794
Amounts held at futures clearing houses and brokers	-	1
Total cash and bank balances	<u>1,844</u>	<u>1,795</u>

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	35	77
Purchases of currency awaiting settlement	31	82
Accrued expenses	89	105
Purchases awaiting settlement	-	1,207
Total other creditors	<u>155</u>	<u>1,471</u>

Notes to the Financial Statements

12 Financial instruments exposure

Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	15,987	1	-	15,988
Danish Krone	3,197	-	82	3,279
Euro	75,580	1,843	421	77,844
UK Pound	-	-	(123)	(123)
Hong Kong Dollar	1,634	-	-	1,634
Swedish Krona	2,046	-	-	2,046
<b>Total</b>	<b>98,444</b>	<b>1,844</b>	<b>380</b>	<b>100,668</b>
30/06/19	£'000	£'000	£'000	£'000
Danish Krone	-	-	78	78
Euro	99,518	1,795	567	101,880
Hong Kong Dollar	1,299	-	-	1,299
Norwegian Krone	2,520	-	-	2,520
Swiss Franc	20,532	-	(1,070)	19,462
UK Pound	-	-	(28)	(28)
<b>Total</b>	<b>123,869</b>	<b>1,795</b>	<b>(453)</b>	<b>125,211</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.98% rise or fall in the fund's market value (2019: 0.98%).

Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

13 Portfolio transaction costs

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	42,657	15	0.03	44	0.10
Total	42,657	15		44	
Total including transaction costs	42,716				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	74,234	27	0.04	-	-
Total	74,234	27		-	
Total including transaction costs	74,207				
Total as a percentage of average net assets*		0.04 %		0.04 %	
30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	126,836	48	0.04	82	0.06
Total	126,836	48		82	
Total including transaction costs	126,966				

Notes to the Financial Statements

	Sales £'000	Commissions £'000	%	Taxes £'000	%
Analysis of total sales costs					
Equity	222,315	78	0.04	2	-
In-specie	169,667	-	-	-	-
Total	<u>391,982</u>	<u>78</u>		<u>2</u>	
Total including transaction costs	<u>391,902</u>				
Total as a percentage of average net assets		0.05 %		0.03 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.08% (2019: 0.06%).

14 Basis of valuation

	30/06/20 £'000	30/06/20 £'000	30/06/19 £'000	30/06/19 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	97,053	-	123,853	-
Level 2: Observable market data	1,391	-	16	-
Level 3: Unobservable data	-	-	-	-
	<u>98,444</u>	<u>-</u>	<u>123,869</u>	<u>-</u>

15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	21,141,960	1,876,849	(7,149,058)	15,869,751

16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £69,000 (2019: £88,000) are included within accrued expenses in Note 11.

17 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

18 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	634.34	649.39	2.37

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 23 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	3.8512	-	3.8512	5.5751
Group 2	2.7549	1.0963	3.8512	5.5751

**Fund Manager’s Review**

**Investment Objective and Policy**

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 80% in equities (and equity related securities) of companies globally.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI All Country World Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund’s investments and therefore performance may vary significantly from the index.

The fund can also invest in other transferable securities, money market instruments, cash and deposits, and is also able to use derivatives for efficient portfolio management.

**Performance and Portfolio Activity**

The fund generated positive returns over the period. Strong stock selection in the communication services, real estate and consumer discretionary sectors supported returns. At a stock level, the holding in music streaming company Spotify rallied on exclusive deals with Warner Bros. and Joe Rogan, while its podcast business witnessed increasing traction.

I bought a position in US-based multinational conglomerate holding company Berkshire Hathaway. Its diversified business portfolio is benefiting from its expansion in the US economy. UnitedHealth Group, a diversified play on US health care spending, was another new holding. Certain health care names such as AstraZeneca and Merck & Co. were sold to rebalance the portfolio.

**Outlook**

The global economic backdrop remains uncertain, even with easing lockdown measures and the reopening of economies in some countries. While the unprecedented financial and monetary stimulus packages announced by governments worldwide have provided some support, risks of a potential second wave of infections weighs on overall sentiment.

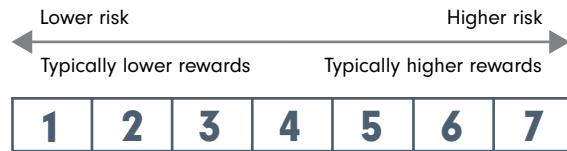
Amit Lodha  
Fund Manager  
30 June 2020

**Risk and Reward Indicator**

SRRI

Accumulation Shares

6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.



**Comparative Performance Table**

**Accumulation Shares**

Change in net assets (pence per share)	<b>2020</b>	<b>2019</b>	<b>2018</b>
Opening net asset value per share	485.41	444.65	390.89
Return before operating charges*	48.65	44.81	57.51
Operating charges	(4.54)	(4.05)	(3.75)
Return after operating charges*	44.11	40.76	53.76
Distributions	(2.14)	(3.11)	(2.39)
Retained distributions on accumulation shares	2.14	3.11	2.39
Closing net asset value per share	<b>529.52</b>	<b>485.41</b>	<b>444.65</b>
*after direct transaction costs of	0.54	0.26	0.27
<b>Performance</b>			
Return after charges	9.1%	9.2%	13.8%
<b>Other information</b>			
Closing net asset value (£'000)	81,790	82,236	91,926
Closing number of shares	15,446,204	16,941,554	20,673,774
Operating charges	0.92%	0.90%	0.90%
Direct transaction costs	0.11%	0.06%	0.06%
<b>Prices (pence per share)</b>			
Highest share price	542.10	490.10	451.80
Lowest share price	403.80	403.80	391.00

### Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		6,784		7,498
Revenue	5	1,156		1,638	
Expenses	6	(693)		(796)	
Interest payable and similar charges	8				
Net revenue/(expense) before taxation		463		842	
Taxation	7	(185)		(250)	
Net revenue/(expense) after taxation			278		592
<b>Total return before distributions</b>			7,062		8,090
Distributions	8		(333)		(622)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>6,729</u>		<u>7,468</u>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			82,236		91,926
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		993		784	
Amounts payable on cancellation of shares		(8,504)		(18,492)	
			(7,511)		(17,708)
Swing price adjustment			5		23
Change in net assets attributable to shareholders from investment activities (see above)			6,729		7,468
Retained distribution on accumulation shares	8		331		527
<b>Closing net assets attributable to shareholders</b>			<u>81,790</u>		<u>82,236</u>

### Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			79,578		81,486
<b>Current assets:</b>					
Debtors	9	2,974		1,117	
Cash and bank balances		127		279	
Total other assets			3,101		1,396
<b>Total assets</b>			<u>82,679</u>		<u>82,882</u>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(889)		(646)	
Total other liabilities			(889)		(646)
<b>Total liabilities</b>			<u>(889)</u>		<u>(646)</u>
<b>Net assets attributable to shareholders</b>			<u>81,790</u>		<u>82,236</u>

## Notes to the Financial Statements

## 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

## 2 Equalisation

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

## 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

## 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	6,783	7,449
Gains/(losses) on derivative contracts	(111)	-
Other currency gains/(losses)	131	61
Transaction charges	(19)	(12)
	<u>6,784</u>	<u>7,498</u>
Net capital gains/(losses)	<u><u>6,784</u></u>	<u><u>7,498</u></u>

## 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	26	55
UK dividends	75	91
Overseas dividends	1,030	1,421
Overseas property income distributions	23	24
Bank interest	2	2
Overseas scrip dividends	-	45
	<u>1,156</u>	<u>1,638</u>
Total revenue	<u><u>1,156</u></u>	<u><u>1,638</u></u>

## 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	623	717
Service charges	39	45
Foreign exchange administration fees	4	3
	<u>666</u>	<u>765</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	8	9
Custody fees	6	7
	<u>14</u>	<u>16</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	5	7
	<u>13</u>	<u>15</u>
Total expenses	<u><u>693</u></u>	<u><u>796</u></u>

## Notes to the Financial Statements

## 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	130	175
Overseas capital gains tax	55	75
	<u>185</u>	<u>250</u>
Total current taxation		
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>463</u>	<u>842</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	93	168
Effects of:		
Increase/(decrease) in unutilised management expenses	129	144
Overseas capital gains tax	55	75
Overseas tax expensed	(1)	(1)
Overseas taxation	130	175
Revenue not included for tax purposes	(221)	(311)
	<u>185</u>	<u>250</u>
Current tax charge/(credit)		
Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £1,790,000 (2019: £1,661,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.		

## 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	331	527
Add: Revenue deducted on cancellation of shares	4	97
Deduct: Revenue received on issue of shares	(2)	(2)
Net distributions for the year	<u>333</u>	<u>622</u>
<b>Interest/other</b>		
Total finance costs	<u>333</u>	<u>622</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	278	592
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	-	(45)
Overseas capital gains tax	55	75
	<u>333</u>	<u>622</u>
Details of the distribution per share is set out in the Distribution Statement.		

## 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Sales awaiting settlement	2,072	392
Sales of currency awaiting settlement	792	560
Accrued revenue	79	130
Overseas tax recoverable	31	35
	<u>2,974</u>	<u>1,117</u>
Total debtors		

## Notes to the Financial Statements

## 10 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	1	-
Purchases of currency awaiting settlement	792	560
Accrued expenses	72	76
Foreign capital gains tax payable	24	-
Purchases awaiting settlement	-	10
	<u>889</u>	<u>646</u>
Total other creditors	<u>889</u>	<u>646</u>

## 11 Financial instruments exposure

## Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments		Cash balances	Debtors/(Creditors)	
30/06/20	£'000		£'000	£'000	£'000
Australian Dollar	994		-	32	1,026
Brazilian Real	-		1	-	1
Swiss Franc	3,359		-	-	3,359
Danish Krone	-		-	10	10
Euro	10,988		-	45	11,033
UK Pound	3,662		5	(84)	3,583
Hong Kong Dollar	3,258		11	(10)	3,259
Indian Rupee	2,202		7	72	2,281
Japanese Yen	4,280		28	(9)	4,299
Korean Won	2,666		7	38	2,711
Norwegian Krone	166		1	-	167
Polish Zloty	415		-	-	415
South African Rand	1,124		-	-	1,124
Swedish Krona	1,385		-	-	1,385
Taiwan Dollar	-		25	-	25
US Dollar	45,079		42	1,991	47,112
<b>Total</b>	<b>79,578</b>		<b>127</b>	<b>2,085</b>	<b>81,790</b>
<b>30/06/19</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Brazilian Real	-		1	-	1
Canadian Dollar	325		-	-	325
Danish Krone	757		-	9	766
Euro	7,649		19	38	7,706
Hong Kong Dollar	2,752		-	33	2,785
Indian Rupee	2,229		147	(135)	2,241
Japanese Yen	5,681		10	58	5,749
Korean Won	1,471		71	(56)	1,486
South African Rand	898		-	-	898
Swedish Krona	2,485		-	-	2,485
Swiss Franc	3,743		-	-	3,743
Taiwan Dollar	-		23	-	23
UK Pound	4,170		-	(72)	4,098
US Dollar	49,326		8	596	49,930
<b>Total</b>	<b>81,486</b>		<b>279</b>	<b>471</b>	<b>82,236</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

## Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

**Notes to the Financial Statements**

**Fair value of financial assets and financial liabilities**

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

**Market value sensitivity analysis**

**Currency risk**

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.95% rise or fall in the fund's market value (2019: 0.95%).

**Other price risk**

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

**12 Portfolio transaction costs**

30/06/20	Purchases £'000	Commissions £'000	%	Taxes £'000	%
<b>Analysis of total purchases costs</b>					
Equity	61,267	18	0.03	41	0.07
Corporate actions	10	-	-	-	-
<b>Total</b>	<b>61,277</b>	<b>18</b>		<b>41</b>	
<b>Total including transaction costs</b>	<b>61,336</b>				
	<b>Sales £'000</b>	<b>Commissions £'000</b>	<b>%</b>	<b>Taxes £'000</b>	<b>%</b>
<b>Analysis of total sales costs</b>					
Equity	69,389	19	0.03	6	0.01
Corporate actions	66	-	-	-	-
<b>Total</b>	<b>69,455</b>	<b>19</b>		<b>6</b>	
<b>Total including transaction costs</b>	<b>69,430</b>				
<b>Total as a percentage of average net assets*</b>		0.05 %		0.06 %	
<b>30/06/19</b>	<b>Purchases £'000</b>	<b>Commissions £'000</b>	<b>%</b>	<b>Taxes £'000</b>	<b>%</b>
<b>Analysis of total purchases costs</b>					
Equity	40,171	13	0.03	16	0.04
Corporate actions	6	-	-	-	-
<b>Total</b>	<b>40,177</b>	<b>13</b>		<b>16</b>	
<b>Total including transaction costs</b>	<b>40,206</b>				
	<b>Sales £'000</b>	<b>Commissions £'000</b>	<b>%</b>	<b>Taxes £'000</b>	<b>%</b>
<b>Analysis of total sales costs</b>					
Equity	57,065	17	0.03	6	0.01
<b>Total</b>	<b>57,065</b>	<b>17</b>		<b>6</b>	
<b>Total including transaction costs</b>	<b>57,042</b>				
<b>Total as a percentage of average net assets</b>		0.03 %		0.03 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.08% (2019: 0.07%).

**13 Basis of valuation**

	30/06/20 £'000	30/06/20 £'000	30/06/19 £'000	30/06/19 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	77,996	-	79,277	-
Level 2: Observable market data	1,582	-	2,209	-
Level 3: Unobservable data	-	-	-	-
	<b>79,578</b>	<b>-</b>	<b>81,486</b>	<b>-</b>

**14 Shares in issue reconciliation**

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	16,941,554	214,203	(1,709,553)	15,446,204

**Notes to the Financial Statements**

**15 Related parties**

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 10.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £58,000 (2019: £64,000) are included within accrued expenses in Note 10.

**16 Shareholders' funds**

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

**17 Post balance sheet event**

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	529.52	545.60	3.04

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 17 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	2.1397	-	2.1397	3.1092
Group 2	1.3408	0.7989	2.1397	3.1092



## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) index-linked securities.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the FTSE Actuaries UK Index-Linked Over 5 Years Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund advanced over the period, supported by interest rate risk exposure as investors flocked towards safe haven assets amid the COVID-19 crisis and its associated impact on economic growth. Consequently, favourable positioning in the US dollar and sterling duration added notable value. However, the underweight stance in UK inflation breakevens held back relative gains.

We retained the underweight stance in UK breakevens as they continue to trade at rich valuations relative to the Retail Price Index (RPI). We increased the exposure to UK index linked bonds but took profits in Northumbrian Water Finance given the strong rally in the credit market.

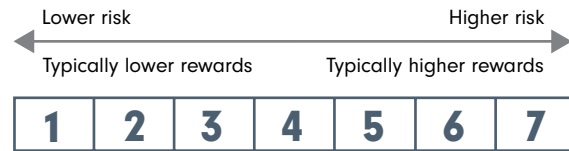
### Outlook

The fall-out from the COVID-19 outbreak and the oil price shock will undoubtedly weigh on economic growth in 2020. We are positive on inflation markets globally but are short on UK breakevens. We prefer this positioning as the on-going consultation on RPI as an inflation measure remains a source of concern for UK breakevens.

Tim Foster & Ian Fishwick  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

	SRRI
Accumulation Shares	5
Income Shares	5



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

# Index-Linked Bond Fund

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	354.37	325.20	320.37	433.78	397.20	390.24
Return before operating charges*	44.56	30.90	6.97	54.61	37.96	8.26
Operating charges	(1.27)	(1.13)	(1.09)	(1.49)	(1.38)	(1.30)
Return after operating charges*	43.29	29.77	5.88	53.12	36.58	6.96
Distributions	(0.39)	(0.60)	(1.05)	(0.50)	(0.73)	(1.32)
Retained distributions on accumulation shares	-	-	-	0.50	0.73	1.32
Closing net asset value per share	<u>397.27</u>	<u>354.37</u>	<u>325.20</u>	<u>486.90</u>	<u>433.78</u>	<u>397.20</u>
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	12.2%	9.2%	1.8%	12.3%	9.2%	1.8%
<b>Other information</b>						
Closing net asset value (£'000)	4,137	3,828	4,101	179,724	164,080	159,355
Closing number of shares	1,041,350	1,080,228	1,261,939	36,912,181	37,823,861	40,117,183
Operating charges	0.33%	0.34%	0.34%	0.33%	0.34%	0.33%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	400.40	364.10	339.70	490.40	445.40	413.80
Lowest share price	312.50	315.00	309.20	382.70	385.00	376.70

# Index-Linked Bond Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		20,838		11,706
Revenue	5	159		3,170	
Expenses	6	(584)		(539)	
Interest payable and similar charges	8	(129)		(85)	
Net revenue/(expense) before taxation		(554)		2,546	
Taxation	7	-		-	
Net revenue/(expense) after taxation			(554)		2,546
<b>Total return before distributions</b>			20,284		14,252
Distributions	8		(191)		(287)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>20,093</u>		<u>13,965</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		167,908		163,456
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	28,148		7,878	
Amounts payable on cancellation of shares	(32,521)		(17,681)	
		(4,373)		(9,803)
Swing price adjustment		44		10
Change in net assets attributable to shareholders from investment activities (see above)		20,093		13,965
Retained distribution on accumulation shares		189		280
<b>Closing net assets attributable to shareholders</b>		<u>183,861</u>		<u>167,908</u>

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			181,272		166,464
<b>Current assets:</b>					
Debtors	9	1,955		1,441	
Cash and bank balances	10	1,686		745	
Total other assets			3,641		2,186
<b>Total assets</b>			<u>184,913</u>		<u>168,650</u>
<b>Liabilities:</b>					
Investment liabilities			(952)		(611)
Creditors					
Distribution payable		(3)		(2)	
Other creditors	11	(97)		(129)	
Total other liabilities			(100)		(131)
<b>Total liabilities</b>			<u>(1,052)</u>		<u>(742)</u>
<b>Net assets attributable to shareholders</b>			<u>183,861</u>		<u>167,908</u>

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	22,143	11,246
Gains/(losses) on derivative contracts	(1,433)	454
Gains/(losses) on forward currency contracts	(58)	6
Other currency gains/(losses)	189	1
Transaction charges	(3)	(1)
	<u>20,838</u>	<u>11,706</u>
Net capital gains/(losses)	<u><u>20,838</u></u>	<u><u>11,706</u></u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	66	3,116
Derivative revenue	91	52
Bank interest	2	2
	<u>159</u>	<u>3,170</u>
Total revenue	<u><u>159</u></u>	<u><u>3,170</u></u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	445	399
Service charges	89	80
Foreign exchange administration fees	1	-
	<u>535</u>	<u>479</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	21	19
Custody fees	4	3
	<u>25</u>	<u>22</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	14	28
	<u>24</u>	<u>38</u>
Total expenses	<u><u>584</u></u>	<u><u>539</u></u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	(554)	2,546
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	(111)	509
Effects of:		
Increase/(decrease) in unutilised management expenses	402	268
Indexation gains not subject to tax	(291)	(777)
Current tax charge/(credit)	-	-

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £2,644,000 (2019: £2,242,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	3	2
Interim	1	4
<b>Accumulation Shares</b>		
Final	123	103
Interim	66	177
	193	286
Add: Revenue deducted on cancellation of shares	1	3
Deduct: Revenue received on issue of shares	(3)	(2)
Net distributions for the year	191	287
<b>Interest/other</b>		
Swap expenses	115	77
FX Hedging Expense	3	-
Currency amortisation	5	-
Interest	1	1
Derivative expense	5	7
	129	85
Total finance costs	320	372
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	(554)	2,546
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK Non-Gilt Capital Indexation	(65)	(187)
UK Gilt Capital Indexation	(1,455)	(3,886)
Coupon distribution adjustment*	2,265	1,814
	191	287

Details of the distributions per share are set out in the Distribution Statement.

\*Revenue on debt securities is accounted for on an effective yield basis. For the purpose of calculating the distribution, revenue on debt securities is computed on a coupon basis where this exceeds the amount determined on an effective yield basis.

## Notes to the Financial Statements

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	1,711	1,180
Accrued revenue	244	248
Sales of currency awaiting settlement	-	13
<b>Total debtors</b>	<b>1,955</b>	<b>1,441</b>

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	220	82
Cash and bank balances	1,466	663
<b>Total cash and bank balances</b>	<b>1,686</b>	<b>745</b>

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Accrued expenses	63	61
Amounts payable on closure of derivative contract	34	54
Purchases of currency awaiting settlement	-	14
<b>Total other creditors</b>	<b>97</b>	<b>129</b>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments		Cash balances	Debtors/(Creditors)	
30/06/20	£'000		£'000	£'000	£'000
Australian Dollar	178		1	7	186
Swiss Franc	208		43	11	262
Euro	(401)		59	(10)	(352)
UK Pound	180,170		1,574	1,846	183,590
Japanese Yen	(73)		-	(3)	(76)
New Zealand Dollar	(405)		8	(22)	(419)
Swedish Krona	(8)		-	1	(7)
US Dollar	651		1	25	677
<b>Total</b>	<b>180,320</b>		<b>1,686</b>	<b>1,855</b>	<b>183,861</b>
<b>30/06/19</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	69		-	1	70
Euro	(95)		35	(4)	(64)
Japanese Yen	6		24	1	31
New Zealand Dollar	(154)		13	(17)	(158)
Swedish Krona	(282)		-	(30)	(312)
Swiss Franc	200		9	11	220
UK Pound	165,706		659	1,304	167,669
US Dollar	403		5	44	452
<b>Total</b>	<b>165,853</b>		<b>745</b>	<b>1,310</b>	<b>167,908</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

## Notes to the Financial Statements

### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	1	191	7	199
Swiss Franc	43	218	12	273
Euro	59	-	9	68
UK Pound	177,645	82	5,928	183,655
Japanese Yen	4	-	-	4
New Zealand Dollar	8	-	23	31
Swedish Krona	-	1	1	2
US Dollar	1	653	27	681
<b>Total</b>	<b>177,641</b>	<b>1,145</b>	<b>6,007</b>	<b>184,913</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	69	1	70
Euro	35	-	-	35
Japanese Yen	24	14	1	39
New Zealand Dollar	13	-	-	13
Swedish Krona	-	-	9	9
Swiss Franc	9	203	11	223
UK Pound	156,539	1,820	9,447	167,806
US Dollar	5	403	47	455
<b>Total</b>	<b>156,625</b>	<b>2,509</b>	<b>9,516</b>	<b>168,650</b>

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	-	-	14	14
Swiss Franc	-	4	6	10
Euro	411	-	10	421
UK Pound^	-	-	183,925	183,925
Japanese Yen	14	64	2	80
New Zealand Dollar	428	-	22	450
Swedish Krona	-	9	-	9
US Dollar	-	-	4	4
<b>Total</b>	<b>853</b>	<b>77</b>	<b>183,983</b>	<b>184,913</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Euro	95	-	4	99
Japanese Yen	-	8	-	8
New Zealand Dollar	154	-	17	171
Swedish Krona	291	-	30	321
Swiss Franc	-	-	3	3
UK Pound^	59	-	167,986	168,045
US Dollar	-	-	3	3
<b>Total</b>	<b>599</b>	<b>8</b>	<b>168,043</b>	<b>168,650</b>

^ Includes £183,861,000 in respect of the fund's liability to redeem all shares (2019: £167,908,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2019: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 24.47% fall or rise in the fund's market value (2019: 23.97%).

## Notes to the Financial Statements

### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2019: same).

### Bond futures

At the year end the fund holds no derivatives that could impact it significantly (2019: same).

## 13 Portfolio transaction costs

30/06/20					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	<u>72,156</u>	-	-	-	-
Total	<u>72,156</u>	-		-	
Total including transaction costs	<u>72,156</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	<u>73,847</u>	-	-	-	-
Total	<u>73,847</u>	-		-	
Total including transaction costs	<u>73,847</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	
30/06/19					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	<u>47,370</u>	-	-	-	-
Total	<u>47,370</u>	-		-	
Total including transaction costs	<u>47,370</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	<u>62,486</u>	-	-	-	-
Total	<u>62,486</u>	-		-	
Total including transaction costs	<u>62,486</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.20% (2019: 0.20%).

## 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	168,571	-	148,678	-
Level 2: Observable market data	12,701	(952)	17,786	(611)
Level 3: Unobservable data	-	-	-	-
	<u>181,272</u>	<u>(952)</u>	<u>166,464</u>	<u>(611)</u>

## 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	37,823,861	6,064,307	(6,975,987)	36,912,181
Income Shares	1,080,228	230,426	(269,304)	1,041,350



## Notes to the Financial Statements

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £44,000 (2019: £42,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
Bank of America	9	-	-	-	-	9
BNP Paribas	2	-	-	-	-	2
Citibank	(6)	-	-	-	-	(6)
Citigroup Global Markets	-	-	-	(203)	-	(203)
Deutsche Bank	-	-	-	215	-	215
Goldman Sachs	-	-	-	3	-	3
JP Morgan	(4)	-	-	-	-	(4)
Morgan Stanley	-	428	-	348	114	890
State Street	9	-	-	-	-	9
UBS	-	-	-	(142)	106	(36)
<b>Total</b>	<b>10</b>	<b>428</b>	<b>-</b>	<b>221</b>	<b>220</b>	<b>879</b>

30/06/19

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
CIBC	(1)	-	-	-	-	(1)
Citibank	10	-	-	-	-	10
HSBC Global Markets	(3)	-	-	-	-	(3)
Morgan Stanley	-	176	-	82	34	292
Royal Bank of Canada	1	-	-	-	-	1
UBS	-	-	24	-	48	72
<b>Total</b>	<b>7</b>	<b>176</b>	<b>24</b>	<b>82</b>	<b>82</b>	<b>371</b>

### 18 Shareholders' funds

The fund has two share classes; Income Shares and Accumulation Shares. The annual management charge on each share class is as follows:

Income Shares : 0.25%

Accumulation Shares : 0.25%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Income Shares	397.31	376.39	(5.27)
Accumulation Shares	486.90	461.30	(5.26)

# Index-Linked Bond Fund

## Distribution Statement

for the year ended 30 June 2020

### Income Shares - final distribution No. 47 in pence per share

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/20	Amount distributed 31/08/19
Group 1	0.2718	-	0.2718	0.2261
Group 2	0.2003	0.0715	0.2718	0.2261

### Income Shares - interim distribution No. 46 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 29/02/20	Amount distributed 28/02/19
Group 1	0.1145	-	0.1145	0.3716
Group 2	0.1068	0.0077	0.1145	0.3716

### Accumulation Shares - final distribution No. 35 in pence per share

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	0.3329	-	0.3329	0.2736
Group 2	0.2527	0.0802	0.3329	0.2736

### Accumulation Shares - interim distribution No. 34 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 29/02/20	Amount accumulated 28/02/19
Group 1	0.1652	-	0.1652	0.4597
Group 2	0.1379	0.0273	0.1652	0.4597

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of Japanese companies (those domiciled, incorporated or having significant business in Japan and those which are listed in Japan). The Investment Manager is not restricted in terms of size or industry.

The fund is actively managed without reference to a benchmark.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive returns over the period. Key holdings in the industrials and information technology sectors added value. Positions in high-quality machinery and factory automation-related stocks, including Daifuku and Keyence, that are well positioned to capitalise on secular growth trends outperformed.

I bought a new position in Hitachi Construction Machinery, a manufacturer of construction and mining equipment. The replacement cycle and aftermarket parts/service are expected to support its sales and earnings. I also added automobile maker Subaru to the portfolio, as is expected to benefit from a recovery in vehicle demand. Conversely, I selectively sold positions in the machinery (Kubota) and wholesale trade (Hitachi High-Technologies) sectors.

### Outlook

The short-term impact to the global economy from the spread of COVID-19 is significant. Once pandemic fears dissipate, the Japanese economy is expected to recover as there are currently no major structural supply/demand imbalances in the global economy.

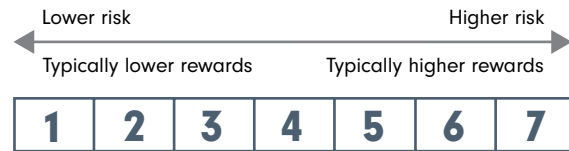
Jun Tano  
Fund Manager  
30 June 2020

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.

## Comparative Performance Table

### Accumulation Shares

Change in net assets (pence per share)	2020	2019	2018
Opening net asset value per share	300.88	313.44	272.83
Return before operating charges*	53.67	(9.88)	43.34
Operating charges	(2.91)	(2.68)	(2.73)
Return after operating charges*	50.76	(12.56)	40.61
Distributions	(1.64)	(1.46)	(1.10)
Retained distributions on accumulation shares	1.64	1.46	1.10
Closing net asset value per share	<b>351.64</b>	<b>300.88</b>	<b>313.44</b>
*after direct transaction costs of	0.14	0.18	0.26
<b>Performance</b>			
Return after charges	16.9%	(4.0%)	14.9%
<b>Other information</b>			
Closing net asset value (£'000)	67,672	77,184	223,615
Closing number of shares	19,244,623	25,653,144	71,341,172
Operating charges	0.91%	0.91%	0.89%
Direct transaction costs	0.04%	0.06%	0.08%
<b>Prices (pence per share)</b>			
Highest share price	353.70	328.30	341.80
Lowest share price	251.20	265.30	269.00

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		10,207		(18,071)
Revenue	5	1,105		2,015	
Expenses	6	(647)		(1,326)	
Interest payable and similar charges	8	(1)		(9)	
Net revenue/(expense) before taxation		457		680	
Taxation	7	(111)		(202)	
Net revenue/(expense) after taxation			346		478
<b>Total return before distributions</b>			10,553		(17,593)
Distributions	8		(346)		(478)
<b>Change in net assets attributable to shareholders from investment activities</b>			10,207		(18,071)

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			77,184		223,615
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		3,330		24,265	
Amounts payable on cancellation of shares		(23,395)		(57,408)	
In specie cancellation of shares		-		(95,696)	
			(20,065)		(128,839)
Swing price adjustment			31		105
Change in net assets attributable to shareholders from investment activities (see above)			10,207		(18,071)
Retained distribution on accumulation shares	8		315		374
<b>Closing net assets attributable to shareholders</b>			67,672		77,184

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			66,256		76,996
<b>Current assets:</b>					
Debtors	9	472		411	
Cash and bank balances		1,140		498	
Total other assets			1,612		909
<b>Total assets</b>			67,868		77,905
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(196)		(721)	
Total other liabilities			(196)		(721)
<b>Total liabilities</b>			(196)		(721)
<b>Net assets attributable to shareholders</b>			67,672		77,184

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	10,120	(18,076)
Other currency gains/(losses)	105	31
Transaction charges	(18)	(26)
	<u>10,207</u>	<u>(18,071)</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Overseas dividends	1,105	2,015
Total revenue	<u>1,105</u>	<u>2,015</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	583	1,196
Service charges	37	75
Foreign exchange administration fees	3	3
	<u>623</u>	<u>1,274</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	4	11
Custody fees	7	14
	<u>11</u>	<u>25</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	5	19
	<u>13</u>	<u>27</u>
Total expenses	<u>647</u>	<u>1,326</u>

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
Effects of:		
a) Analysis of charge/(credit) for the year		
Overseas taxation	111	202
Total current taxation	<u>111</u>	<u>202</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>457</u>	<u>680</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	91	136
Increase/(decrease) in unutilised management expenses	130	267
Overseas taxation	111	202
Revenue not included for tax purposes	(221)	(403)
Current tax charge/(credit)	<u>111</u>	<u>202</u>

**Notes to the Financial Statements**

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £6,761,000 (2019: £6,631,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

**8 Finance costs**

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	315	374
Add: Revenue deducted on cancellation of shares	41	64
Deduct: Revenue received on issue of shares	(10)	(23)
Add: Revenue deducted on in specie shares	-	63
Net distributions for the year	<u>346</u>	<u>478</u>
<b>Interest/other</b>		
Interest	<u>1</u>	<u>9</u>
Total finance costs	<u><u>347</u></u>	<u><u>487</u></u>

Details of the distribution per share is set out in the Distribution Statement.

**9 Debtors**

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	36	3
Sales awaiting settlement	347	188
Sales of currency awaiting settlement	35	134
Accrued revenue	<u>54</u>	<u>86</u>
Total debtors	<u><u>472</u></u>	<u><u>411</u></u>

**10 Other creditors**

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	18	67
Purchases awaiting settlement	78	446
Purchases of currency awaiting settlement	34	135
Accrued expenses	<u>66</u>	<u>73</u>
Total other creditors	<u><u>196</u></u>	<u><u>721</u></u>

**11 Financial instruments exposure**

**Currency exposure**

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000	£'000	£'000
UK Pound	-	1	(46)	(45)	(45)
Japanese Yen	66,256	1,138	305	67,699	67,699
US Dollar	-	1	17	18	18
<b>Total</b>	<u><u>66,256</u></u>	<u><u>1,140</u></u>	<u><u>276</u></u>	<u><u>67,672</u></u>	<u><u>67,672</u></u>
30/06/19	£'000	£'000	£'000	£'000	£'000
Japanese Yen	76,996	497	(252)	77,241	77,241
UK Pound	-	-	(58)	(58)	(58)
US Dollar	-	1	-	1	1
<b>Total</b>	<u><u>76,996</u></u>	<u><u>498</u></u>	<u><u>(310)</u></u>	<u><u>77,184</u></u>	<u><u>77,184</u></u>

**Notes to the Financial Statements**

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

**Interest rate risk profile**

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

**Fair value of financial assets and financial liabilities**

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

**Market value sensitivity analysis**

**Currency risk**

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2019: 1.00%).

**Other price risk**

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

**Equity derivatives**

At the year end the fund holds no equity derivatives (2019: same).

**12 Portfolio transaction costs**

**30/06/20**

	Purchases £'000	Commissions £'000	%	Taxes £'000	%
<b>Analysis of total purchases costs</b>					
Equity	34,521	13	0.04	-	-
Total	34,521	13		-	
Total including transaction costs	34,534				
	Sales £'000	Commissions £'000	%	Taxes £'000	%
<b>Analysis of total sales costs</b>					
Equity	55,446	19	0.03	-	-
Total	55,446	19		-	
Total including transaction costs	55,427				
Total as a percentage of average net assets*		0.04 %		0.00 %	

**30/06/19**

	Purchases £'000	Commissions £'000	%	Taxes £'000	%
<b>Analysis of total purchases costs</b>					
Equity	110,937	40	0.04	-	-
Total	110,937	40		-	
Total including transaction costs	110,977				
	Sales £'000	Commissions £'000	%	Taxes £'000	%
<b>Analysis of total sales costs</b>					
Equity	142,708	50	0.04	-	-
In-specie	95,621	-	-	-	-
Total	238,329	50		-	
Total including transaction costs	238,279				
Total as a percentage of average net assets		0.06 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.22% (2019: 0.19%).

**13 Basis of valuation**

	30/06/20 £'000	30/06/20 £'000	30/06/19 £'000	30/06/19 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	66,256	-	76,996	-
Level 2: Observable market data	-	-	-	-
Level 3: Unobservable data	-	-	-	-
	66,256	-	76,996	-



## Notes to the Financial Statements

### 14 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	25,653,144	1,042,301	(7,450,822)	19,244,623

### 15 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 10.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £47,000 (2019: £54,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

### 17 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	351.64	344.10	(2.14)

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 23 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	1.6379	-	1.6379	1.4585
Group 2	0.8681	0.7698	1.6379	1.4585

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) UK government debt instruments, with a remaining maturity of at least 15 years.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the FTSE Actuaries UK Gilts All Stocks Over 15 Years Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund advanced over the period, supported by its interest rate risk exposure as investors flocked towards safe haven assets amid the COVID-19 crisis and its associated impact on economic growth. The small exposure to high quality corporate bonds also added value.

We retained a broadly neutral duration (sensitivity to changes in interest rates) position given the low level of UK government bond (Gilt) yields. We are keeping the fund nimble and will use any rise in yields as a tactical opportunity to add duration. Following the sell-off in March, we participated in some attractive new issues in US dollar investment grade bonds such as Nike and Disney. However, we took profits in subsequent months in Intel and Thermo Fisher Scientific given the strong rally in credit.

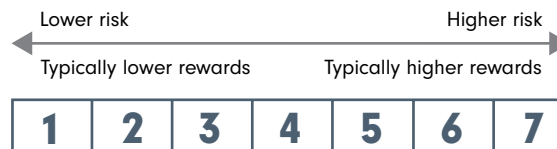
### Outlook

We expect Gilt yields to remain anchored at low levels for the foreseeable future as GDP expectations have declined significantly. We believe that the Bank of England will continue to act to limit any upward pressure on Gilt yields as the financial system remains sensitive to rising yields amid an ever-increasing global debt burden.

Ian Fishwick & Tim Foster  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

	SRRI
Accumulation Shares	5
Income Shares	5



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	60.45	57.59	56.45	107.40	100.50	96.56
Return before operating charges*	12.62	4.09	2.47	22.56	7.24	4.27
Operating charges	(0.22)	(0.19)	(0.19)	(0.39)	(0.34)	(0.33)
Return after operating charges*	12.40	3.90	2.28	22.17	6.90	3.94
Distributions	(1.07)	(1.04)	(1.14)	(1.91)	(1.83)	(1.97)
Retained distributions on accumulation shares	-	-	-	1.91	1.83	1.97
Closing net asset value per share	<b>71.78</b>	<b>60.45</b>	<b>57.59</b>	<b>129.57</b>	<b>107.40</b>	<b>100.50</b>
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	20.1%	6.8%	4.0%	20.6%	6.9%	4.1%
<b>Other information</b>						
Closing net asset value (£'000)	29,486	21,453	18,632	103,389	115,518	126,072
Closing number of shares	41,078,847	35,488,118	32,353,997	79,792,823	107,564,730	125,448,325
Operating charges	0.33%	0.34%	0.34%	0.33%	0.34%	0.33%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	75.28	61.32	59.30	134.90	108.40	101.40
Lowest share price	60.62	53.70	54.27	107.70	94.14	93.85

# Long Bond Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		22,106		5,903
Revenue	5	2,908		3,215	
Expenses	6	(445)		(442)	
Interest payable and similar charges	8	(276)		(375)	
Net revenue/(expense) before taxation		2,187		2,398	
Taxation	7	-		-	
Net revenue/(expense) after taxation			2,187		2,398
<b>Total return before distributions</b>			24,293		8,301
Distributions	8		(2,187)		(2,398)
<b>Change in net assets attributable to shareholders from investment activities</b>			22,106		5,903

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		136,971		144,704
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	20,736		31,716	
Amounts payable on cancellation of shares	(48,684)		(47,443)	
		(27,948)		(15,727)
Swing price adjustment		33		52
Change in net assets attributable to shareholders from investment activities (see above)		22,106		5,903
Retained distribution on accumulation shares		1,713		2,039
<b>Closing net assets attributable to shareholders</b>		132,875		136,971

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			134,316		137,438
<b>Current assets:</b>					
Debtors	9	999		1,207	
Cash and bank balances	10	2,464		1,488	
Total other assets			3,463		2,695
<b>Total assets</b>			137,779		140,133
<b>Liabilities:</b>					
Investment liabilities			(4,340)		(1,192)
Creditors					
Distribution payable		(108)		(104)	
Other creditors	11	(456)		(1,866)	
Total other liabilities			(564)		(1,970)
<b>Total liabilities</b>			(4,904)		(3,162)
<b>Net assets attributable to shareholders</b>			132,875		136,971

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	19,640	5,734
Gains/(losses) on derivative contracts	2,581	394
Gains/(losses) on forward currency contracts	(28)	(221)
Other currency gains/(losses)	(83)	-
Transaction charges	(4)	(4)
	<u>22,106</u>	<u>5,903</u>
Net capital gains/(losses)	<u>22,106</u>	<u>5,903</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	2,505	2,996
Derivative revenue	401	217
Bank interest	2	2
	<u>2,908</u>	<u>3,215</u>
Total revenue	<u>2,908</u>	<u>3,215</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	337	332
Service charges	67	66
Foreign exchange administration fees	1	1
	<u>405</u>	<u>399</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	16	16
Custody fees	4	4
	<u>20</u>	<u>20</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	10	13
	<u>20</u>	<u>23</u>
Total expenses	<u>445</u>	<u>442</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	2,187	2,398
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	437	480
Effects of:		
Interest distributions	(437)	(480)
Current tax charge/(credit)	-	-

Open ended investment companies are exempt from UK tax on capital gains. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	108	104
Interim	301	245
<b>Accumulation Shares</b>		
Final	378	558
Interim	1,335	1,481
	2,122	2,388
Add: Revenue deducted on cancellation of shares	107	45
Deduct: Revenue received on issue of shares	(42)	(35)
Net distributions for the year	2,187	2,398
<b>Interest/other</b>		
Swap expenses	243	321
FX Hedging Expense	-	1
Currency amortisation	15	47
Interest	1	1
Derivative expense	17	5
	276	375
	2,463	2,773

Total finance costs  
Details of the distributions per share are set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	1	19
Accrued revenue	998	1,188
Total debtors	999	1,207

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,175	413
Cash and bank balances	1,289	1,075
Total cash and bank balances	2,464	1,488

## Notes to the Financial Statements

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	53	-
Purchases awaiting settlement	244	1,747
Accrued expenses	50	50
Amounts payable on closure of derivative contract	109	69
	<u>456</u>	<u>1,866</u>
Total other creditors	<u>456</u>	<u>1,866</u>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000	£'000	£'000
Australian Dollar	35	18	-	53	53
Canadian Dollar	7	16	-	23	23
Euro	2,115	1	7	2,123	2,123
UK Pound	123,235	2,428	682	126,345	126,345
US Dollar	4,584	1	(254)	4,331	4,331
<b>Total</b>	<b>129,976</b>	<b>2,464</b>	<b>435</b>	<b>132,875</b>	<b>132,875</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	(14)	1	-	(13)	(13)
Euro	2,273	2	7	2,282	2,282
UK Pound	130,648	1,484	(732)	131,400	131,400
US Dollar	3,339	1	(38)	3,302	3,302
<b>Total</b>	<b>136,246</b>	<b>1,488</b>	<b>(763)</b>	<b>136,971</b>	<b>136,971</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

#### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

Currency	Financial assets		Financial assets on which no interest is paid		Total assets
	Floating rate financial assets	Fixed rate financial assets			
30/06/20	£'000	£'000	£'000	£'000	£'000
Australian Dollar	18	-	35	53	53
Canadian Dollar	16	-	7	23	23
Euro	299	2,075	64	2,438	2,438
UK Pound	4,963	117,747	3,913	126,623	126,623
US Dollar	1	8,493	148	8,642	8,642
<b>Total</b>	<b>5,297</b>	<b>128,315</b>	<b>4,167</b>	<b>137,779</b>	<b>137,779</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	1	-	-	1	1
Canadian Dollar	1	-	-	1	1
Euro	384	2,012	20	2,416	2,416
UK Pound	4,321	126,830	2,181	133,332	133,332
US Dollar	1	3,993	389	4,383	4,383
<b>Total</b>	<b>4,708</b>	<b>132,835</b>	<b>2,590</b>	<b>140,133</b>	<b>140,133</b>



## Notes to the Financial Statements

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
30/06/20	£'000	£'000	£'000	£'000
Euro	-	82	233	315
UK Pound <sup>^</sup>	66	-	133,088	133,154
US Dollar	3,819	-	491	4,310
<b>Total</b>	<b>3,885</b>	<b>82</b>	<b>133,812</b>	<b>137,779</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	-	14	14
Canadian Dollar	-	-	1	1
Euro	-	-	134	134
UK Pound <sup>^</sup>	21	-	138,882	138,903
US Dollar	784	-	297	1,081
<b>Total</b>	<b>805</b>	<b>-</b>	<b>139,328</b>	<b>140,133</b>

<sup>^</sup>Includes £132,875,000 in respect of the fund's liability to redeem all shares (2019: £136,971,000)

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.01% rise or fall in the fund's market value (2019: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 21.77% fall or rise in the fund's market value (2019: 19.41%).

#### Credit rating risk

As at the year end 1.37% (2019: 0.25%) of the fund's market value was invested in securities rated as below investment grade, additionally 3.19% (2019: 3.88%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

#### Interest rate swaps exposure

The fund invests into interest rate swaps to manage interest rate exposure. A 1% percent change in interest rates would lead to a change representing 1.16% (2019: 1.04%) of the fund's market value.

#### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 2.76% of the fund's market value.

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 39.81% (2019: 40.03%).

### 13 Portfolio transaction costs

30/06/20	Purchases	Commissions	Taxes
Analysis of total purchases costs	£'000	£'000	£'000
Bond	68,484	-	-
Derivative	-	3	-
<b>Total</b>	<b>68,484</b>	<b>3</b>	<b>-</b>
Total including transaction costs	<b>68,487</b>		
Analysis of total sales costs	£'000	£'000	£'000
Bond	95,414	-	-
Derivative	-	3	-
<b>Total</b>	<b>95,414</b>	<b>3</b>	<b>-</b>
Total including transaction costs	<b>95,411</b>		
Total as a percentage of average net assets*		0.00 %	0.00 %

## Notes to the Financial Statements

30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	64,704	-	-	-	-
Derivative	-	3	-	-	-
Total	<u>64,704</u>	<u>3</u>		-	
Total including transaction costs	<u>64,707</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	75,089	-	-	-	-
Corporate actions	211	-	-	-	-
Derivative	-	3	-	-	-
Total	<u>75,300</u>	<u>3</u>		-	
Total including transaction costs	<u>75,297</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.30% (2019: 0.22%).

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	99,461	(129)	105,281	(167)
Level 2: Observable market data	34,855	(4,211)	32,157	(1,025)
Level 3: Unobservable data	-	-	-	-
	<u>134,316</u>	<u>(4,340)</u>	<u>137,438</u>	<u>(1,192)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	107,564,730	8,065,550	(35,837,457)	79,792,823
Income Shares	35,488,118	16,488,866	(10,898,137)	41,078,847

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £33,000 (2019: £34,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency		Futures	Swaps	Collateral - Cash	Grand Total
	Contracts	Collateral - Stock				
	£'000	£'000	£'000	£'000	£'000	£'000
Barclays	-	-	-	1,066	-	1,066
Deutsche Bank	-	-	-	(3,459)	-	(3,459)
Goldman Sachs	-	-	-	(66)	-	(66)
HSBC Global Markets	10	-	-	283	-	293
JP Morgan	(10)	-	-	201	-	191
Lloyd's	-	-	-	2,767	-	2,767
Morgan Stanley	-	1,640	-	(191)	112	1,561
National Australia Bank	(5)	-	-	-	-	(5)
Royal Bank of Canada	8	-	-	-	-	8
Societe Generale	(166)	-	-	-	-	(166)
UBS	-	-	(50)	-	1,063	1,013
Total	<u>(163)</u>	<u>1,640</u>	<u>(50)</u>	<u>601</u>	<u>1,175</u>	<u>3,203</u>

## Notes to the Financial Statements

30/06/19

Broker	Currency		Futures	Swaps	Collateral - Cash	Grand Total
	Contracts	Collateral - Stock				
	£'000	£'000	£'000	£'000	£'000	£'000
Barclays	-	-	-	454	-	454
BNP Paribas	(10)	-	-	-	-	(10)
Deutsche Bank	-	-	-	(680)	-	(680)
HSBC Global Markets	4	-	-	101	-	105
Lloyd's	-	-	-	1,023	-	1,023
Morgan Stanley	-	776	-	(73)	70	773
National Australia Bank	5	-	-	-	-	5
Royal Bank of Canada	(99)	-	-	-	-	(99)
Societe Generale	(108)	-	-	-	-	(108)
UBS	-	-	192	-	343	535
<b>Total</b>	<b>(208)</b>	<b>776</b>	<b>192</b>	<b>825</b>	<b>413</b>	<b>1,998</b>

### 18 Shareholders' funds

The fund has two share classes; Income Shares and Accumulation Shares. The annual management charge on each share class is as follows:

Income Shares : 0.25%

Accumulation Shares : 0.25%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Income Shares	71.78	68.10	(5.13)
Accumulation Shares	129.57	122.90	(5.15)

## Distribution Statement

for the year ended 30 June 2020

### Income Shares - final distribution No. 93 in pence per share

Group 1 - Shares purchased on or before 31 March 2020.

Group 2 - Shares purchased from 1 April 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/20	Amount distributed 31/08/19
Group 1	0.2636	-	0.2636	0.2935
Group 2	0.1244	0.1392	0.2636	0.2935

### Income Shares - interim distributions in pence per share

Group 1 - Distribution No. 90 Shares purchased on or before 30 June 2019.

Group 1 - Distribution No. 91 Shares purchased on or before 30 September 2019.

Group 1 - Distribution No. 92 Shares purchased on or before 31 December 2019.

Group 2 - Distribution No. 90 Shares purchased from 1 July 2019 to 30 September 2019.

Group 2 - Distribution No. 91 Shares purchased from 1 October 2019 to 31 December 2019.

Group 2 - Distribution No. 92 Shares purchased from 1 January 2020 to 31 March 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2019/2020	Amount distributed 2018/2019
Group 1				
Distribution No. 90	0.2864	-	0.2864	0.2455
Distribution No. 91	0.2822	-	0.2822	0.2504
Distribution No. 92	0.2367	-	0.2367	0.2502
Group 2				
Distribution No. 90	0.1608	0.1256	0.2864	0.2455
Distribution No. 91	0.1464	0.1358	0.2822	0.2504
Distribution No. 92	0.1101	0.1266	0.2367	0.2502

### Accumulation Shares - final distribution No. 69 in pence per share

Group 1 - Shares purchased on or before 31 March 2020.

Group 2 - Shares purchased from 1 April 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	0.4741	-	0.4741	0.5189
Group 2	0.2032	0.2709	0.4741	0.5189

### Accumulation Shares - interim distributions in pence per share

Group 1 - Distribution No. 66 Shares purchased on or before 30 June 2019.

Group 1 - Distribution No. 67 Shares purchased on or before 30 September 2019.

Group 1 - Distribution No. 68 Shares purchased on or before 31 December 2019.

Group 2 - Distribution No. 66 Shares purchased from 1 July 2019 to 30 September 2019.

Group 2 - Distribution No. 67 Shares purchased from 1 October 2019 to 31 December 2019.

Group 2 - Distribution No. 68 Shares purchased from 1 January 2020 to 31 March 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 2019/2020	Amount accumulated 2018/2019
Group 1				
Distribution No. 66	0.5087	-	0.5087	0.4283
Distribution No. 67	0.5036	-	0.5036	0.4390
Distribution No. 68	0.4241	-	0.4241	0.4406
Group 2				
Distribution No. 66	0.2597	0.2490	0.5087	0.4283
Distribution No. 67	0.2328	0.2708	0.5036	0.4390
Distribution No. 68	0.1836	0.2405	0.4241	0.4406

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments, with a remaining maturity of at least 10 years.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the ICE Bank of America Merrill Lynch 10+ Year Euro-Sterling Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund advanced over the period, supported by its interest rate risk exposure as investors flocked towards safe haven assets amid the COVID-19 crisis and its associated impact on economic growth. Credit exposure weighed on returns as credit spreads widened amid deteriorating risk sentiment. A preference for higher rated investment grade corporate bonds limited losses.

We are positive on investment grade credit, which is reflected through a small long credit beta (a measure of the fund's sensitivity to credit spreads) position. Following the sell-off in March, we participated in some attractive new issues in US dollar investment grade bonds such as Nike and Hyundai Capital America. We took profits in subsequent months in Intel and reduced the exposure to Walmart given the strong rally in credit.

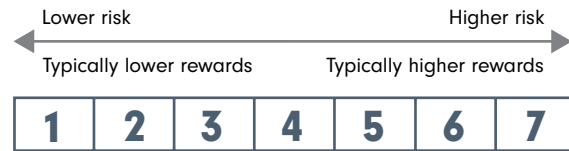
### Outlook

We expect UK government bond (Gilts) yields to remain anchored at low levels for the foreseeable future as GDP expectations have declined significantly. We are also positive on investment grade credit. Even though credit spreads have tightened considerably since the sell-off, we are positive on valuations in light of central bank support.

Fund Manager  
30 June 2020

## Risk and Reward Indicator

	SRRI
Accumulation Shares	4
Income Shares	4



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

# Long Dated Sterling Corporate Bond Fund

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	158.73	149.30	152.46	325.30	297.34	295.26
Return before operating charges*	17.23	14.51	1.79	35.51	29.25	3.37
Operating charges	(0.71)	(0.64)	(0.66)	(1.47)	(1.29)	(1.29)
Return after operating charges*	16.52	13.87	1.13	34.04	27.96	2.08
Distributions	(4.84)	(4.44)	(4.29)	(9.98)	(8.90)	(8.36)
Retained distributions on accumulation shares	-	-	-	9.98	8.90	8.36
Closing net asset value per share	170.41	158.73	149.30	359.34	325.30	297.34
*after direct transaction costs of	0.01	0.01	0.01	0.01	0.01	0.01
<b>Performance</b>						
Return after charges	8.9%	9.3%	0.7%	10.5%	9.4%	0.7%
<b>Other information</b>						
Closing net asset value (£'000)	6,621	13,283	17,248	581,251	598,730	514,062
Closing number of shares	3,885,549	8,368,428	11,552,259	161,754,638	184,055,824	172,884,593
Operating charges	0.43%	0.42%	0.43%	0.43%	0.42%	0.43%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	176.30	162.20	158.50	366.50	327.80	307.20
Lowest share price	140.60	145.80	149.20	292.30	290.40	293.10

# Long Dated Sterling Corporate Bond Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		44,292		37,522
Revenue	5	21,403		20,687	
Expenses	6	(2,582)		(2,491)	
Interest payable and similar charges	8	(1,256)		(915)	
Net revenue/(expense) before taxation		17,565		17,281	
Taxation	7	-		-	
Net revenue/(expense) after taxation			17,565		17,281
<b>Total return before distributions</b>			61,857		54,803
Distributions	8		(17,565)		(17,281)
<b>Change in net assets attributable to shareholders from investment activities</b>			44,292		37,522

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		612,013		531,310
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	15,130		89,217	
Amounts payable on cancellation of shares	(100,844)		(63,429)	
		(85,714)		25,788
Swing price adjustment		327		484
Change in net assets attributable to shareholders from investment activities (see above)		44,292		37,522
Retained distribution on accumulation shares		16,954		16,909
<b>Closing net assets attributable to shareholders</b>		587,872		612,013

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			582,832		616,385
<b>Current assets:</b>					
Debtors	9	7,656		8,726	
Cash and bank balances	10	7,788		6,918	
Total other assets			15,444		15,644
<b>Total assets</b>			598,276		632,029
<b>Liabilities:</b>					
Investment liabilities			(6,200)		(9,386)
Creditors					
Distribution payable		(95)		(192)	
Other creditors	11	(4,109)		(10,438)	
Total other liabilities			(4,204)		(10,630)
<b>Total liabilities</b>			(10,404)		(20,016)
<b>Net assets attributable to shareholders</b>			587,872		612,013

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	44,038	40,374
Gains/(losses) on derivative contracts	3,869	998
Gains/(losses) on forward currency contracts	(3,426)	(3,793)
Other currency gains/(losses)	(182)	(53)
Transaction charges	(7)	(4)
	<u>44,292</u>	<u>37,522</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	19,543	19,946
Derivative revenue	1,856	733
Bank interest	4	8
	<u>21,403</u>	<u>20,687</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	2,129	2,067
Service charges	304	295
Foreign exchange administration fees	3	2
	<u>2,436</u>	<u>2,364</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	52	50
Custody fees	40	39
	<u>92</u>	<u>89</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	44	28
	<u>54</u>	<u>38</u>
Total expenses	<u>2,582</u>	<u>2,491</u>



## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	17,565	17,281
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	3,513	3,456
Effects of:		
Interest distributions	(3,513)	(3,456)
Current tax charge/(credit)	-	-

Open ended investment companies are exempt from UK tax on capital gains. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	95	192
Interim	109	236
<b>Accumulation Shares</b>		
Final	8,248	8,515
Interim	8,706	8,394
	17,158	17,337
Add: Revenue deducted on cancellation of shares	506	574
Deduct: Revenue received on issue of shares	(99)	(630)
Net distributions for the year	17,565	17,281
<b>Interest/other</b>		
Swap expenses	705	395
FX Hedging Expense	91	25
Currency amortisation	301	451
Interest	6	3
Derivative expense	153	41
	1,256	915
Total finance costs	18,821	18,196

Details of the distributions per share are set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	505	70
Accrued revenue	7,151	8,656
Total debtors	7,656	8,726

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	6,065	5,032
Cash and bank balances	1,723	1,886
Total cash and bank balances	7,788	6,918

# Long Dated Sterling Corporate Bond Fund

## Notes to the Financial Statements

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	2	316
Purchases awaiting settlement	3,758	9,678
Accrued expenses	234	231
Amounts payable on closure of derivative contract	115	213
	<u>4,109</u>	<u>10,438</u>
Total other creditors	<u>4,109</u>	<u>10,438</u>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000	£'000	£'000
Australian Dollar	640	-	25	665	665
Canadian Dollar	-	1	-	1	1
Swiss Franc	736	1	36	773	773
Euro	38,825	1	590	39,416	39,416
UK Pound	467,902	7,720	3,264	478,886	478,886
Japanese Yen	(39)	-	(1)	(40)	(40)
New Zealand Dollar	(1,468)	9	(76)	(1,535)	(1,535)
Swedish Krona	(28)	-	3	(25)	(25)
US Dollar	70,064	56	(389)	69,731	69,731
<b>Total</b>	<b>576,632</b>	<b>7,788</b>	<b>3,452</b>	<b>587,872</b>	<b>587,872</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	272	-	4	276	276
Canadian Dollar	-	1	-	1	1
Euro	56,490	62	708	57,260	57,260
Japanese Yen	25	-	2	27	27
New Zealand Dollar	(516)	24	(38)	(530)	(530)
Swedish Krona	(1,098)	-	(115)	(1,213)	(1,213)
Swiss Franc	703	16	35	754	754
UK Pound	477,745	6,760	(3,588)	480,917	480,917
US Dollar	73,378	55	1,088	74,521	74,521
<b>Total</b>	<b>606,999</b>	<b>6,918</b>	<b>(1,904)</b>	<b>612,013</b>	<b>612,013</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

#### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

Currency	Financial assets on which no interest is paid		Total assets
	Floating rate financial assets	Fixed rate financial assets	
30/06/20	£'000	£'000	£'000
Australian Dollar	-	640	665
Canadian Dollar	1	-	1
Swiss Franc	1	739	777
Euro	1	42,496	43,192
UK Pound	10,411	464,869	481,960
Japanese Yen	10	-	10
New Zealand Dollar	9	-	42
Swedish Krona	-	3	6
US Dollar	57	70,772	71,623
<b>Total</b>	<b>10,490</b>	<b>579,519</b>	<b>598,276</b>

# Long Dated Sterling Corporate Bond Fund

## Notes to the Financial Statements

30/06/19	£'000	£'000	£'000	£'000
Australian Dollar	-	272	4	276
Canadian Dollar	1	-	-	1
Euro	1,816	58,116	903	60,835
Japanese Yen	-	54	2	56
New Zealand Dollar	24	438	36	498
Swiss Franc	16	704	35	755
UK Pound	8,513	475,284	7,749	491,546
US Dollar	55	76,752	1,255	78,062
<b>Total</b>	<b>10,425</b>	<b>611,620</b>	<b>9,984</b>	<b>632,029</b>

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	-	4	-	4
Euro	1,482	-	2,294	3,776
UK Pound <sup>^</sup>	-	-	590,946	590,946
Japanese Yen	-	49	1	50
New Zealand Dollar	1,501	-	76	1,577
Swedish Krona	-	31	-	31
US Dollar	-	-	1,892	1,892
<b>Total</b>	<b>2,983</b>	<b>84</b>	<b>595,209</b>	<b>598,276</b>

30/06/19	£'000	£'000	£'000	£'000
Euro	278	-	3,297	3,575
Japanese Yen	-	29	-	29
New Zealand Dollar	954	-	74	1,028
Swedish Krona	1,098	-	115	1,213
Swiss Franc	1	-	-	1
UK Pound	202	-	622,440	622,642
US Dollar	-	-	3,541	3,541
<b>Total</b>	<b>2,533</b>	<b>29</b>	<b>629,467</b>	<b>632,029</b>

<sup>^</sup> Includes £587,872,000 in respect of the fund's liability to redeem all shares (2019: £612,013,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.03% rise or fall in the fund's market value (2019: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 13.18% fall or rise in the fund's market value (2019: 13.22%).

#### Credit rating risk

As at the year end 12.26% (2019: 6.30%) of the fund's market value was invested in securities rated as below investment grade, additionally 4.71% (2019: 3.07%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

#### Interest rate swaps exposure

The fund invests into interest rate swaps to manage interest rate exposure. A 1% percent change in interest rates would lead to a change representing 1.01% (2019: 1.39%) of the fund's market value.

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2019: same).

#### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 1.93% (2019: 1.28%) of the fund's market value.

#### Leverage risk

# Long Dated Sterling Corporate Bond Fund

## Notes to the Financial Statements

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 38.68% (2019: 41.00%).

### 13 Portfolio transaction costs

30/06/20					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	236,540	-	-	-	-
Derivative	-	10	-	-	-
<b>Total</b>	<b>236,540</b>	<b>10</b>			
Total including transaction costs	<u>236,550</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	314,557	-	-	-	-
Corporate actions	680	-	-	-	-
Derivative	-	10	-	-	-
<b>Total</b>	<b>315,237</b>	<b>10</b>			
Total including transaction costs	<u>315,227</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/19					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	325,587	-	-	-	-
Derivative	-	13	-	-	-
<b>Total</b>	<b>325,587</b>	<b>13</b>			
Total including transaction costs	<u>325,600</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	263,677	-	-	-	-
Corporate actions	3,143	-	-	-	-
Derivative	-	12	-	-	-
<b>Total</b>	<b>266,820</b>	<b>12</b>			
Total including transaction costs	<u>266,808</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 1.32% (2019: 0.89%).

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	28,654	(678)	23,775	(2,083)
Level 2: Observable market data	554,178	(5,522)	592,610	(7,303)
Level 3: Unobservable data	-	-	-	-
	<u>582,832</u>	<u>(6,200)</u>	<u>616,385</u>	<u>(9,386)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	184,055,824	4,018,792	(26,319,978)	161,754,638
Income Shares	8,368,428	819,218	(5,302,097)	3,885,549

# Long Dated Sterling Corporate Bond Fund

## Notes to the Financial Statements

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £193,000 (2019: £203,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
Bank of America	33	-	-	-	-	33
BNP Paribas	(75)	-	-	-	-	(75)
CIBC	(1,666)	-	-	-	-	(1,666)
Citibank	40	-	-	-	-	40
Citigroup Global Markets	-	-	-	(733)	-	(733)
Deutsche Bank	-	-	-	348	-	348
Goldman Sachs	-	-	-	1,027	-	1,027
HSBC Global Markets	26	-	-	-	-	26
JP Morgan	(683)	-	-	3,014	-	2,331
Morgan Stanley	-	6,264	-	2,208	162	8,634
National Australia Bank	12	-	-	-	-	12
UBS	-	-	(209)	(565)	5,903	5,129
<b>Total</b>	<b>(2,313)</b>	<b>6,264</b>	<b>(209)</b>	<b>5,299</b>	<b>6,065</b>	<b>15,106</b>

30/06/19

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
BNP Paribas	(38)	-	-	-	-	(38)
Citibank	(2,624)	-	-	-	-	(2,624)
HSBC Global Markets	(1,955)	-	-	-	-	(1,955)
JP Morgan	8	-	-	-	-	8
Morgan Stanley	-	2,746	-	2,482	168	5,396
Royal Bank of Canada	(13)	-	-	-	-	(13)
Societe Generale	86	-	-	-	-	86
UBS	-	-	(1,032)	-	4,864	3,832
<b>Total</b>	<b>(4,536)</b>	<b>2,746</b>	<b>(1,032)</b>	<b>2,482</b>	<b>5,032</b>	<b>4,692</b>

### 18 Shareholders' funds

The fund has two share classes; Income Shares and Accumulation Shares. The annual management charge on each share class is as follows:

Income Shares : 0.35%

Accumulation Shares : 0.35%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Income Shares	170.41	170.59	0.11
Accumulation Shares	359.34	359.80	0.13

# Long Dated Sterling Corporate Bond Fund

## Distribution Statement

for the year ended 30 June 2020

**Income Shares - final distribution No. 38 in pence per share**

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/20	Amount distributed 31/08/19
Group 1	2.4534	-	2.4534	2.2904
Group 2	1.4191	1.0343	2.4534	2.2904

**Income Shares - interim distribution No. 37 in pence per share**

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 29/02/20	Amount distributed 28/02/19
Group 1	2.3838	-	2.3838	2.1461
Group 2	1.3936	0.9902	2.3838	2.1461

**Accumulation Shares - final distribution No. 35 in pence per share**

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	5.0991	-	5.0991	4.6263
Group 2	2.8288	2.2703	5.0991	4.6263

**Accumulation Shares - interim distribution No. 34 in pence per share**

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 29/02/20	Amount accumulated 28/02/19
Group 1	4.8847	-	4.8847	4.2732
Group 2	2.8141	2.0706	4.8847	4.2732

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of companies (those domiciled, incorporated, having significant business or listed) in developed Asia, excluding Japan (as determined by the MSCI Pacific ex-Japan Index). The Investment Manager is not restricted in terms of size, industry or geographical split.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Pacific ex-Japan Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated negative returns over the period. The portfolio proved relatively resilient during the sell-off in regional equities. My consistent focus on companies with robust balance sheets and free cash flows proved rewarding. Conviction holdings, notably in the health care sector such as Fisher & Paykel Healthcare and CSL added value. Elsewhere, shares in gold producer Evolution Mining benefited from an uptrend in gold prices.

I bought a position in integrated sea and land logistics company SITC International Holdings and increased the exposure to Pacific Basin Shipping at undemanding valuations. Over the long term, these logistic players are expected to benefit from a shift in manufacturing bases of companies to the ASEAN region. Conversely, I sold holdings in Westpac Banking Group and China Life Insurance.

### Outlook

Short-term demand prospects are weak due to the pandemic, and a real economic recovery is yet to be seen. Nonetheless, with favourable demographics, a focus on innovation and under-penetrated markets for products and services, Asia will experience structural growth.

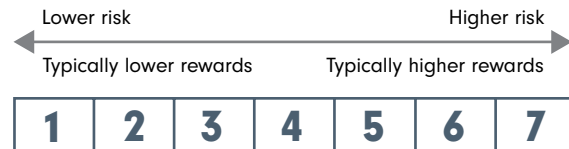
Polly Kwan  
Fund Manager  
30 June 2020

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.

**Comparative Performance Table**

	<b>Accumulation Shares</b>		
	<b>2020</b>	<b>2019</b>	<b>2018</b>
Change in net assets (pence per share)			
Opening net asset value per share	556.45	524.31	497.86
Return before operating charges*	(41.61)	37.01	31.09
Operating charges	(5.41)	(4.87)	(4.64)
Return after operating charges*	(47.02)	32.14	26.45
Distributions	(12.17)	(11.20)	(9.69)
Retained distributions on accumulation shares	12.17	11.20	9.69
Closing net asset value per share	<b>509.43</b>	<b>556.45</b>	<b>524.31</b>
*after direct transaction costs of	0.69	1.08	0.39
<b>Performance</b>			
Return after charges	(8.5%)	6.1%	5.3%
<b>Other information</b>			
Closing net asset value (£'000)	16,380	23,090	65,720
Closing number of shares	3,215,336	4,149,482	12,534,546
Operating charges	1.04%	0.96%	0.92%
Direct transaction costs	0.13%	0.21%	0.08%
<b>Prices (pence per share)</b>			
Highest share price	580.00	556.80	539.50
Lowest share price	404.90	456.00	477.90



# Pacific (ex-Japan) Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(1,725)		82
Revenue	5	638		1,078	
Expenses	6	(182)		(304)	
Interest payable and similar charges	8	(1)		-	
Net revenue/(expense) before taxation		455		774	
Taxation	7	(5)		(11)	
Net revenue/(expense) after taxation			450		763
<b>Total return before distributions</b>			(1,275)		845
Distributions	8		(443)		(755)
<b>Change in net assets attributable to shareholders from investment activities</b>			(1,718)		90

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			23,090		65,720
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		6,972		2,252	
Amounts payable on cancellation of shares		(12,386)		(45,523)	
			(5,414)		(43,271)
Swing price adjustment			31		86
Change in net assets attributable to shareholders from investment activities (see above)			(1,718)		90
Retained distribution on accumulation shares	8		391		465
<b>Closing net assets attributable to shareholders</b>			16,380		23,090

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			15,952		22,617
<b>Current assets:</b>					
Debtors	9	84		128	
Cash and bank balances		423		425	
Total other assets			507		553
<b>Total assets</b>			16,459		23,170
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(79)		(80)	
Total other liabilities			(79)		(80)
<b>Total liabilities</b>			(79)		(80)
<b>Net assets attributable to shareholders</b>			16,380		23,090

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	(1,606)	127
Other currency gains/(losses)	(101)	(32)
Transaction charges	(18)	(13)
	<u>(1,725)</u>	<u>82</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	3	10
Overseas dividends	540	1,035
Overseas property income distributions	85	13
Overseas scrip dividends	7	8
Bank interest	3	5
UK dividends	-	7
	<u>638</u>	<u>1,078</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	154	265
Service charges	10	17
Foreign exchange administration fees	6	4
	<u>170</u>	<u>286</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	1	3
Custody fees	2	4
	<u>3</u>	<u>7</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	1	3
	<u>9</u>	<u>11</u>
	<u>182</u>	<u>304</u>

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	5	11
	<u>5</u>	<u>11</u>
Total current taxation	<u>5</u>	<u>11</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>455</u>	<u>774</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	91	155

**Notes to the Financial Statements**

Effects of:

Increase/(decrease) in unutilised management expenses	19	52
Overseas tax expensed	(1)	(1)
Overseas taxation	5	11
Revenue not included for tax purposes	(109)	(206)
	<u>5</u>	<u>11</u>
Current tax charge/(credit)	<u>5</u>	<u>11</u>

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £1,653,000 (2019: £1,634,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

**8 Finance costs**

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	391	465
Add: Revenue deducted on cancellation of shares	177	312
Deduct: Revenue received on issue of shares	(125)	(22)
Net distributions for the year	<u>443</u>	<u>755</u>
<b>Interest/other</b>		
Interest	1	-
Total finance costs	<u>444</u>	<u>755</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	450	763
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(7)	(8)
	<u>443</u>	<u>755</u>

Details of the distribution per share is set out in the Distribution Statement.

**9 Debtors**

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	2	7
Sales awaiting settlement	24	4
Sales of currency awaiting settlement	38	30
Accrued revenue	20	87
Total debtors	<u>84</u>	<u>128</u>

**10 Other creditors**

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	13	23
Purchases of currency awaiting settlement	38	30
Accrued expenses	28	27
Total other creditors	<u>79</u>	<u>80</u>

Notes to the Financial Statements

11 Financial instruments exposure

Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	9,103	-	11	9,114
UK Pound	-	-	(39)	(39)
Hong Kong Dollar	4,198	-	6	4,204
New Zealand Dollar	220	-	-	220
Singapore Dollar	1,787	14	4	1,805
US Dollar	644	409	23	1,076
<b>Total</b>	<b>15,952</b>	<b>423</b>	<b>5</b>	<b>16,380</b>
30/06/19	£'000	£'000	£'000	£'000
Australian Dollar	12,603	-	70	12,673
Hong Kong Dollar	8,641	4	14	8,659
Singapore Dollar	1,174	-	-	1,174
UK Pound	-	1	(21)	(20)
US Dollar	199	420	(15)	604
<b>Total</b>	<b>22,617</b>	<b>425</b>	<b>48</b>	<b>23,090</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2019: 1.00%).

Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

Equity derivatives

At the year end the fund holds no equity derivatives (2019: same).

12 Portfolio transaction costs

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	11,644	5	0.05	5	0.05
Total	11,644	5		5	
Total including transaction costs	11,654				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	17,017	6	0.04	9	0.05
Total	17,017	6		9	
Total including transaction costs	17,002				
Total as a percentage of average net assets*		0.06 %		0.07 %	

Notes to the Financial Statements

30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	16,932	11	0.07	10	0.06
Total	16,932	11		10	
Total including transaction costs	16,953				
Analysis of total sales costs	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	58,129	21	0.04	28	0.05
Corporate actions	91	-	-	-	-
Total	58,220	21		28	
Total including transaction costs	58,171				
Total as a percentage of average net assets		0.10 %		0.11 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.16% (2019: 0.12%).

13 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	15,494	-	22,611	-
Level 2: Observable market data	356	-	6	-
Level 3: Unobservable data*	102	-	-	-
	15,952	-	22,617	-

\*It is the responsibility of the Fair Value Committee (FVC) to ensure pricing sources and methodologies used to value securities are appropriate as delegated by the ACD. Investments classified as using inputs that are not based on observable market data comprise fair value adjusted securities and single sourced bonds. In seeking to value such securities where no liquid market exists, the FVC will gather valuation related information from multiple internal and external sources. These sources include historic trading and pricing information (including grey market trades) and the views of internal security analysts. Internal security analysts have access to a range of material including, company specific news and earnings, cash flow forecasts, valuations of the underlying portfolio company and competitor company valuations within related industries and sectors to determine a valuation recommendation for each unlisted security. The FVC has the ability to apply discounts to security valuations. Management determines the discount based on its judgement, after considering market liquidity conditions and company specific factors such as the development stage of the portfolio company. Generally for fair valued securities and single source bonds where there is no price source from an active market, the FVC has applied judgement in determining the fair value. This fair value is established by using measures such as; suspended securities where the last traded price is used or the price of a recent transaction made by management or a third party which will also factor in a discount where negative news has been observed. Generally unlisted securities are valued at cost, a trade executed by another Fidelity Fund, grey market trades or at a nil value where companies have gone into liquidation, administration or are deemed worthless. Single sourced broker prices use data received from a single pricing vendor and stale prices use the most recent broker quote available. The valuation approaches used by FIL are fully transparent and aim to be consistent with industry standards and best practice principles, including guidance from the IPEV (International Private Equity and Venture Capital) Valuation Guidelines, International Organization of Securities Commissions (IOSCO) valuation principles and the required accounting standards. For further detail on the basis of valuation of investments please refer to note 1h) of the accounting policies section.

14 Shares in issue reconciliation

	Shares in issue as at	Issued shares	Cancelled shares	Shares in issue as at
	30/06/19			30/06/20
Accumulation Shares	4,149,482	1,499,609	(2,433,755)	3,215,336

15 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 10.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £13,000 (2019: £17,000) are included within accrued expenses in Note 10.

16 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

## Notes to the Financial Statements

### 17 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	509.43	497.69	(2.30)

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 21 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	12.1729	-	12.1729	11.2041
Group 2	3.9780	8.1949	12.1729	11.2041

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income and has the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The fund uses a systematic investment approach. This means that the Investment Manager uses a more rules-based approach when implementing the portfolio construction.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider a blend of 50% ICE Bank of America Merrill Lynch Sterling Non-Gilt Index and 50% ICE Bank of America Merrill Lynch 5+ Year Gilt Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund advanced over the period, supported by its interest rate risk exposure as investors flocked towards safe haven assets amid the COVID-19 crisis and its associated impact on economic growth. Credit exposure weighed on returns as credit spreads widened amid deteriorating risk sentiment. A preference for higher rated investment grade corporate bonds limited losses.

We are positive on investment grade credit, which is reflected through a small long credit beta (a measure of the fund's sensitivity to credit spreads) position. Following the sell-off in March, we participated in some cheap new issues in US dollar investment grade bonds such as Nike and Disney. We took profits in subsequent months in Intel and Pepsico given the strong rally in credit.

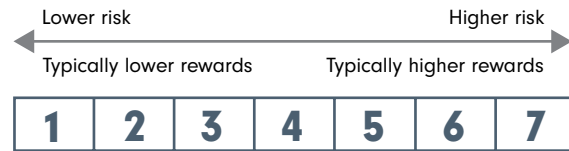
### Outlook

We expect UK government bond (Gilts) yields to remain anchored at low levels for the foreseeable future as GDP expectations have declined significantly. We are also positive on investment grade credit. Even though credit spreads have tightened considerably since the sell-off, we are positive on valuations in light of central bank support.

Lucette Yvernault & Iliia Chelomianski  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

	SRRI
F Accumulation Shares	4
W Accumulation Shares	4



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.



# Pre-Retirement Bond Fund

## Comparative Performance Table

	W Accumulation Shares			F Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	14,697.60	13,874.48	13,608.69	15,073.95	14,167.51	13,835.02
Return before operating charges*	1,895.32	897.74	339.34	1,947.90	917.97	344.45
Operating charges	(83.69)	(74.62)	(73.55)	(13.53)	(11.53)	(11.96)
Return after operating charges*	1,811.63	823.12	265.79	1,934.37	906.44	332.49
Distributions	(285.50)	(261.10)	(305.54)	(365.71)	(331.61)	(374.53)
Retained distributions on accumulation shares	285.50	261.10	305.54	365.71	331.61	374.53
Closing net asset value per share	<u>16,509.23</u>	<u>14,697.60</u>	<u>13,874.48</u>	<u>17,008.32</u>	<u>15,073.95</u>	<u>14,167.51</u>
*after direct transaction costs of	0.81	0.70	0.53	0.81	0.70	0.53
<b>Performance</b>						
Return after charges	12.3%	5.9%	2.0%	12.8%	6.4%	2.4%
<b>Other information</b>						
Closing net asset value (£'000)	302	214	80	144,389	186,853	183,665
Closing number of shares	1,827	1,455	578	848,932	1,239,579	1,296,379
Operating charges	0.53%	0.53%	0.53%	0.08%	0.08%	0.09%
Direct transaction costs	0.01%	0%	0%	0.01%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	16,740.00	14,780.00	14,150.00	17,220.00	15,160.00	14,390.00
Lowest share price	14,400.00	13,480.00	13,440.00	14,820.00	13,790.00	13,700.00

# Pre-Retirement Bond Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		16,191		6,912
Revenue	5	4,269		4,894	
Expenses	6	(137)		(145)	
Interest payable and similar charges	8	(346)		(478)	
Net revenue/(expense) before taxation		3,786		4,271	
Taxation	7	-		-	
Net revenue/(expense) after taxation			3,786		4,271
<b>Total return before distributions</b>			19,977		11,183
Distributions	8		(3,786)		(4,271)
<b>Change in net assets attributable to shareholders from investment activities</b>			16,191		6,912

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		187,067		183,745
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	18,145		25,455	
Amounts payable on cancellation of shares	(79,976)		(33,207)	
		(61,831)		(7,752)
Swing price adjustment		154		47
Change in net assets attributable to shareholders from investment activities (see above)		16,191		6,912
Retained distribution on accumulation shares		3,110		4,115
<b>Closing net assets attributable to shareholders</b>		144,691		187,067

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			142,413		181,815
<b>Current assets:</b>					
Debtors	9	1,739		1,987	
Cash and bank balances	10	4,762		9,135	
Total other assets			6,501		11,122
<b>Total assets</b>			148,914		192,937
<b>Liabilities:</b>					
Investment liabilities			(2,492)		(2,379)
Creditors					
Other creditors	11	(1,731)		(3,491)	
Total other liabilities			(1,731)		(3,491)
<b>Total liabilities</b>			(4,223)		(5,870)
<b>Net assets attributable to shareholders</b>			144,691		187,067

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	15,330	7,692
Gains/(losses) on derivative contracts	1,394	73
Gains/(losses) on forward currency contracts	(479)	(835)
Other currency gains/(losses)	(49)	(13)
Transaction charges	(5)	(5)
	<u>16,191</u>	<u>6,912</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	4,054	4,715
Derivative revenue	206	165
Bank interest	9	14
	<u>4,269</u>	<u>4,894</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	84	93
Foreign exchange administration fees	2	2
	<u>86</u>	<u>95</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	20	21
Custody fees	9	8
	<u>29</u>	<u>29</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	12	11
	<u>22</u>	<u>21</u>
Total expenses	<u>137</u>	<u>145</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>3,786</u>	<u>4,271</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	757	854
Effects of:		
Interest distributions	<u>(757)</u>	<u>(854)</u>
Current tax charge/(credit)	<u>-</u>	<u>-</u>

Open ended investment companies are exempt from UK tax on capital gains. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	5	4
<b>F Accumulation Shares</b>		
Final	<u>3,105</u>	<u>4,111</u>
	<u>3,110</u>	<u>4,115</u>
Add: Revenue deducted on cancellation of shares	874	410
Deduct: Revenue received on issue of shares	<u>(198)</u>	<u>(254)</u>
Net distributions for the year	<u>3,786</u>	<u>4,271</u>
<b>Interest/other</b>		
Swap expenses	285	365
FX Hedging Expense	5	5
Currency amortisation	49	105
Derivative expense	<u>7</u>	<u>3</u>
	<u>346</u>	<u>478</u>
	<u>4,132</u>	<u>4,749</u>

Total finance costs  
Details of the distributions per share are set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	227	86
Accrued revenue	<u>1,512</u>	<u>1,901</u>
Total debtors	<u>1,739</u>	<u>1,987</u>

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,547	1,454
Cash and bank balances	<u>3,215</u>	<u>7,681</u>
Total cash and bank balances	<u>4,762</u>	<u>9,135</u>

Notes to the Financial Statements

11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	744	473
Purchases awaiting settlement	925	2,957
Accrued expenses	27	27
Amounts payable on closure of derivative contract	35	34
	<u>1,731</u>	<u>3,491</u>
Total other creditors	<u>1,731</u>	<u>3,491</u>

12 Financial instruments exposure

Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000	£'000	£'000
Australian Dollar	259	33	5	297	
Canadian Dollar	12	16	-	28	
Euro	6,540	1	71	6,612	
UK Pound	115,850	4,694	6	120,550	
US Dollar	17,260	18	(74)	17,204	
<b>Total</b>	<b>139,921</b>	<b>4,762</b>	<b>8</b>	<b>144,691</b>	
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	191	1	5	197	
Euro	12,384	1	137	12,522	
UK Pound	154,176	9,106	(1,782)	161,500	
US Dollar	12,685	27	136	12,848	
<b>Total</b>	<b>179,436</b>	<b>9,135</b>	<b>(1,504)</b>	<b>187,067</b>	

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

Currency	Financial assets on which no interest is paid		Total assets
	Floating rate financial assets	Fixed rate financial assets	
30/06/20	£'000	£'000	£'000
Australian Dollar	33	224	313
Canadian Dollar	16	-	28
Euro	404	6,777	7,339
UK Pound	7,427	113,069	121,981
US Dollar	19	18,932	19,253
<b>Total</b>	<b>7,899</b>	<b>139,002</b>	<b>148,914</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	1	232	238
Canadian Dollar	2	-	2
Euro	518	13,360	14,047
UK Pound	11,804	151,378	164,961
US Dollar	27	13,275	13,689
<b>Total</b>	<b>12,352</b>	<b>178,245</b>	<b>192,937</b>

**Notes to the Financial Statements**

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
	£'000	£'000	£'000	£'000
30/06/20				
Australian Dollar	-	-	16	16
Euro	-	123	604	727
UK Pound <sup>^</sup>	-	-	146,122	146,122
US Dollar	1,386	-	663	2,049
<b>Total</b>	<b>1,386</b>	<b>123</b>	<b>147,405</b>	<b>148,914</b>
30/06/19	£'000	£'000	£'000	£'000
Australian Dollar	-	-	41	41
Canadian Dollar	-	-	2	2
Euro	-	809	716	1,525
UK Pound <sup>^</sup>	-	-	190,528	190,528
US Dollar	274	-	567	841
<b>Total</b>	<b>274</b>	<b>809</b>	<b>191,854</b>	<b>192,937</b>

<sup>^</sup> Includes £144,691,000 in respect of the fund's liability to redeem all shares (2019: £187,067,000).

**Fair value of financial assets and financial liabilities**

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

**Market value sensitivity analysis**

**Currency risk**

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.02% rise or fall in the fund's market value (2019: 0.00%).

**Interest rate risk**

A rise or fall of 1% in global interest rates is likely to result in a 12.48% fall or rise in the fund's market value (2019: 11.61%).

**Credit rating risk**

As at the year end 12.33% (2019: 4.96%) of the fund's market value was invested in securities rated as below investment grade, additionally 6.67% (2019: 5.01%) of the fund's market value was invested into securities for which no rating was available at the year end.

**Other price risk**

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

**Futures exposure**

At the year end the fund holds no derivatives that could impact it significantly (2019: same).

**Interest rate swaps exposure**

At the year end the fund holds no interest rate swaps that could impact it significantly (2019: same).

**Credit default swaps exposure**

At the year end the fund holds no credit default swaps that could impact it significantly (2019: same).

**Leverage risk**

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 23.82% (2019: 23.51%).

Notes to the Financial Statements

13 Portfolio transaction costs

30/06/20					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	109,329	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>109,329</u>	<u>4</u>		-	
Total including transaction costs	<u>109,333</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	163,731	-	-	-	-
Corporate actions	149	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>163,880</u>	<u>4</u>		-	
Total including transaction costs	<u>163,876</u>				
Total as a percentage of average net assets*		0.01 %		0.00 %	
30/06/19					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	93,025	-	-	-	-
Corporate actions	104	-	-	-	-
Derivative	-	5	-	-	-
Total	<u>93,129</u>	<u>5</u>		-	
Total including transaction costs	<u>93,134</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	85,391	-	-	-	-
Corporate actions	517	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>85,908</u>	<u>4</u>		-	
Total including transaction costs	<u>85,904</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.64% (2019: 0.46%).

14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	52,580	(204)	75,753	(360)
Level 2: Observable market data	89,833	(2,288)	106,062	(2,019)
Level 3: Unobservable data	-	-	-	-
	<u>142,413</u>	<u>(2,492)</u>	<u>181,815</u>	<u>(2,379)</u>

15 Shares in issue reconciliation

	Shares in issue as at			Shares in issue as at
	30/06/19	Issued shares	Cancelled shares	30/06/20
F Accumulation Shares	1,239,579	113,797	(504,444)	848,932
W Accumulation Shares	1,455	749	(377)	1,827

## Notes to the Financial Statements

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £7,000 (2019: £8,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
BNP Paribas	3	-	-	-	-	3
Deutsche Bank	-	-	-	(1,386)	-	(1,386)
Goldman Sachs	-	-	-	307	-	307
HSBC Global Markets	(440)	-	-	620	-	180
JP Morgan	39	-	-	-	-	39
Lloyd's	-	-	-	174	-	174
Morgan Stanley	-	823	-	(111)	455	1,167
National Australia Bank	(4)	-	-	-	-	(4)
Royal Bank of Canada	16	-	-	-	-	16
Societe Generale	(285)	-	-	-	-	(285)
UBS	-	-	(39)	-	1,092	1,053
<b>Total</b>	<b>(671)</b>	<b>823</b>	<b>(39)</b>	<b>(396)</b>	<b>1,547</b>	<b>1,264</b>

30/06/19

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
BNP Paribas	(6)	-	-	-	-	(6)
Citibank	(6)	-	-	-	-	(6)
HSBC Global Markets	8	-	-	266	-	274
JP Morgan	(513)	-	-	-	-	(513)
Lloyd's	-	-	-	66	-	66
Morgan Stanley	-	461	-	(975)	690	176
National Australia Bank	(1)	-	-	-	-	(1)
Royal Bank of Canada	(368)	-	-	-	-	(368)
UBS	-	-	(59)	-	764	705
<b>Total</b>	<b>(886)</b>	<b>461</b>	<b>(59)</b>	<b>(643)</b>	<b>1,454</b>	<b>327</b>

### 18 Shareholders' funds

The fund has two share classes; W Accumulation Shares and F Accumulation Shares. The annual management charge on each share class is as follows:

W Accumulation Shares : 0.35%

F Accumulation Shares : 0.05%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
W Accumulation Shares	16,509.23	16,360.00	(0.90)
F Accumulation Shares	17,008.32	16,860.00	(0.87)



# Pre-Retirement Bond Fund

## Distribution Statement

for the year ended 30 June 2020

### W Accumulation Shares - final distribution No. 7 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	285.5033	-	285.5033	261.1021
Group 2	121.5901	163.9132	285.5033	261.1021

### F Accumulation Shares - final distribution No. 7 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	365.7111	-	365.7111	331.6109
Group 2	188.0702	177.6409	365.7111	331.6109

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of companies in developing countries, (those domiciled, incorporated or having significant business in developing countries and those listed in developing countries) including emerging markets (as determined by the Investment Manager at its sole discretion) and companies in countries such as Africa, the Indian sub-continent, Latin America, South East Asia, Europe, the Middle East.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Emerging Markets Index. However, the Investment Manager has a limited degree of freedom relative to the index but may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore shorter-term performance may vary from, but is unlikely to be significantly different to, the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive returns, driven by stock selection in the consumer discretionary and consumer staples sectors. From a country perspective, Chinese stocks added value. For instance, holdings in Meituan Dianping, Pinduoduo and Kweichow Moutai were the key contributors to returns. India-based conglomerate Reliance Industries enhanced gains. Its shares gained momentum on a series of investments in its Jio platform.

Within consumer durables, we bought new positions in Midea Group and Haier Electronics. Midea Group expects further domestic market share gains; it also stands to benefit from its leading position in online channels in the current market environment. Conversely, we sold Brilliance Auto and reduced the exposure to Hyundai Motors.

### Outlook

Emerging markets continue to offer many opportunities, supported by structural growth drivers such as urbanisation and lifestyle changes. This will drive demand for different goods and services in underpenetrated markets.

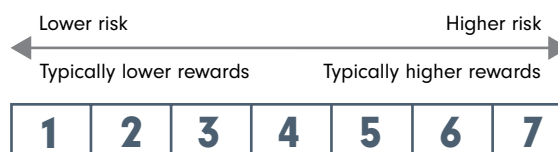
John Chow & Cesar Hernandez  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- Liquidity is a measure of how easily an investment can be converted into cash. Under certain market conditions assets may be more difficult to sell.
- Emerging markets may be more volatile and it could be harder to sell or trade securities. There may be less supervision, regulation and less well-defined procedures than in more developed countries. Emerging markets can be sensitive to political instability, which can result in greater volatility and uncertainty, subjecting the fund to the risk of losses.

# Select Emerging Markets Equities Fund

## Comparative Performance Table

	Accumulation Shares		
	2020	2019	2018
Change in net assets (pence per share)			
Opening net asset value per share	193.79	187.07	176.31
Return before operating charges*	10.69	8.79	12.98
Operating charges	(2.26)	(2.07)	(2.22)
Return after operating charges*	8.43	6.72	10.76
Distributions	(1.08)	(2.16)	(1.45)
Retained distributions on accumulation shares	1.08	2.16	1.45
Closing net asset value per share	<b>202.22</b>	<b>193.79</b>	<b>187.07</b>
*after direct transaction costs of	0.74	0.64	0.56
<b>Performance</b>			
Return after charges	4.2%	3.6%	6.1%
<b>Other information</b>			
Closing net asset value (£'000)	102,223	141,374	145,390
Closing number of shares	50,551,363	72,951,995	77,719,489
Operating charges	1.17%	1.14%	1.14%
Direct transaction costs	0.38%	0.36%	0.29%
<b>Prices (pence per share)</b>			
Highest share price	213.00	194.90	208.80
Lowest share price	156.90	163.70	176.20

# Select Emerging Markets Equities Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		3,816		2,661
Revenue	5	2,142		3,287	
Expenses	6	(1,237)		(1,507)	
Interest payable and similar charges	8	-		1	
Net revenue/(expense) before taxation		905		1,781	
Taxation	7	(258)		(193)	
Net revenue/(expense) after taxation			647		1,588
<b>Total return before distributions</b>			4,463		4,249
Distributions	8		(686)		(1,605)
<b>Change in net assets attributable to shareholders from investment activities</b>			3,777		2,644

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			141,374		145,390
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		5,215		9,135	
Amounts payable on cancellation of shares		(48,805)		(17,410)	
			(43,590)		(8,275)
Swing price adjustment			117		41
Change in net assets attributable to shareholders from investment activities (see above)			3,777		2,644
Retained distribution on accumulation shares	8		545		1,574
<b>Closing net assets attributable to shareholders</b>			102,223		141,374

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			93,171		128,573
<b>Current assets:</b>					
Debtors	9	1,178		1,982	
Cash and bank balances	10	9,236		12,181	
Total other assets			10,414		14,163
<b>Total assets</b>			103,585		142,736
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(1,362)		(1,362)	
Total other liabilities			(1,362)		(1,362)
<b>Total liabilities</b>			(1,362)		(1,362)
<b>Net assets attributable to shareholders</b>			102,223		141,374

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	4,397	2,345
Gains/(losses) on derivative contracts	(598)	(34)
Other currency gains/(losses)	58	380
Transaction charges	(41)	(42)
Broker fee rebates	-	12
	<u>3,816</u>	<u>2,661</u>
Net capital gains/(losses)	<u><u>3,816</u></u>	<u><u>2,661</u></u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	51	69
Derivative revenue	53	17
Overseas dividends	1,962	3,076
Bank interest	76	125
	<u>2,142</u>	<u>3,287</u>
Total revenue	<u><u>2,142</u></u>	<u><u>3,287</u></u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,090	1,358
Service charges	54	68
Foreign exchange administration fees	6	5
	<u>1,150</u>	<u>1,431</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	9	12
Custody fees	38	48
	<u>47</u>	<u>60</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	32	8
	<u>40</u>	<u>16</u>
Total expenses	<u><u>1,237</u></u>	<u><u>1,507</u></u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	219	176
Overseas capital gains tax	39	17
	<u>258</u>	<u>193</u>
Total current taxation		
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>905</u>	<u>1,781</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	181	356
Effects of:		
Increase/(decrease) in unutilised management expenses	141	158
Overseas capital gains tax	39	17
Overseas tax expensed	(6)	(14)
Overseas taxation	219	176
Revenue not included for tax purposes	(316)	(500)
	<u>258</u>	<u>193</u>
Current tax charge/(credit)		

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £2,578,000 (2019: £2,437,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	545	1,574
Add: Revenue deducted on cancellation of shares	158	70
Deduct: Revenue received on issue of shares	(17)	(39)
Net distributions for the year	<u>686</u>	<u>1,605</u>
<b>Interest/other</b>		
Interest	-	(1)
Total finance costs	<u>686</u>	<u>1,604</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	647	1,588
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas capital gains tax	39	17
	<u>686</u>	<u>1,605</u>

Details of the distribution per share is set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Sales awaiting settlement	455	747
Sales of currency awaiting settlement	455	613
Accrued revenue	260	622
Overseas tax recoverable	8	-
Total debtors	<u>1,178</u>	<u>1,982</u>

## Notes to the Financial Statements

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	567	191
Cash and bank balances	8,669	11,990
<b>Total cash and bank balances</b>	<b>9,236</b>	<b>12,181</b>

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	750	-
Purchases of currency awaiting settlement	456	614
Accrued expenses	122	140
Foreign capital gains tax payable	34	(1)
Purchases awaiting settlement	-	609
<b>Total other creditors</b>	<b>1,362</b>	<b>1,362</b>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure £'000
	Investments		Cash balances	Monetary exposures Debtors/(Creditors)	
30/06/20	£'000		£'000	£'000	£'000
UAE Dirham	421		-	-	421
Brazilian Real	4,827		209	(95)	4,941
UK Pound	-		-	(905)	(905)
Hong Kong Dollar	21,729		-	203	21,932
Hungarian Forint	897		-	-	897
Indonesian Rupiah	1,218		-	13	1,231
Indian Rupee	8,585		26	2	8,613
Korean Won	11,586		12	34	11,632
Mexican Peso	2,017		1	-	2,018
Philippine Peso	747		-	-	747
Polish Zloty	849		-	8	857
Qatari Rial	284		-	-	284
Saudi riyal	332		-	-	332
Singapore Dollar	661		-	-	661
Thai Baht	719		-	-	719
Taiwan Dollar	10,268		25	26	10,319
US Dollar	24,442		8,963	530	33,935
South African Rand	3,589		-	-	3,589
<b>Total</b>	<b>93,171</b>		<b>9,236</b>	<b>(184)</b>	<b>102,223</b>
<b>30/06/19</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Brazilian Real	9,463		1	218	9,682
Hong Kong Dollar	25,115		4	177	25,296
Hungarian Forint	1,022		-	-	1,022
Indian Rupee	13,346		109	(78)	13,377
Indonesian Rupiah	2,950		-	-	2,950
Korean Won	15,776		79	22	15,877
Mexican Peso	3,467		-	-	3,467
Philippine Peso	2,024		-	-	2,024
Polish Zloty	765		-	-	765
Qatari Rial	425		-	-	425
Singapore Dollar	1,171		-	-	1,171

# Select Emerging Markets Equities Fund

## Notes to the Financial Statements

South African Rand	6,879	-	-	6,879
Taiwan Dollar	11,074	23	151	11,248
Thai Baht	1,818	-	-	1,818
Turkish Lira	284	-	-	284
UAE Dirham	1,078	-	-	1,078
UK Pound	-	40	(139)	(99)
US Dollar	31,916	11,925	269	44,110
<b>Total</b>	<b>128,573</b>	<b>12,181</b>	<b>620</b>	<b>141,374</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

### Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2019: 1.00%).

#### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

#### Equity derivatives

The fund invests into futures to gain exposure to the equity markets. A 10% change in the price of the futures would result in a 0.54% (2019: 0.52%) change in the fund's market value.

The fund invests into ELNs to gain exposure to the equity markets. A 10% change in the price of the ELNs would result in a 0.53% change in the fund's market value (2019: The fund held no ELNs that could impact it significantly).

## 13 Portfolio transaction costs

30/06/20

	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	88,312	111	0.13	43	0.05
Corporate actions	42	-	-	-	-
Derivative	-	1	-	-	-
<b>Total</b>	<b>88,354</b>	<b>112</b>		<b>43</b>	
Total including transaction costs	<b>88,509</b>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	127,489	132	0.10	128	0.10
Corporate actions	20	-	-	-	-
Derivative	-	1	-	-	-
<b>Total</b>	<b>127,509</b>	<b>133</b>		<b>128</b>	
Total including transaction costs	<b>127,248</b>				
Total as a percentage of average net assets*		0.23 %		0.16 %	



# Select Emerging Markets Equities Fund

## Notes to the Financial Statements

30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	116,193	147	0.13	52	0.04
Corporate actions	21	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>116,214</u>	<u>148</u>		<u>52</u>	
Total including transaction costs	<u>116,414</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	124,277	146	0.12	134	0.11
Corporate actions	4	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>124,281</u>	<u>147</u>		<u>134</u>	
Total including transaction costs	<u>124,000</u>				
Total as a percentage of average net assets		0.22 %		0.14 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.12% (2019: 0.15%).

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	87,275	-	121,561	-
Level 2: Observable market data	5,896	-	7,012	-
Level 3: Unobservable data	-	-	-	-
	<u>93,171</u>	<u>-</u>	<u>128,573</u>	<u>-</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	72,951,995	2,907,899	(25,308,531)	50,551,363

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £88,000 (2019: £119,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency Contracts	CFD	Futures	Swaps	Collateral - Cash	Grand Total
	£'000	£'000	£'000	£'000	£'000	£'000
UBS	-	-	52	-	567	619
Total	<u>-</u>	<u>-</u>	<u>52</u>	<u>-</u>	<u>567</u>	<u>619</u>
30/06/19						
Broker	Currency Contracts	CFD	Futures	Swaps	Collateral - Cash	Grand Total
	£'000	£'000	£'000	£'000	£'000	£'000
UBS	-	-	283	-	191	474
Total	<u>-</u>	<u>-</u>	<u>283</u>	<u>-</u>	<u>191</u>	<u>474</u>

## Notes to the Financial Statements

### 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 1.00%

The distributions per share class are given in the Distribution Statement.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	202.22	207.59	2.85

# Select Emerging Markets Equities Fund

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 11 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	1.0788	-	1.0788	2.1574
Group 2	0.4822	0.5966	1.0788	2.1574

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in the shares of companies globally, which may include countries considered to be emerging markets (as determined by the Investment Manager at its sole discretion).

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI World Index. The Investment Manager has a limited degree of freedom relative to the index but may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore shorter-term performance may vary from, but is unlikely to be significantly different to, the index. The fund may hold cash and near cash and deposits and may use derivatives for the purpose of efficient portfolio management.

### Performance and Portfolio Activity

The fund recorded positive returns over the period. Enterprise and consumer software company Microsoft and semiconductor company Marvell Technology contributed to performance. The former gained due to the rapid growth in its cloud and stable commercial businesses as more companies shifted to remote-work arrangements. Shares in the latter rose amid the rapid growth of the global fifth-generation (5G) infrastructure market. Conversely, not holding Tesla weighed on relative performance.

The exposure to Vertex Pharmaceuticals was reduced, and a new position was purchased in Seattle Genetics in light of its promising upcoming product launches. A new holding was purchased in leading data centre real estate investment trust (REIT) Digital Realty. The exposure to general merchandise company Dollar Tree was reduced amid trade war uncertainty.

### Outlook

The COVID-19 pandemic is likely to adversely impact the global economy and corporate earnings in the near term. Earnings forecasts are still coming down and companies are paring their budgets for the next 12 months. The US market outlook is also impacted by the upcoming presidential elections.

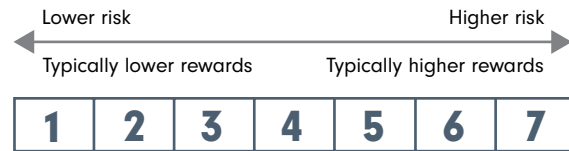
Cesar Hernandez  
Fund Manager  
30 June 2020

## Risk and Reward Indicator

SRRI

Accumulation Shares

5



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.

# Select Global Equities Fund

## Comparative Performance Table

	Accumulation Shares		
	2020	2019	2018
Change in net assets (pence per share)			
Opening net asset value per share	459.25	430.04	396.61
Return before operating charges*	39.83	33.04	37.08
Operating charges	(4.20)	(3.83)	(3.65)
Return after operating charges*	35.63	29.21	33.43
Distributions	(3.89)	(4.25)	(4.21)
Retained distributions on accumulation shares	3.89	4.25	4.21
Closing net asset value per share	<b>494.88</b>	<b>459.25</b>	<b>430.04</b>
*after direct transaction costs of	0.42	0.37	0.37
<b>Performance</b>			
Return after charges	7.8%	6.8%	8.4%
<b>Other information</b>			
Closing net asset value (£'000)	197,574	223,945	472,494
Closing number of shares	39,923,653	48,763,230	109,871,104
Operating charges	0.89%	0.89%	0.89%
Direct transaction costs	0.09%	0.08%	0.09%
<b>Prices (pence per share)</b>			
Highest share price	510.60	463.10	436.30
Lowest share price	376.10	384.20	388.70

# Select Global Equities Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		13,872		(3,398)
Revenue	5	4,127		6,956	
Expenses	6	(1,859)		(3,038)	
Interest payable and similar charges	8	(42)		(111)	
Net revenue/(expense) before taxation		2,226		3,807	
Taxation	7	(433)		(700)	
Net revenue/(expense) after taxation			1,793		3,107
<b>Total return before distributions</b>			15,665		(291)
Distributions	8		(1,746)		(2,916)
<b>Change in net assets attributable to shareholders from investment activities</b>			13,919		(3,207)

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			223,945		472,494
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		4,930		4,789	
Amounts payable on cancellation of shares		(46,799)		(55,015)	
In specie cancellation of shares		-		(197,211)	
			(41,869)		(247,437)
Swing price adjustment			27		24
Change in net assets attributable to shareholders from investment activities (see above)			13,919		(3,207)
Retained distribution on accumulation shares	8		1,552		2,071
<b>Closing net assets attributable to shareholders</b>			197,574		223,945

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			186,904		214,596
<b>Current assets:</b>					
Debtors	9	5,622		1,405	
Cash and bank balances	10	12,193		8,782	
Total other assets			17,815		10,187
<b>Total assets</b>			204,719		224,783
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(7,145)		(838)	
Total other liabilities			(7,145)		(838)
<b>Total liabilities</b>			(7,145)		(838)
<b>Net assets attributable to shareholders</b>			197,574		223,945

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	13,747	(3,523)
Gains/(losses) on derivative contracts	(152)	(422)
Other currency gains/(losses)	314	576
Transaction charges	(37)	(35)
Broker fee rebates	-	6
	<u>13,872</u>	<u>(3,398)</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	1	-
Derivative revenue	60	9
UK dividends	384	634
UK property income distributions	4	16
UK scrip dividends	1	47
Overseas dividends	3,474	5,891
Overseas property income distributions	144	192
Overseas scrip dividends	46	144
Bank interest	13	23
	<u>4,127</u>	<u>6,956</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,699	2,784
Service charges	106	174
Foreign exchange administration fees	1	1
	<u>1,806</u>	<u>2,959</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	21	30
Custody fees	10	15
	<u>31</u>	<u>45</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	14	26
	<u>22</u>	<u>34</u>
Total expenses	<u>1,859</u>	<u>3,038</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	433	700
Total current taxation	<u>433</u>	<u>700</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>2,226</u>	<u>3,807</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	445	761
Effects of:		
Increase/(decrease) in unutilised management expenses	331	576
Overseas tax expensed	(3)	(5)
Overseas taxation	433	700
Revenue not included for tax purposes	(773)	(1,332)
Current tax charge/(credit)	<u>433</u>	<u>700</u>

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £8,174,000 (2019: £7,843,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	1,552	2,071
Add: Revenue deducted on cancellation of shares	218	157
Deduct: Revenue received on issue of shares	(24)	(13)
Add: Revenue deducted on in specie shares	-	701
Net distribution for the year	<u>1,746</u>	<u>2,916</u>
<b>Interest/other</b>		
Interest	42	78
Derivative expense	-	33
	<u>42</u>	<u>111</u>
Total finance costs	<u>1,788</u>	<u>3,027</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	1,793	3,107
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(46)	(139)
UK scrip dividends	(1)	(47)
Stapled scrip dividends	-	(5)
	<u>1,746</u>	<u>2,916</u>

Details of the distribution per share is set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	9	-
Sales awaiting settlement	5,319	1,106
Accrued revenue	152	140
Overseas tax recoverable	142	159
Total debtors	<u>5,622</u>	<u>1,405</u>



## Notes to the Financial Statements

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	666	265
Cash and bank balances	11,527	8,517
<b>Total cash and bank balances</b>	<b>12,193</b>	<b>8,782</b>

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	6,782	21
Purchases awaiting settlement	194	640
Accrued expenses	169	177
<b>Total other creditors</b>	<b>7,145</b>	<b>838</b>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000	£'000	£'000
Australian Dollar	3,332	93	132	3,557	
Canadian Dollar	5,736	297	29	6,062	
Swiss Franc	5,688	707	99	6,494	
Danish Krone	1,348	428	30	1,806	
Euro	19,964	3,650	77	23,691	
UK Pound	8,874	81	(6,938)	2,017	
Hong Kong Dollar	2,195	446	124	2,765	
Israeli Shekel	565	1	-	566	
Japanese Yen	14,766	3,122	351	18,239	
Norwegian Krone	473	165	(41)	597	
New Zealand Dollar	289	138	18	445	
Swedish Krona	1,852	414	-	2,266	
Singapore Dollar	407	601	10	1,018	
US Dollar	121,415	2,050	4,586	128,051	
<b>Total</b>	<b>186,904</b>	<b>12,193</b>	<b>(1,523)</b>	<b>197,574</b>	
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	
Australian Dollar	4,025	1,521	38	5,584	
Canadian Dollar	7,475	496	6	7,977	
Danish Krone	1,356	-	30	1,386	
Euro	24,500	663	(42)	25,121	
Hong Kong Dollar	3,624	165	-	3,789	
Israeli Shekel	200	7	-	207	
Japanese Yen	17,504	682	16	18,202	
New Zealand Dollar	-	417	-	417	
Norwegian Krone	997	880	-	1,877	
Singapore Dollar	1,013	199	-	1,212	
Swedish Krona	1,287	2,981	-	4,268	
Swiss Franc	6,487	74	-	6,561	
UK Pound	12,110	170	100	12,380	
US Dollar	134,018	527	419	134,964	
<b>Total</b>	<b>214,596</b>	<b>8,782</b>	<b>567</b>	<b>223,945</b>	

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

## Notes to the Financial Statements

### Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.95% rise or fall in the fund's market value (2019: 0.94%).

#### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

#### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2019: same).

### 13 Portfolio transaction costs

30/06/20					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	132,351	60	0.05	49	0.04
Corporate actions	58	-	-	-	-
Total	<u>132,409</u>	<u>60</u>		<u>49</u>	
Total including transaction costs	<u>132,518</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	173,686	74	0.04	6	-
Corporate actions	43	-	-	-	-
Total	<u>173,729</u>	<u>74</u>		<u>6</u>	
Total including transaction costs	<u>173,649</u>				
Total as a percentage of average net assets*		0.06 %		0.03 %	
30/06/19					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	182,832	99	0.05	79	0.04
Corporate actions	3	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>182,835</u>	<u>100</u>		<u>79</u>	
Total including transaction costs	<u>183,014</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	216,671	113	0.05	6	-
Corporate actions	306	-	-	-	-
In-specie	197,911	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>414,888</u>	<u>114</u>		<u>6</u>	
Total including transaction costs	<u>414,768</u>				
Total as a percentage of average net assets		0.06 %		0.02 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.08% (2019: 0.05%).

## Notes to the Financial Statements

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	186,902	-	214,070	-
Level 2: Observable market data	2	-	526	-
Level 3: Unobservable data	-	-	-	-
	<u>186,904</u>	<u>-</u>	<u>214,596</u>	<u>-</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	48,763,230	1,055,340	(9,894,917)	39,923,653

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £141,000 (2019: £155,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency Contracts	CFD	Futures	Swaps	Collateral - Cash	Grand Total
	£'000	£'000	£'000	£'000	£'000	£'000
UBS	-	-	96	-	666	762
Total	-	-	96	-	666	762

30/06/19

Broker	Currency Contracts	CFD	Futures	Swaps	Collateral - Cash	Grand Total
	£'000	£'000	£'000	£'000	£'000	£'000
UBS	-	-	103	-	265	368
Total	-	-	103	-	265	368

### 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	494.88	510.50	3.16

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 19 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	3.8871	-	3.8871	4.2464
Group 2	1.6561	2.2310	3.8871	4.2464

**Fund Manager's Review**

**Investment Objective and Policy**

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of companies (those domiciled, incorporated, having significant business or being listed) in the Asia Pacific region, excluding Japan. This region includes countries considered to be emerging markets as determined by the Investment Manager at its sole discretion. The Investment Manager is not restricted in terms of size, industry or geographical split.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI All Country Asia Pacific ex-Japan Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This

means the fund's investments and therefore performance may vary significantly from the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

**Performance and Portfolio Activity**

The fund generated positive returns over the period. Long-standing positions in companies with evident long-term growth prospects supported performance. Conviction holdings, notably in the health care sector such as Fisher & Paykel Healthcare and CSL added value. Upbeat results and an optimistic outlook on selected technology names, including semiconductor manufacturer MediaTek, also proved rewarding.

I bought a position in integrated sea and land logistics company SITC International Holdings and increased the exposure to Pacific Basin Shipping at undemanding valuations. Over the long term, these logistic players are expected to benefit from a shift in manufacturing bases of companies to the ASEAN region. Conversely, I sold holdings in Westpac Banking Group and China Life Insurance.

**Outlook**

Short-term demand prospects are weak due to the pandemic, and a real economic recovery is yet to be seen. Nonetheless, with favourable demographics, a focus on innovation and under-penetrated markets for products and services, Asia will experience structural growth.

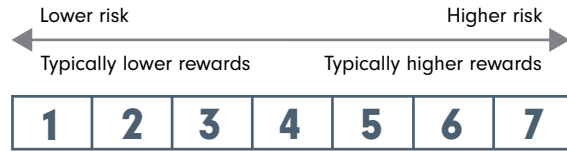
Polly Kwan  
Fund Manager  
30 June 2020

**Risk and Reward Indicator**

SRRI

Accumulation Shares

6



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- Liquidity is a measure of how easily an investment can be converted into cash. Under certain market conditions assets may be more difficult to sell.
- Emerging markets may be more volatile and it could be harder to sell or trade securities. There may be less supervision, regulation and less well-defined procedures than in more developed countries. Emerging markets can be sensitive to political instability, which can result in greater volatility and uncertainty, subjecting the fund to the risk of losses.

**Comparative Performance Table**

	<b>Accumulation Shares</b>		
	<b>2020</b>	<b>2019</b>	<b>2018</b>
Change in net assets (pence per share)			
Opening net asset value per share	611.36	577.79	520.55
Return before operating charges*	22.47	38.65	62.49
Operating charges	(5.72)	(5.08)	(5.25)
Return after operating charges*	16.75	33.57	57.24
Distributions	(8.32)	(11.90)	(8.55)
Retained distributions on accumulation shares	8.32	11.90	8.55
Closing net asset value per share	<u>628.11</u>	<u>611.36</u>	<u>577.79</u>
*after direct transaction costs of	0.95	0.69	0.93
<b>Performance</b>			
Return after charges	2.7%	5.8%	11.0%
<b>Other information</b>			
Closing net asset value (£'000)	170,663	163,854	166,944
Closing number of shares	27,170,914	26,801,472	28,893,453
Operating charges	0.95%	0.90%	0.94%
Direct transaction costs	0.16%	0.12%	0.17%
<b>Prices (pence per share)</b>			
Highest share price	650.80	611.80	599.90
Lowest share price	514.50	508.30	516.10

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		3,839		5,438
Revenue	5	4,006		4,794	
Expenses	6	(1,462)		(1,382)	
Interest payable and similar charges	8	(3)		(2)	
Net revenue/(expense) before taxation		2,541		3,410	
Taxation	7	(576)		(119)	
Net revenue/(expense) after taxation			1,965		3,291
<b>Total return before distributions</b>			<b>5,804</b>		<b>8,729</b>
Distributions	8		(2,205)		(3,299)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>3,599</b>		<b>5,430</b>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			163,854		166,944
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		22,033		11,156	
Amounts payable on cancellation of shares		(21,133)		(22,904)	
			900		(11,748)
Swing price adjustment			49		40
Change in net assets attributable to shareholders from investment activities (see above)			3,599		5,430
Retained distribution on accumulation shares	8		2,261		3,188
<b>Closing net assets attributable to shareholders</b>			<b>170,663</b>		<b>163,854</b>

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			168,921		159,489
<b>Current assets:</b>					
Debtors	9	1,081		1,447	
Cash and bank balances		1,469		3,590	
Total other assets			2,550		5,037
<b>Total assets</b>			<b>171,471</b>		<b>164,526</b>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(808)		(672)	
Total other liabilities			(808)		(672)
<b>Total liabilities</b>			<b>(808)</b>		<b>(672)</b>
<b>Net assets attributable to shareholders</b>			<b>170,663</b>		<b>163,854</b>

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	4,177	5,524
Other currency gains/(losses)	(295)	(52)
Transaction charges	(43)	(34)
Net capital gains/(losses)	<u>3,839</u>	<u>5,438</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	17	24
Overseas dividends	3,742	4,618
Overseas property income distributions	225	135
Overseas scrip dividends	12	-
Bank interest	10	17
Total revenue	<u>4,006</u>	<u>4,794</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,265	1,261
Service charges	79	79
Foreign exchange administration fees	9	6
	<u>1,353</u>	<u>1,346</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	16	9
Custody fees	43	46
	<u>59</u>	<u>55</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	42	(27)
	<u>50</u>	<u>(19)</u>
Total expenses	<u>1,462</u>	<u>1,382</u>

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	324	111
Overseas capital gains tax	252	8
Total current taxation	<u>576</u>	<u>119</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>2,541</u>	<u>3,410</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	508	682



**Notes to the Financial Statements**

Effects of:

Increase/(decrease) in unutilised management expenses	244	241
Overseas capital gains tax	252	8
Overseas tax expensed	(1)	-
Overseas taxation	324	111
Revenue not included for tax purposes	(751)	(923)
	<u>576</u>	<u>119</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £3,772,000 (2019: £3,528,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

**8 Finance costs**

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	2,261	3,188
Add: Revenue deducted on cancellation of shares	129	222
Deduct: Revenue received on issue of shares	(185)	(111)
Net distributions for the year	<u>2,205</u>	<u>3,299</u>
<b>Interest/other</b>		
Interest	3	2
Total finance costs	<u>2,208</u>	<u>3,301</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	1,965	3,291
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(12)	-
Overseas capital gains tax	252	8
	<u>2,205</u>	<u>3,299</u>

Details of the distribution per share is set out in the Distribution Statement.

**9 Debtors**

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	7	-
Sales awaiting settlement	248	288
Sales of currency awaiting settlement	295	382
Accrued revenue	531	777
Total debtors	<u>1,081</u>	<u>1,447</u>

**10 Other creditors**

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	86	157
Purchases of currency awaiting settlement	296	382
Accrued expenses	156	133
Foreign capital gains tax payable	270	-
Total other creditors	<u>808</u>	<u>672</u>

Notes to the Financial Statements

11 Financial instruments exposure

Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000	£'000	£'000
Australian Dollar	28,302	-	21		28,323
Chinese Yuan Renminbi	9,403	486	25		9,914
Euro	17	-	-		17
UK Pound	9	-	(421)		(412)
Hong Kong Dollar	59,312	-	377		59,689
Indonesian Rupiah	1,878	-	-		1,878
Indian Rupee	13,078	21	11		13,110
Korean Won	12,588	7	46		12,641
New Zealand Dollar	859	-	-		859
Philippine Peso	1,689	-	13		1,702
Singapore Dollar	5,332	50	-		5,382
Thai Baht	456	-	-		456
Taiwan Dollar	18,266	25	72		18,363
US Dollar	17,732	880	129		18,741
<b>Total</b>	<b>168,921</b>	<b>1,469</b>	<b>273</b>		<b>170,663</b>
30/06/19	£'000	£'000	£'000		£'000
Australian Dollar	26,623	-	47		26,670
Chinese Yuan Renminbi	4,855	2,646	-		7,501
Euro	11	-	-		11
Hong Kong Dollar	58,454	60	461		58,975
Indian Rupee	17,984	-	20		18,004
Indonesian Rupiah	3,850	-	-		3,850
Korean Won	17,310	7	67		17,384
Malaysian Ringgit	1,667	-	-		1,667
Philippine Peso	2,470	-	18		2,488
Singapore Dollar	3,921	-	-		3,921
Taiwan Dollar	13,366	23	164		13,553
Thai Baht	1,713	-	-		1,713
UK Pound	-	-	(196)		(196)
US Dollar	7,265	854	194		8,313
<b>Total</b>	<b>159,489</b>	<b>3,590</b>	<b>775</b>		<b>163,854</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2019: 1.00%).

Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

Equity derivatives

At the year end the fund holds no equity derivatives (2019: same).

Notes to the Financial Statements

12 Portfolio transaction costs

30/06/20					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	82,285	73	0.09	39	0.05
Corporate actions	35	-	-	-	-
Total	<u>82,320</u>	<u>73</u>		<u>39</u>	
Total including transaction costs	<u>82,432</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	80,905	47	0.06	91	0.11
Corporate actions	20	-	-	-	-
Total	<u>80,925</u>	<u>47</u>		<u>91</u>	
Total including transaction costs	<u>80,787</u>				
Total as a percentage of average net assets*		0.08 %		0.08 %	
30/06/19					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	59,799	39	0.06	30	0.05
Total	<u>59,799</u>	<u>39</u>		<u>30</u>	
Total including transaction costs	<u>59,868</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	69,403	41	0.06	84	0.12
Corporate actions	181	-	-	-	-
Total	<u>69,584</u>	<u>41</u>		<u>84</u>	
Total including transaction costs	<u>69,459</u>				
Total as a percentage of average net assets		0.05 %		0.07 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.14% (2019: 0.15%).

13 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	164,891	-	159,263	-
Level 2: Observable market data	3,886	-	3	-
Level 3: Unobservable data*	144	-	223	-
	<u>168,921</u>	<u>-</u>	<u>159,489</u>	<u>-</u>

\*It is the responsibility of the Fair Value Committee (FVC) to ensure pricing sources and methodologies used to value securities are appropriate as delegated by the ACD. Investments classified as using inputs that are not based on observable market data comprise fair value adjusted securities and single sourced bonds. In seeking to value such securities where no liquid market exists, the FVC will gather valuation related information from multiple internal and external sources. These sources include historic trading and pricing information (including grey market trades) and the views of internal security analysts. Internal security analysts have access to a range of material including, company specific news and earnings, cash flow forecasts, valuations of the underlying portfolio company and competitor company valuations within related industries and sectors to determine a valuation recommendation for each unlisted security. The FVC has the ability to apply discounts to security valuations. Management determines the discount based on its judgement, after considering market liquidity conditions and company specific factors such as the development stage of the portfolio company. Generally for fair valued securities and single source bonds where there is no price source from an active market, the FVC has applied judgement in determining the fair value. This fair value is established by using measures such as; suspended securities where the last traded price is used or the price of a recent transaction made by management or a third party which will also factor in a discount where negative news has been observed. Generally unlisted securities are valued at cost, a trade executed by another Fidelity Fund, grey market trades or at a nil value where companies have gone into liquidation, administration or are deemed worthless. Single sourced broker prices use data received from a single pricing vendor and stale prices use the most recent broker quote available. The valuation approaches used by FIL are fully transparent and aim to be consistent with industry standards and best practice principles, including guidance from the IPEV (International Private Equity and Venture Capital) Valuation Guidelines, International Organization of Securities Commissions (IOSCO) valuation principles and the required accounting standards. For further detail on the basis of valuation of investments please refer to note 1h) of the accounting policies section.

**Notes to the Financial Statements**

**14 Shares in issue reconciliation**

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	26,801,472	3,837,982	(3,468,540)	27,170,914

**15 Related parties**

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 10.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £117,000 (2019: £113,000) are included within accrued expenses in Note 10.

**16 Shareholders' funds**

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

**17 Post balance sheet event**

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	628.11	642.00	2.21

## Distribution Statement

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 23 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	8.3226	-	8.3226	11.8955
Group 2	3.5361	4.7865	8.3226	11.8955

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) debt instruments such as UK and overseas government and corporate bonds as well as high yield debt instruments (those with a rating of BB+/Ba1 or less from an internationally recognised rating agency) and emerging market debt.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager may, when selecting investments for the fund and for the purposes of monitoring risk, consider a blend of 50% ICE Bank of America Merrill Lynch 15+ Year UK Gilt Index and 50% ICE Bank of America Merrill Lynch 15+ Year Sterling Non-Gilt Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the blended index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted positive returns over the period, driven by positions in consumer cyclical and communication names. However, the allocation to the financials, utility and energy sectors detracted from performance. The interest rate strategy also held back gains. Core government bond yields fell as investors flocked towards safe haven assets amid the pandemic and its associated impact on economic growth.

We are positive on investment grade credit, which is reflected through a small long credit beta (a measure of the fund's sensitivity to credit spreads) position. Following the sell-off in March, we participated in some cheap new issues in investment grade bonds such as Berkshire Hathaway and DNB Bank. However, we took profits in subsequent months in Gilead Science and Walmart given the strong rally in credit.

### Outlook

We expect UK government bond (Gilts) yields to remain anchored at low levels for the foreseeable future as GDP expectations have declined significantly. We are also positive on investment grade credit. Even though credit spreads have tightened considerably since the sell-off, we are positive on valuations in light of central bank support.

Ian Fishwick, Sajiv Vaid & Kristian Atkinson  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

	SRRI
Accumulation Shares	5
Income Shares	5
Monthly Accumulation Shares	5



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	160.57	151.57	151.43	271.40	250.78	244.77
Return before operating charges*	24.74	13.08	4.47	42.01	21.85	7.23
Operating charges	(0.85)	(0.74)	(0.74)	(1.44)	(1.23)	(1.22)
Return after operating charges*	23.89	12.34	3.73	40.57	20.62	6.01
Distributions	(3.92)	(3.34)	(3.59)	(6.67)	(5.55)	(5.84)
Retained distributions on accumulation shares	-	-	-	6.67	5.55	5.84
Closing net asset value per share	180.54	160.57	151.57	311.97	271.40	250.78
*after direct transaction costs of	0.02	0.02	0.02	0.02	0.02	0.02
<b>Performance</b>						
Return after charges	13.6%	8.1%	2.5%	15.0%	8.2%	2.5%
<b>Other information</b>						
Closing net asset value (£'000)	615	802	1,300	39,127	36,017	51,596
Closing number of shares	340,646	499,312	857,836	12,541,870	13,270,939	20,574,501
Operating charges	0.49%	0.49%	0.49%	0.49%	0.49%	0.49%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	189.90	163.70	158.60	324.50	273.80	256.40
Lowest share price	148.70	144.90	146.40	254.10	239.70	239.50

### Monthly Accumulation Shares

	2020	2019	2018
Change in net assets (pence per share)			
Opening net asset value per share	1,334.68	1,233.21	1,203.66
Return before operating charges*	206.66	107.57	35.52
Operating charges	(7.10)	(6.10)	(5.97)
Return after operating charges*	199.56	101.47	29.55
Distributions	(32.79)	(27.31)	(28.69)
Retained distributions on accumulation shares	32.79	27.31	28.69
Closing net asset value per share	1,534.24	1,334.68	1,233.21
*after direct transaction costs of	0.02	0.02	0.02
<b>Performance</b>			
Return after charges	15.0%	8.2%	2.5%
<b>Other information</b>			
Closing net asset value (£'000)	77,238	71,743	67,414
Closing number of shares	5,034,269	5,375,301	5,466,541
Operating charges	0.49%	0.49%	0.49%
Direct transaction costs	0%	0%	0%
<b>Prices (pence per share)</b>			
Highest share price	1,596.00	1,346.00	1,261.00
Lowest share price	1,249.00	1,179.00	1,178.00

# Sterling Core Plus Bond Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		13,672		5,971
Revenue	5	3,718		3,984	
Expenses	6	(554)		(552)	
Interest payable and similar charges	8	(584)		(941)	
Net revenue/(expense) before taxation		2,580		2,491	
Taxation	7	-		-	
Net revenue/(expense) after taxation			2,580		2,491
<b>Total return before distributions</b>			16,252		8,462
Distributions	8		(2,580)		(2,491)
<b>Change in net assets attributable to shareholders from investment activities</b>			13,672		5,971

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		108,562		120,310
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	13,653		5,595	
Amounts payable on cancellation of shares	(21,553)		(25,823)	
		(7,900)		(20,228)
Swing price adjustment		97		74
Change in net assets attributable to shareholders from investment activities (see above)		13,672		5,971
Retained distribution on accumulation shares		2,549		2,435
<b>Closing net assets attributable to shareholders</b>		116,980		108,562

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			121,920		112,593
<b>Current assets:</b>					
Debtors	9	1,250		1,503	
Cash and bank balances	10	2,032		2,571	
Total other assets			3,282		4,074
<b>Total assets</b>			125,202		116,667
<b>Liabilities:</b>					
Investment liabilities			(7,292)		(6,147)
Creditors					
Distribution payable		(7)		(9)	
Other creditors	11	(923)		(1,949)	
Total other liabilities			(930)		(1,958)
<b>Total liabilities</b>			(8,222)		(8,105)
<b>Net assets attributable to shareholders</b>			116,980		108,562



## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	11,106	4,949
Gains/(losses) on derivative contracts	3,125	1,603
Gains/(losses) on forward currency contracts	(514)	(561)
Other currency gains/(losses)	(39)	(15)
Transaction charges	(6)	(5)
	<u>13,672</u>	<u>5,971</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	3,191	3,417
Derivative revenue	526	565
Bank interest	1	2
	<u>3,718</u>	<u>3,984</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	456	456
Service charges	57	57
Foreign exchange administration fees	2	2
	<u>515</u>	<u>515</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	14	13
Custody fees	6	7
	<u>20</u>	<u>20</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	9	7
	<u>19</u>	<u>17</u>
Total expenses	<u>554</u>	<u>552</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	2,580	2,491
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	516	498
Effects of:		
Interest distributions	(516)	(498)
Current tax charge/(credit)	-	-

Open ended investment companies are exempt from UK tax on capital gains. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	7	9
Interim	6	10
<b>Accumulation Shares</b>		
Final	449	388
Interim	410	559
<b>Monthly Accumulation Shares</b>		
Final	139	121
Interim	1,551	1,367
	2,562	2,454
Add: Revenue deducted on cancellation of shares	44	56
Deduct: Revenue received on issue of shares	(26)	(19)
Net distributions for the year	2,580	2,491
<b>Interest/other</b>		
Swap expenses	510	914
FX Hedging Expense	16	2
Currency amortisation	29	21
Interest	1	1
Derivative expense	28	3
	584	941
	3,164	3,432
Total finance costs		
Details of the distributions per share are set out in the Distribution Statement.		

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	1	17
Accrued revenue	1,249	1,486
Total debtors	1,250	1,503

## Notes to the Financial Statements

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,493	1,436
Cash and bank balances	539	1,135
<b>Total cash and bank balances</b>	<b>2,032</b>	<b>2,571</b>

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	1	2
Purchases awaiting settlement	732	1,719
Accrued expenses	62	55
Amounts payable on closure of derivative contract	128	173
<b>Total other creditors</b>	<b>923</b>	<b>1,949</b>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments		Cash balances	Debtors/(Creditors)	
30/06/20	£'000		£'000	£'000	£'000
Australian Dollar	60		1	5	66
Canadian Dollar	-		1	-	1
Swiss Franc	282		41	13	336
Euro	5,836		14	70	5,920
UK Pound	98,160		1,951	347	100,458
Japanese Yen	(8)		-	-	(8)
New Zealand Dollar	(533)		9	(29)	(553)
Swedish Krona	(11)		-	1	(10)
US Dollar	10,842		15	(87)	10,770
<b>Total</b>	<b>114,628</b>		<b>2,032</b>	<b>320</b>	<b>116,980</b>
<b>30/06/19</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	100		19	6	125
Canadian Dollar	-		1	-	1
Euro	8,472		6	114	8,592
Japanese Yen	8		28	1	37
New Zealand Dollar	(135)		22	(1)	(114)
Norwegian Krone	3		-	-	3
Swedish Krona	(385)		-	(45)	(430)
Swiss Franc	271		47	13	331
UK Pound	86,294		2,427	(714)	88,007
US Dollar	11,818		21	171	12,010
<b>Total</b>	<b>106,446</b>		<b>2,571</b>	<b>(455)</b>	<b>108,562</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

## Notes to the Financial Statements

### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	1	60	5	66
Canadian Dollar	1	-	-	1
Swiss Franc	41	290	13	344
Euro	259	6,667	125	7,051
UK Pound	3,523	96,747	1,017	101,287
Japanese Yen	4	-	-	4
New Zealand Dollar	9	-	38	47
Swedish Krona	-	2	1	3
US Dollar	662	15,529	208	16,399
<b>Total</b>	<b>4,500</b>	<b>119,295</b>	<b>1,407</b>	<b>125,202</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	30	1,043	20	1,093
Canadian Dollar	1	-	-	1
Euro	327	9,998	183	10,508
Japanese Yen	28	18	1	47
New Zealand Dollar	22	356	30	408
Norwegian Krone	-	-	62	62
Swedish Krona	-	-	15	15
Swiss Franc	47	280	13	340
UK Pound	3,957	84,732	1,201	89,890
US Dollar	619	13,290	394	14,303
<b>Total</b>	<b>5,031</b>	<b>109,717</b>	<b>1,919</b>	<b>116,667</b>

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	-	-	8	8
Euro	750	-	381	1,131
UK Pound^	231	-	117,578	117,809
Japanese Yen	-	12	-	12
New Zealand Dollar	571	-	29	600
Swedish Krona	-	13	-	13
US Dollar	5,153	-	476	5,629
<b>Total</b>	<b>6,705</b>	<b>25</b>	<b>118,472</b>	<b>125,202</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	954	-	14	968
Euro	217	1,197	502	1,916
Japanese Yen	-	10	-	10
New Zealand Dollar	491	-	31	522
Norwegian Krone	-	-	59	59
Swedish Krona	400	-	45	445
Swiss Franc	4	-	5	9
UK Pound^	113	-	110,332	110,445
US Dollar	1,835	-	458	2,293
<b>Total</b>	<b>4,014</b>	<b>1,207</b>	<b>111,446</b>	<b>116,667</b>

^ Includes £116,980,000 in respect of the fund's liability to redeem all shares (2019: £108,562,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

## Notes to the Financial Statements

### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2019: 0.00%).

### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 18.37% fall or rise in the fund's market value (2019: 17.49%).

### Credit rating risk

As at the year end 14.85% (2019: 8.23%) of the fund's market value was invested in securities rated as below investment grade, additionally 5.41% (2019: 4.44%) of the fund's market value was invested into securities for which no rating was available at the year end.

### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

### Interest rate swaps exposure

The fund invests into interest rate swaps to manage interest rate exposure. A 1% percent change in interest rates would lead to a change representing 1.45% of the fund's market value.

### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 2.51% of the fund's market value.

### Analysis of derivatives exposure

Value-at-Risk (VaR) analysis assesses potential losses for a given statistical confidence level and a specified time horizon. The company uses a 99% confidence level and a 20 trading day (approx. 1 calendar month) time horizon for its analysis. The model employed is based on a Monte Carlo simulation of market risk factors to simulate the expected changes to the valuation of individual assets held in a fund. The sum of these simulations provides the basis for the estimation process at fund level. The reliability of VaR analysis can be negatively affected by significant changes to the volatility of market risk factors as well as the deviation of actual market prices from those derived in the simulation framework. For this fund the lowest, the highest and the average utilisation of the value-at-risk limit calculated during the financial year are 39.20% (2019: 32.73%), 52.66% (2019: 56.93%) and 48.30% (2019: 48.24%) respectively. The model and inputs used for the VaR calculation are the Monte Carlo Simulation model with 5,000 simulations, 99% confidence level and 20 days holding period, Additionally as this fund is an Absolute VaR fund the reference portfolio is not used as part of limit.

## 13 Portfolio transaction costs

30/06/20

	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	62,411	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>62,411</u>	<u>2</u>		<u>-</u>	
Total including transaction costs	<u><u>62,413</u></u>				
Analysis of total sales costs	£'000	Commissions	%	Taxes	%
Bond	65,723	-	-	-	-
Corporate actions	37	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>65,760</u>	<u>2</u>		<u>-</u>	
Total including transaction costs	<u><u>65,758</u></u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

## Notes to the Financial Statements

30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	57,307	-	-	-	-
Derivative	-	3	-	-	-
Total	<u>57,307</u>	<u>3</u>		-	
Total including transaction costs	<u>57,310</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	66,863	-	-	-	-
Corporate actions	212	-	-	-	-
Derivative	-	3	-	-	-
Total	<u>67,075</u>	<u>3</u>		-	
Total including transaction costs	<u>67,072</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 1.00% (2019: 0.79%).

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	35,260	(151)	22,872	(190)
Level 2: Observable market data	86,660	(7,141)	89,721	(5,957)
Level 3: Unobservable data	-	-	-	-
	<u>121,920</u>	<u>(7,292)</u>	<u>112,593</u>	<u>(6,147)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	13,270,939	529,755	(1,258,824)	12,541,870
Income Shares	499,312	143,901	(302,567)	340,646
Monthly Accumulation Shares	5,375,301	842,253	(1,183,285)	5,034,269

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £44,000 (2019: £41,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
Bank of America	37	-	-	-	-	37
BNP Paribas	(26)	-	-	-	-	(26)
CIBC	(278)	-	-	-	-	(278)
Citibank	(8)	-	-	-	-	(8)
Citigroup Global Markets	-	-	-	1,820	-	1,820
Deutsche Bank	-	-	-	(209)	-	(209)
Goldman Sachs	-	-	-	(2,420)	-	(2,420)
HSBC Global Markets	8	-	-	-	-	8
JP Morgan	(82)	-	-	1,793	-	1,711
Morgan Stanley	-	1,827	-	(1,093)	406	1,140
National Australia Bank	3	-	-	-	-	3
UBS	-	-	(65)	(149)	1,087	873
<b>Total</b>	<b>(346)</b>	<b>1,827</b>	<b>(65)</b>	<b>(258)</b>	<b>1,493</b>	<b>2,651</b>

30/06/19

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
Bank of America	(16)	-	-	-	-	(16)
BNP Paribas	(5)	-	-	-	-	(5)
CIBC	4	-	-	-	-	4
Citigroup Global Markets	-	-	-	(432)	-	(432)
Deutsche Bank	-	-	-	(32)	-	(32)
Goldman Sachs	-	-	-	(257)	-	(257)
HSBC Global Markets	6	-	-	-	-	6
JP Morgan	(397)	1,827	-	252	-	1,682
Lloyd's	-	-	-	566	-	566
Morgan Stanley	-	-	-	(1,007)	967	(40)
Royal Bank of Canada	(227)	-	-	-	-	(227)
UBS	-	-	122	-	469	591
<b>Total</b>	<b>(635)</b>	<b>1,827</b>	<b>122</b>	<b>(910)</b>	<b>1,436</b>	<b>1,840</b>

### 18 Shareholders' funds

The fund has three share classes; Income Shares, Accumulation Shares and Monthly Accumulation Shares. The annual management charge on each share class is as follows:

Income Shares : 0.40%

Accumulation Shares : 0.40%

Monthly Accumulation Shares : 0.40%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Income Shares	180.54	177.09	(1.88)
Accumulation Shares	311.97	306.19	(1.85)
Monthly Accumulation Shares	1,534.24	1,505.77	(1.86)

# Sterling Core Plus Bond Fund

## Distribution Statement

for the year ended 30 June 2020

### Income Shares - final distribution No. 28 in pence per share

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/20	Amount distributed 31/08/19
Group 1	2.0945	-	2.0945	1.7477
Group 2	1.2317	0.8628	2.0945	1.7477

### Income Shares - interim distribution No. 27 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 29/02/20	Amount distributed 28/02/19
Group 1	1.8284	-	1.8284	1.5913
Group 2	1.2074	0.6210	1.8284	1.5913

### Accumulation Shares - final distribution No. 28 in pence per share

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	3.5783	-	3.5783	2.9218
Group 2	1.4413	2.1370	3.5783	2.9218

### Accumulation Shares - interim distribution No. 27 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 29/02/20	Amount accumulated 28/02/19
Group 1	3.0899	-	3.0899	2.6325
Group 2	1.3588	1.7311	3.0899	2.6325

### Monthly Accumulation Shares - final distribution No. 56 in pence per share

Group 1 - Shares purchased on or before 31 May 2020.

Group 2 - Shares purchased from 1 June 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 18/08/20	Amount accumulated 18/08/19
Group 1	2.7708	-	2.7708	2.2555
Group 2	2.0048	0.7660	2.7708	2.2555



## Distribution Statement

### Monthly Accumulation Shares - interim distributions in pence per share

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 2019/2020	Amount accumulated 2018/2019
Group 1				
Distribution No. 45	2.3704	-	2.3704	2.0105
Distribution No. 46	2.2131	-	2.2131	2.0506
Distribution No. 47	1.9903	-	1.9903	2.0861
Distribution No. 48	2.4792	-	2.4792	2.3019
Distribution No. 49	3.0217	-	3.0217	2.2354
Distribution No. 50	3.1209	-	3.1209	2.2609
Distribution No. 51	3.2212	-	3.2212	2.2587
Distribution No. 52	2.8575	-	2.8575	2.3585
Distribution No. 53	3.0073	-	3.0073	2.4961
Distribution No. 54	2.7598	-	2.7598	2.4688
Distribution No. 55	2.9806	-	2.9806	2.5310
Group 2				
Distribution No. 45	0.7983	1.5721	2.3704	2.0105
Distribution No. 46	0.6429	1.5702	2.2131	2.0506
Distribution No. 47	0.5225	1.4678	1.9903	2.0861
Distribution No. 48	0.9179	1.5613	2.4792	2.3019
Distribution No. 49	1.6191	1.4026	3.0217	2.2354
Distribution No. 50	0.0870	3.0339	3.1209	2.2609
Distribution No. 51	2.0420	1.1792	3.2212	2.2587
Distribution No. 52	0.3547	2.5028	2.8575	2.3585
Distribution No. 53	0.6198	2.3875	3.0073	2.4961
Distribution No. 54	0.0098	2.7500	2.7598	2.4688
Distribution No. 55	-	2.9806	2.9806	2.5310

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the ICE Bank of America Merrill Lynch Euro-Sterling Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund advanced over the period, supported by its interest rate risk exposure as investors flocked towards safe haven assets amid the COVID-19 crisis and its associated impact on economic growth. Credit exposure weighed on returns as credit spreads widened amid deteriorating risk sentiment. A preference for higher rated investment grade corporate bonds limited losses.

We are positive on investment grade credit, which is reflected through a small long credit beta (a measure of the fund's sensitivity to credit spreads) position. Following the sell-off in March, we participated in some cheap new issues in US dollar investment grade bonds such as Nike and Disney. We took profits in subsequent months in Walmart and Pepsico given the strong rally in credit.

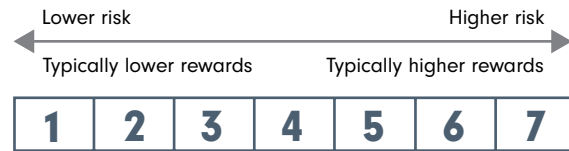
### Outlook

We expect UK government bond (Gilts) yields to remain anchored at low levels for the foreseeable future as GDP expectations have declined significantly. We are also positive on investment grade credit. Even though credit spreads have tightened considerably since the sell-off, we are positive on valuations in light of central bank support.

Ian Fishwick, Sajiv Vaid & Kristian Atkinson  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

	SRRI
Accumulation Shares	4
Income Shares	4



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	132.12	127.70	129.87	273.82	258.32	256.17
Return before operating charges*	10.37	8.14	1.69	21.56	16.63	3.26
Operating charges	(0.59)	(0.55)	(0.57)	(1.22)	(1.13)	(1.11)
Return after operating charges*	9.78	7.59	1.12	20.34	15.50	2.15
Distributions	(3.31)	(3.17)	(3.29)	(6.90)	(6.45)	(6.52)
Retained distributions on accumulation shares	-	-	-	6.90	6.45	6.52
Closing net asset value per share	<b>138.59</b>	<b>132.12</b>	<b>127.70</b>	<b>294.16</b>	<b>273.82</b>	<b>258.32</b>
*after direct transaction costs of	-	0.01	0.01	-	0.01	0.01
<b>Performance</b>						
Return after charges	6.1%	5.9%	0.9%	7.4%	6.0%	0.8%
<b>Other information</b>						
Closing net asset value (£'000)	192,686	205,209	245,682	143,605	146,662	169,728
Closing number of shares	139,037,252	155,318,837	192,382,768	48,818,682	53,561,102	65,704,662
Operating charges	0.43%	0.43%	0.43%	0.43%	0.43%	0.43%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	141.80	134.40	133.70	297.40	275.10	264.00
Lowest share price	125.00	125.90	128.30	262.10	255.50	256.10

# Sterling Corporate Bond Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		16,473		10,253
Revenue	5	11,477		12,656	
Expenses	6	(1,489)		(1,644)	
Interest payable and similar charges	8	(1,573)		(1,626)	
Net revenue/(expense) before taxation		8,415		9,386	
Taxation	7	-		-	
Net revenue/(expense) after taxation			8,415		9,386
<b>Total return before distributions</b>			24,888		19,639
Distributions	8		(8,415)		(9,386)
<b>Change in net assets attributable to shareholders from investment activities</b>			16,473		10,253

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		351,871		415,410
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	46,269		44,362	
Amounts payable on cancellation of shares	(81,944)		(69,917)	
In specie cancellation of shares	-		(52,181)	
		(35,675)		(77,736)
Swing price adjustment		252		175
Change in net assets attributable to shareholders from investment activities (see above)		16,473		10,253
Retained distribution on accumulation shares		3,370		3,769
<b>Closing net assets attributable to shareholders</b>		336,291		351,871

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			335,867		358,021
<b>Current assets:</b>					
Debtors	9	4,561		4,612	
Cash and bank balances	10	4,637		5,418	
Total other assets			9,198		10,030
<b>Total assets</b>			345,065		368,051
<b>Liabilities:</b>					
Investment liabilities			(3,808)		(7,627)
Creditors					
Distribution payable		(2,347)		(2,570)	
Other creditors	11	(2,619)		(5,983)	
Total other liabilities			(4,966)		(8,553)
<b>Total liabilities</b>			(8,774)		(16,180)
<b>Net assets attributable to shareholders</b>			336,291		351,871

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	16,912	13,175
Gains/(losses) on derivative contracts	1,149	(1,001)
Gains/(losses) on forward currency contracts	(1,714)	(1,881)
Other currency gains/(losses)	133	(33)
Transaction charges	(7)	(7)
	<u>16,473</u>	<u>10,253</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	10,893	12,287
Derivative revenue	580	364
Bank interest	4	5
	<u>11,477</u>	<u>12,656</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,221	1,344
Service charges	174	192
Foreign exchange administration fees	2	2
	<u>1,397</u>	<u>1,538</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	36	38
Custody fees	20	26
	<u>56</u>	<u>64</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	26	32
	<u>36</u>	<u>42</u>
Total expenses	<u>1,489</u>	<u>1,644</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	8,415	9,386
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	1,683	1,877
Effects of:		
Interest distributions	(1,683)	(1,877)
Current tax charge/(credit)	-	-

Open ended investment companies are exempt from UK tax on capital gains. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	2,347	2,570
Interim	2,697	2,385
<b>Accumulation Shares</b>		
Final	1,728	1,814
Interim	1,642	1,955
	<b>8,414</b>	<b>8,724</b>
Add: Revenue deducted on cancellation of shares	255	358
Deduct: Revenue received on issue of shares	(254)	(213)
Add: Revenue deducted on in specie shares	-	517
Net distributions for the year	<b>8,415</b>	<b>9,386</b>
<b>Interest/other</b>		
Swap expenses	1,216	1,205
FX Hedging Expense	14	7
Currency amortisation	256	335
Interest	2	2
Derivative expense	85	77
	<b>1,573</b>	<b>1,626</b>
Total finance costs	<b>9,988</b>	<b>11,012</b>

Details of the distributions per share are set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	652	127
Accrued revenue	3,909	4,485
Total debtors	<b>4,561</b>	<b>4,612</b>

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	2,959	3,322
Cash and bank balances	1,678	2,096
Total cash and bank balances	<b>4,637</b>	<b>5,418</b>

## Notes to the Financial Statements

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	227	101
Purchases awaiting settlement	2,174	5,555
Accrued expenses	139	143
Amounts payable on closure of derivative contract	79	184
	<u>2,619</u>	<u>5,983</u>
Total other creditors	<u>2,619</u>	<u>5,983</u>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
	£'000	£'000	£'000	£'000	£'000
<b>30/06/20</b>					
Australian Dollar	340	-	14	354	
Canadian Dollar	-	1	-	1	
Swiss Franc	425	10	25	460	
Euro	18,056	1	167	18,224	
UK Pound	257,327	4,618	(649)	261,296	
Japanese Yen	(22)	-	-	(22)	
New Zealand Dollar	(932)	6	(36)	(962)	
Swedish Krona	(16)	-	2	(14)	
US Dollar	56,881	1	72	56,954	
<b>Total</b>	<b>332,059</b>	<b>4,637</b>	<b>(405)</b>	<b>336,291</b>	
<b>30/06/19</b>					
Australian Dollar	192	23	8	223	
Euro	23,692	1	272	23,965	
Japanese Yen	14	55	1	70	
New Zealand Dollar	(274)	31	(15)	(258)	
Norwegian Krone	-	6	-	6	
Swedish Krona	(673)	-	(76)	(749)	
Swiss Franc	483	58	25	566	
UK Pound	290,262	5,201	(4,696)	290,767	
US Dollar	36,698	43	540	37,281	
<b>Total</b>	<b>350,394</b>	<b>5,418</b>	<b>(3,941)</b>	<b>351,871</b>	

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

#### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid		Total assets
			£'000	£'000	
<b>30/06/20</b>					
Australian Dollar	-	340	14	354	
Canadian Dollar	1	-	-	1	
Swiss Franc	10	427	25	462	
Euro	755	19,381	238	20,374	
UK Pound	12,235	241,550	11,816	265,601	
Japanese Yen	5	-	-	5	
New Zealand Dollar	6	-	62	68	
Swedish Krona	-	1	2	3	
US Dollar	1	57,474	722	58,197	
<b>Total</b>	<b>13,013</b>	<b>319,173</b>	<b>12,879</b>	<b>345,065</b>	

## Notes to the Financial Statements

30/06/19	£'000	£'000	£'000	£'000
Australian Dollar	23	1,170	23	1,216
Euro	968	26,224	355	27,547
Japanese Yen	55	31	1	87
New Zealand Dollar	31	356	30	417
Norwegian Krone	6	-	-	6
Swiss Franc	58	494	25	577
UK Pound	11,814	268,537	18,910	299,261
US Dollar	43	38,345	552	38,940
<b>Total</b>	<b>12,998</b>	<b>335,157</b>	<b>19,896</b>	<b>368,051</b>

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	-	2	-	2
Euro	737	327	1,086	2,150
UK Pound <sup>^</sup>	-	-	340,596	340,596
Japanese Yen	-	27	-	27
New Zealand Dollar	994	-	36	1,030
Swedish Krona	-	17	-	17
US Dollar	-	-	1,243	1,243
<b>Total</b>	<b>1,731</b>	<b>373</b>	<b>342,961</b>	<b>345,065</b>

30/06/19	£'000	£'000	£'000	£'000
Australian Dollar	978	-	15	993
Euro	260	2,023	1,299	3,582
Japanese Yen	-	17	-	17
New Zealand Dollar	630	-	45	675
Swedish Krona	673	-	76	749
Swiss Franc	11	-	-	11
UK Pound <sup>^</sup>	124	-	360,241	360,365
US Dollar	-	-	1,659	1,659
<b>Total</b>	<b>2,676</b>	<b>2,040</b>	<b>363,335</b>	<b>368,051</b>

<sup>^</sup> Includes £336,291,000 in respect of the fund's liability to redeem all shares (2019: £351,871,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.02% rise or fall in the fund's market value (2019: 0%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 8.04% fall or rise in the fund's market value (2019: 7.94%).

#### Credit rating risk

As at the year end 12.74% (2019: 7.62%) of the fund's market value was invested in securities rated as below investment grade, additionally 7.94% (2019: 6.70%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

#### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2019: A 1% change in interest rates would lead to a change representing 0.45% of the fund's market value).

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2019: A 2% change in credit spreads would lead to a change representing 0.51% of the fund's market value).

#### Leverage risk



## Notes to the Financial Statements

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 24.51% (2019: 44.51%).

### 13 Portfolio transaction costs

30/06/20					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	204,846	-	-	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>204,846</b>	<b>5</b>			
Total including transaction costs	<u>204,851</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	233,688	-	-	-	-
Corporate actions	537	-	-	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>234,225</b>	<b>5</b>			
Total including transaction costs	<u>234,220</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/19					
	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	186,821	-	-	-	-
Derivative	-	6	-	-	-
<b>Total</b>	<b>186,821</b>	<b>6</b>			
Total including transaction costs	<u>186,827</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	204,615	-	-	-	-
Corporate actions	3,682	-	-	-	-
In-specie	51,930	-	-	-	-
Derivative	-	7	-	-	-
<b>Total</b>	<b>260,227</b>	<b>7</b>			
Total including transaction costs	<u>260,220</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.92% (2019: 0.66%).

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	18,601	(278)	8,231	(884)
Level 2: Observable market data	317,266	(3,530)	349,790	(6,743)
Level 3: Unobservable data	-	-	-	-
	<u>335,867</u>	<u>(3,808)</u>	<u>358,021</u>	<u>(7,627)</u>

## Notes to the Financial Statements

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	53,561,102	2,173,341	(6,915,761)	48,818,682
Income Shares	155,318,837	29,570,702	(45,852,287)	139,037,252

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £111,000 (2019: £117,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency Contracts		Collateral - Stock £'000	Futures £'000	Swaps £'000	Collateral - Cash £'000	Grand Total £'000
	£'000	£'000					
Bank of America	62	-	-	-	-	-	62
BNP Paribas	(12)	-	-	-	-	-	(12)
Citibank	(30)	-	-	-	-	-	(30)
Citigroup Global Markets	-	-	-	-	(413)	-	(413)
Deutsche Bank	-	-	-	-	210	-	210
JP Morgan	(445)	-	-	-	-	-	(445)
Morgan Stanley	-	1,984	-	-	355	114	2,453
National Australia Bank	(4)	-	-	-	-	-	(4)
Societe Generale	(26)	-	-	-	-	-	(26)
State Street	(847)	-	-	-	-	-	(847)
UBS	-	-	-	(102)	(218)	2,845	2,525
Total	<u>(1,302)</u>	<u>1,984</u>		<u>(102)</u>	<u>(66)</u>	<u>2,959</u>	<u>3,473</u>

30/06/19

Broker	Currency Contracts		Collateral - Stock £'000	Futures £'000	Swaps £'000	Collateral - Cash £'000	Grand Total £'000
	£'000	£'000					
BNP Paribas	(16)	-	-	-	-	-	(16)
Goldman Sachs	-	-	-	-	506	-	506
HSBC Global Markets	17	-	-	-	-	-	17
Morgan Stanley	-	1,284	-	-	(1,769)	1,393	908
National Australia Bank	(1)	-	-	-	-	-	(1)
Royal Bank of Canada	(975)	-	-	-	-	-	(975)
Societe Generale	(1,008)	-	-	-	-	-	(1,008)
UBS	-	-	-	(661)	-	1,929	1,268
Total	<u>(1,983)</u>	<u>1,284</u>		<u>(661)</u>	<u>(1,263)</u>	<u>3,322</u>	<u>699</u>

### 18 Shareholders' funds

The fund has two share classes; Income Shares and Accumulation Shares. The annual management charge on each share class is as follows:

Income Shares : 0.35%

Accumulation Shares : 0.35%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Income Shares	138.59	140.00	1.02
Accumulation Shares	294.16	297.10	1.00

# Sterling Corporate Bond Fund

## Distribution Statement

for the year ended 30 June 2020

### Income Shares - final distribution No. 41 in pence per share

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/20	Amount distributed 31/08/19
Group 1	1.6883	-	1.6883	1.6547
Group 2	0.6911	0.9972	1.6883	1.6547

### Income Shares - interim distribution No. 40 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 29/02/20	Amount distributed 28/02/19
Group 1	1.6202	-	1.6202	1.5154
Group 2	1.1179	0.5023	1.6202	1.5154

### Accumulation Shares - final distribution No. 35 in pence per share

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	3.5400	-	3.5400	3.3864
Group 2	1.5006	2.0394	3.5400	3.3864

### Accumulation Shares - interim distribution No. 34 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 29/02/20	Amount accumulated 28/02/19
Group 1	3.3574	-	3.3574	3.0649
Group 2	1.7555	1.6019	3.3574	3.0649

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider a blend of 50% iBoxx Sterling Non-Gilt Index and 50% iBoxx Sterling Gilts Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund advanced over the period, supported by its interest rate risk exposure as investors flocked towards safe haven assets amid the COVID-19 crisis and its associated impact on economic growth. Credit exposure weighed on returns as credit spreads widened amid deteriorating risk sentiment. A preference for higher rated investment grade corporate bonds limited losses.

We are positive on investment grade credit, which is reflected through a small long credit beta (a measure of the fund's sensitivity to credit spreads) position. Following the sell-off in March, we participated in some cheap new issues in US dollar investment grade bonds such as Nike and Disney. We took profits in subsequent months in United Parcel Service and Pepsico given the strong rally in credit.

### Outlook

We expect UK government bond (Gilts) yields to remain anchored at low levels for the foreseeable future as GDP expectations have declined significantly. We are also positive on investment grade credit. Even though credit spreads have tightened considerably since the sell-off, we are positive on valuations in light of central bank support.

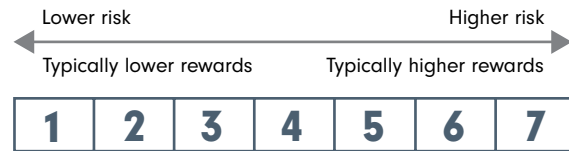
Ian Fishwick, Sajiv Vaid & Kristian Atkinson  
Fund Managers  
30 June 2020

## Risk and Reward Indicator

SRRI

Accumulation Shares

4



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.

## Comparative Performance Table

	Accumulation Shares		
	2020	2019	2018
Change in net assets (pence per share)			
Opening net asset value per share	220.90	208.22	204.75
Return before operating charges*	21.96	13.58	4.35
Operating charges	(0.97)	(0.90)	(0.88)
Return after operating charges*	20.99	12.68	3.47
Distributions	(4.21)	(4.10)	(4.26)
Retained distributions on accumulation shares	4.21	4.10	4.26
Closing net asset value per share	<b>241.89</b>	<b>220.90</b>	<b>208.22</b>
*after direct transaction costs of	0.01	0.01	0.01
<b>Performance</b>			
Return after charges	9.5%	6.1%	1.7%
<b>Other information</b>			
Closing net asset value (£'000)	991,365	628,690	593,702
Closing number of shares	409,836,143	284,609,107	285,129,117
Operating charges	0.42%	0.42%	0.43%
Direct transaction costs	0%	0%	0%
<b>Prices (pence per share)</b>			
Highest share price	245.30	222.00	211.20
Lowest share price	214.00	203.80	203.20

# UK Aggregate Bond Fund

## Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		56,998		21,667
Revenue	5	19,422		13,247	
Expenses	6	(3,353)		(2,080)	
Interest payable and similar charges	8	(1,540)		(1,621)	
Net revenue/(expense) before taxation		14,529		9,546	
Taxation	7	-		-	
Net revenue/(expense) after taxation			14,529		9,546
<b>Total return before distributions</b>			71,527		31,213
Distributions	8		(14,529)		(9,546)
<b>Change in net assets attributable to shareholders from investment activities</b>			56,998		21,667

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		628,690		593,702
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	316,145		216,115	
Amounts payable on cancellation of shares	(26,839)		(213,704)	
		289,306		2,411
Swing price adjustment		416		744
Change in net assets attributable to shareholders from investment activities (see above)		56,998		21,667
Retained distribution on accumulation shares		15,955		10,166
<b>Closing net assets attributable to shareholders</b>		991,365		628,690

## Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			988,267		636,021
<b>Current assets:</b>					
Debtors	9	9,824		6,745	
Cash and bank balances	10	9,623		3,975	
Total other assets			19,447		10,720
<b>Total assets</b>			1,007,714		646,741
<b>Liabilities:</b>					
Investment liabilities			(9,415)		(7,604)
Creditors					
Bank overdrafts			-	(14)	
Other creditors	11	(6,934)		(10,433)	
Total other liabilities			(6,934)		(10,447)
<b>Total liabilities</b>			(16,349)		(18,051)
<b>Net assets attributable to shareholders</b>			991,365		628,690

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	60,315	24,328
Gains/(losses) on derivative contracts	921	(159)
Gains/(losses) on forward currency contracts	(3,897)	(2,458)
Other currency gains/(losses)	(335)	(38)
Transaction charges	(6)	(6)
	<u>56,998</u>	<u>21,667</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	17,764	12,709
Derivative revenue	1,650	529
Bank interest	8	9
	<u>19,422</u>	<u>13,247</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	2,801	1,721
Service charges	400	246
Foreign exchange administration fees	2	2
	<u>3,203</u>	<u>1,969</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	63	43
Custody fees	34	22
	<u>97</u>	<u>65</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	43	36
	<u>53</u>	<u>46</u>
Total expenses	<u>3,353</u>	<u>2,080</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	14,529	9,546
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	2,906	1,909
Effects of:		
Interest distributions	(2,906)	(1,909)
Current tax charge/(credit)	-	-

Open ended investment companies are exempt from UK tax on capital gains. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	8,716	6,073
Interim	7,239	4,093
	15,955	10,166
Add: Revenue deducted on cancellation of shares	113	554
Deduct: Revenue received on issue of shares	(1,539)	(1,174)
Net distributions for the year	14,529	9,546
<b>Interest/other</b>		
Swap expenses	970	1,161
FX Hedging Expense	62	26
Currency amortisation	267	411
Interest	5	4
Derivative expense	236	19
	1,540	1,621
Total finance costs	16,069	11,167

Details of the distributions per share are set out in the Distribution Statement.

### 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	944	552
Accrued revenue	8,880	6,085
Sales of currency awaiting settlement	-	108
Total debtors	9,824	6,745

### 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	6,431	2,090
Cash and bank balances	3,192	1,885
Total cash and bank balances	9,623	3,975



## Notes to the Financial Statements

### 11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	141	49
Purchases awaiting settlement	6,297	9,835
Accrued expenses	364	235
Amounts payable on closure of derivative contract	132	206
Purchases of currency awaiting settlement	-	108
	<u>6,934</u>	<u>10,433</u>
Total other creditors	<u>6,934</u>	<u>10,433</u>

### 12 Financial instruments exposure

#### Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments		Cash balances	Debtors/(Creditors)	
30/06/20	£'000		£'000	£'000	£'000
Australian Dollar	1,540		1	56	1,597
Canadian Dollar	-		1	-	1
Swiss Franc	477		6	20	503
Euro	61,891		306	707	62,904
UK Pound	796,451		9,072	2,601	808,124
Japanese Yen	(64)		-	(1)	(65)
Norwegian Krone	-		8	-	8
New Zealand Dollar	(1,875)		24	(80)	(1,931)
Swedish Krona	(37)		-	5	(32)
US Dollar	120,469		205	(418)	120,256
<b>Total</b>	<b>978,852</b>		<b>9,623</b>	<b>2,890</b>	<b>991,365</b>
<b>30/06/19</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	305		-	24	329
Canadian Dollar	-		1	-	1
Euro	32,729		3	396	33,128
Japanese Yen	10		53	1	64
New Zealand Dollar	(425)		40	(18)	(403)
Norwegian Krone	-		9	-	9
Swedish Krona	(845)		-	(86)	(931)
Swiss Franc	504		1	17	522
UK Pound	545,763		3,717	(4,574)	544,906
US Dollar	50,376		137	552	51,065
<b>Total</b>	<b>628,417</b>		<b>3,961</b>	<b>(3,688)</b>	<b>628,690</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

## Notes to the Financial Statements

### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	1	1,540	56	1,597
Canadian Dollar	1	-	-	1
Swiss Franc	6	556	21	583
Euro	1,429	66,100	817	68,346
UK Pound	19,344	783,855	10,017	813,216
Norwegian Krone	8	-	-	8
New Zealand Dollar	24	-	-	24
Swedish Krona	-	10	5	15
US Dollar	205	122,347	1,372	123,924
<b>Total</b>	<b>21,018</b>	<b>974,408</b>	<b>12,288</b>	<b>1,007,714</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	1,893	66	1,959
Canadian Dollar	1	-	-	1
Euro	1,442	33,186	447	35,075
Japanese Yen	53	44	1	98
New Zealand Dollar	40	538	48	626
Norwegian Krone	9	-	-	9
Swiss Franc	1	504	17	522
UK Pound	12,446	537,071	5,783	555,300
US Dollar	137	52,334	680	53,151
<b>Total</b>	<b>14,129</b>	<b>625,570</b>	<b>7,042</b>	<b>646,741</b>

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	-	79	1	80
Euro	1,910	-	3,532	5,442
UK Pound <sup>^</sup>	-	-	996,457	996,457
Japanese Yen	-	64	1	65
New Zealand Dollar	1,875	-	80	1,955
Swedish Krona	-	47	-	47
US Dollar	-	-	3,668	3,668
<b>Total</b>	<b>3,785</b>	<b>190</b>	<b>1,003,739</b>	<b>1,007,714</b>
<b>30/06/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	1,589	-	41	1,630
Euro	333	-	1,614	1,947
Japanese Yen	-	34	-	34
New Zealand Dollar	964	-	65	1,029
Swedish Krona	845	-	86	931
UK Pound <sup>^</sup>	269	-	638,815	639,084
US Dollar	-	-	2,086	2,086
<b>Total</b>	<b>4,000</b>	<b>34</b>	<b>642,707</b>	<b>646,741</b>

<sup>^</sup> Includes £991,365,000 in respect of the fund's liability to redeem all shares (2019: £628,690,000).

The interest rate risk profile of the fund's fixed rate financial assets was:

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2019: 0.00%).

## Notes to the Financial Statements

### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 10.48% fall or rise in the fund's market value (2019: 10.18%).

### Credit rating risk

As at the year end 8.32% (2019: 4.21%) of the fund's market value was invested in securities rated as below investment grade, additionally 4.31% (2019: 4.38%) of the fund's market value was invested into securities for which no rating was available at the year end.

### Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2019: A 1% change in interest rates would lead to a change representing 0.40% of the fund's market value).

### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 1.03% (2019: 0.98%) of the fund's market value.

### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 23.88% (2019: 36.68%).

## 13 Portfolio transaction costs

30/06/20

	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	523,820	-	-	-	-
Derivative	-	9	-	-	-
Total	<u>523,820</u>	<u>9</u>		-	
Total including transaction costs	<u>523,829</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	229,851	-	-	-	-
Corporate actions	100	-	-	-	-
Derivative	-	9	-	-	-
Total	<u>229,951</u>	<u>9</u>		-	
Total including transaction costs	<u>229,942</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/19

	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	352,309	-	-	-	-
Derivative	-	8	-	-	-
Total	<u>352,309</u>	<u>8</u>		-	
Total including transaction costs	<u>352,317</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	289,506	-	-	-	-
Corporate actions	3,896	-	-	-	-
Derivative	-	9	-	-	-
Total	<u>293,402</u>	<u>9</u>		-	
Total including transaction costs	<u>293,393</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.54% (2019: 0.35%).

## Notes to the Financial Statements

### 14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	462,981	(635)	336,960	(919)
Level 2: Observable market data	525,286	(8,780)	299,061	(6,685)
Level 3: Unobservable data	-	-	-	-
	<u>988,267</u>	<u>(9,415)</u>	<u>636,021</u>	<u>(7,604)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	284,609,107	136,917,857	(11,690,821)	409,836,143

### 16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £323,000 (2019: £205,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency		Futures	Swaps	Collateral - Cash	Grand Total
	Contracts	Collateral - Stock				
	£'000	£'000	£'000	£'000	£'000	£'000
BNP Paribas	(146)	-	-	-	-	(146)
CIBC	(1,544)	-	-	-	-	(1,544)
Citibank	(91)	-	-	-	-	(91)
Citigroup Global Markets	-	-	-	(632)	-	(632)
Deutsche Bank	-	-	-	135	-	135
Goldman Sachs	-	-	-	50	-	50
HSBC Global Markets	-	-	-	567	-	567
JP Morgan	(30)	-	-	-	-	(30)
Lloyd's	-	-	-	349	-	349
Morgan Stanley	-	4,362	-	1,522	483	6,367
National Australia Bank	3	-	-	-	-	3
Nomura	-	-	-	530	-	530
Royal Bank of Canada	(2,860)	-	-	-	-	(2,860)
UBS	-	-	(307)	(476)	5,948	5,165
Total	<u>(4,668)</u>	<u>4,362</u>	<u>(307)</u>	<u>2,045</u>	<u>6,431</u>	<u>7,863</u>

30/06/19

Broker	Currency		Futures	Swaps	Collateral - Cash	Grand Total
	Contracts	Collateral - Stock				
	£'000	£'000	£'000	£'000	£'000	£'000
BNP Paribas	(28)	-	-	-	-	(28)
Deutsche Bank	-	-	-	56	-	56
HSBC Global Markets	-	-	-	202	-	202
Lloyd's	-	-	-	131	-	131
Morgan Stanley	-	1,193	-	445	63	1,701
Royal Bank of Canada	(1,238)	-	-	-	-	(1,238)
Societe Generale	(1,356)	-	-	-	-	(1,356)
UBS	-	-	(682)	-	2,027	1,345
Total	<u>(2,622)</u>	<u>1,193</u>	<u>(682)</u>	<u>834</u>	<u>2,090</u>	<u>813</u>

## Notes to the Financial Statements

### 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.35%

The distributions per share class are given in the Distribution Statement.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	241.89	240.50	(0.57)

## Distribution Statement

for the year ended 30 June 2020

### Accumulation Shares - final distribution No. 28 in pence per share

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	2.1266	-	2.1266	2.1337
Group 2	1.1739	0.9527	2.1266	2.1337

### Accumulation Shares - interim distribution No. 27 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 29/02/20	Amount accumulated 28/02/19
Group 1	2.0868	-	2.0868	1.9685
Group 2	0.8741	1.2127	2.0868	1.9685

**Fund Manager's Review**

**Investment Objective and Policy**

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of UK companies (those domiciled, incorporated or having significant business in the UK) selected by the Investment Manager based on both qualitative and quantitative criteria, providing a blended exposure to a diversified range of underlying investment styles. The fund may also invest a proportion of its assets in global companies listed in the UK.

The fund is actively managed without reference to a benchmark.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

**Performance and Portfolio Activity**

The fund delivered negative returns over the period, primarily due to holdings in the oil & gas and financials sectors. At a stock level, shares in BP and Royal Dutch Shell declined. On a positive note, the allocation to pharmaceuticals firm AstraZeneca and technology company Apple added value. Over the period, positions were purchased in retail company Tesco and e-commerce company Amazon.com. Meanwhile, shares in HSBC Holdings and International Airlines Group were sold.

**Outlook**

The outlook for the UK remains uncertain given the unprecedented nature of the virus. While policy responses have been meaningful, markets are still vulnerable to an uptick in volatility due to uncertainty over the UK's trading status with Europe.

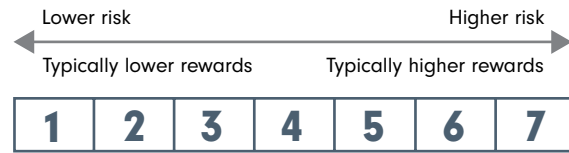
Nick Peters & Ayesha Akbar  
Fund Managers  
30 June 2020

**Risk and Reward Indicator**

SRRI

Accumulation Shares

5



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.

## Comparative Performance Table

	Accumulation Shares		
	2020	2019	2018
Change in net assets (pence per share)			
Opening net asset value per share	430.86	440.03	421.21
Return before operating charges*	(36.48)	(5.48)	22.58
Operating charges	(3.76)	(3.69)	(3.76)
Return after operating charges*	(40.24)	(9.17)	18.82
Distributions	(11.33)	(11.74)	(9.50)
Retained distributions on accumulation shares	11.33	11.74	9.50
Closing net asset value per share	<u>390.62</u>	<u>430.86</u>	<u>440.03</u>
*after direct transaction costs of	1.23	1.27	1.38
<b>Performance</b>			
Return after charges	(9.3%)	(2.1%)	4.5%
<b>Other information</b>			
Closing net asset value (£'000)	151,384	266,324	328,352
Closing number of shares	38,755,090	61,811,528	74,620,736
Operating charges	0.89%	0.88%	0.89%
Direct transaction costs	0.29%	0.30%	0.33%
<b>Prices (pence per share)</b>			
Highest share price	476.40	443.50	448.80
Lowest share price	310.10	376.00	397.30



### Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(22,962)		(17,693)
Revenue	5	8,163		10,961	
Expenses	6	(1,941)		(2,568)	
Interest payable and similar charges	8	-		(1)	
Net revenue/(expense) before taxation		6,222		8,392	
Taxation	7	(144)		(121)	
Net revenue/(expense) after taxation			6,078		8,271
<b>Total return before distributions</b>			<b>(16,884)</b>		<b>(9,422)</b>
Distributions	8		(6,076)		(8,166)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>(22,960)</b>		<b>(17,588)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			266,324		328,352
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		15,394		17,978	
Amounts payable on cancellation of shares		(111,949)		(69,796)	
			(96,555)		(51,818)
Swing price adjustment			184		124
Change in net assets attributable to shareholders from investment activities (see above)			(22,960)		(17,588)
Retained distribution on accumulation shares	8		4,391		7,254
<b>Closing net assets attributable to shareholders</b>			<b>151,384</b>		<b>266,324</b>

### Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			148,823		258,021
<b>Current assets:</b>					
Debtorsh	9	674		1,662	
Cash and bank balances		2,210		7,375	
Total other assets			2,884		9,037
<b>Total assets</b>			<b>151,707</b>		<b>267,058</b>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(323)		(734)	
Total other liabilities			(323)		(734)
<b>Total liabilities</b>			<b>(323)</b>		<b>(734)</b>
<b>Net assets attributable to shareholders</b>			<b>151,384</b>		<b>266,324</b>

## Notes to the Financial Statements

## 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

## 2 Equalisation

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

## 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

## 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	(22,907)	(17,705)
Gains/(losses) on derivative contracts	87	-
Other currency gains/(losses)	(121)	31
Transaction charges	(21)	(19)
Net capital gains/(losses)	<u>(22,962)</u>	<u>(17,693)</u>

## 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
UK dividend distributions	671	58
Derivative revenue	4	-
ACD fee rebate/waiver to income	159	211
UK dividends	5,911	8,990
UK property income distributions	94	143
UK property income scrip dividends	2	-
Overseas dividends	1,302	1,426
Bank interest	20	25
Underwriting commission	-	3
UK scrip dividends	-	105
Total revenue	<u>8,163</u>	<u>10,961</u>

## 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,772	2,350
Service charges	111	147
Foreign exchange administration fees	3	4
	<u>1,886</u>	<u>2,501</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	26	33
Custody fees	4	6
	<u>30</u>	<u>39</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	17	20
	<u>25</u>	<u>28</u>
Total expenses	<u>1,941</u>	<u>2,568</u>

## Notes to the Financial Statements

## 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	144	121
Total current taxation	<u>144</u>	<u>121</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>6,222</u>	<u>8,392</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	1,244	1,678
Effects of:		
Increase/(decrease) in unutilised management expenses	333	437
Overseas taxation	144	121
Revenue not included for tax purposes	<u>(1,577)</u>	<u>(2,115)</u>
Current tax charge/(credit)	<u>144</u>	<u>121</u>

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £25,002,000 (2019: £24,669,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

## 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	4,391	7,254
Add: Revenue deducted on cancellation of shares	2,061	1,153
Deduct: Revenue received on issue of shares	<u>(376)</u>	<u>(241)</u>
Net distribution for the year	<u>6,076</u>	<u>8,166</u>
<b>Interest/other</b>		
Interest	<u>-</u>	<u>1</u>
Total finance costs	<u>6,076</u>	<u>8,167</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	6,078	8,271
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	-	(105)
UK Property Income scrip dividends	<u>(2)</u>	<u>-</u>
	<u>6,076</u>	<u>8,166</u>

Details of the distribution per share is set out in the Distribution Statement.

## 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Amounts receivable for issue of shares	9	-
Sales awaiting settlement	213	157
Accrued revenue	380	1,171
ACD fee rebate/waiver recoverable	9	15
UK income tax recoverable	22	21
Overseas tax recoverable	41	93
Sales of currency awaiting settlement	<u>-</u>	<u>205</u>
Total debtors	<u>674</u>	<u>1,662</u>

## Notes to the Financial Statements

## 10 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	121	259
Purchases awaiting settlement	75	64
Accrued expenses	127	206
Purchases of currency awaiting settlement	-	205
	<u>323</u>	<u>734</u>
Total other creditors	<u>323</u>	<u>734</u>

## 11 Financial instruments exposure

## Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000	£'000	£'000
Swiss Franc	1,640	-	-	-	1,640
Danish Krone	1,613	-	23	-	1,636
Euro	2,817	-	-	-	2,817
UK Pound	131,680	2,193	312	-	134,185
Norwegian Krone	974	-	-	-	974
US Dollar	10,099	17	16	-	10,132
<b>Total</b>	<b>148,823</b>	<b>2,210</b>	<b>351</b>	<b>351</b>	<b>151,384</b>
30/06/19	£'000	£'000	£'000	£'000	£'000
Danish Krone	2,209	-	16	-	2,225
Euro	1,611	137	-	-	1,748
Swiss Franc	2,310	-	-	-	2,310
UK Pound	245,459	3,468	1,006	-	249,933
US Dollar	6,432	3,770	(94)	-	10,108
<b>Total</b>	<b>258,021</b>	<b>7,375</b>	<b>928</b>	<b>928</b>	<b>266,324</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

## Interest rate risk profile

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

## Fair value of financial assets and financial liabilities

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

## Market value sensitivity analysis

## Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.13% rise or fall in the fund's market value (2019: 0.09%).

## Other price risk

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

## Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2019: same).

## Notes to the Financial Statements

## 12 Portfolio transaction costs

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	123,947	52	0.04	505	0.41
Mutual Fund	3,753	-	-	-	0.01
Corporate actions	171	-	-	-	-
Total	<u>127,871</u>	<u>52</u>		<u>505</u>	
Total including transaction costs	<u>128,428</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	202,263	81	0.04	2	-
Mutual Fund	11,443	-	-	-	-
Corporate actions	342	-	-	-	-
Total	<u>214,048</u>	<u>81</u>		<u>2</u>	
Total including transaction costs	<u>213,965</u>				
Total as a percentage of average net assets*		0.06 %		0.23 %	
30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	179,237	76	0.04	717	0.40
Mutual Fund	3,440	-	0.01	2	0.07
Corporate actions	937	-	-	-	-
Total	<u>183,614</u>	<u>76</u>		<u>719</u>	
Total including transaction costs	<u>184,409</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	220,911	96	0.04	2	-
Mutual Fund	7,327	-	-	-	-
Corporate actions	1,106	-	-	-	-
Total	<u>229,344</u>	<u>96</u>		<u>2</u>	
Total including transaction costs	<u>229,246</u>				
Total as a percentage of average net assets		0.06 %		0.25 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.12% (2019: 0.08%).

## 13 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	134,603	-	232,426	-
Level 2: Observable market data	14,220	-	25,595	-
Level 3: Unobservable data	-	-	-	-
	<u>148,823</u>	<u>-</u>	<u>258,021</u>	<u>-</u>

## 14 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	61,811,528	4,288,656	(27,345,094)	38,755,090

## Notes to the Financial Statements

### 15 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 10.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £108,000 (2019: £184,000) are included within accrued expenses in Note 10.

Amounts rebated from the ACD in respect of the ACD fee rebate/waiver to income are included in note 5 and amounts receivable at the year end are included within the ACD fee rebate/waiver recoverable in note 9.

### 16 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

### 17 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Accumulation Shares	390.62	386.50	(1.05)

**Distribution Statement**

for the year ended 30 June 2020

Accumulation Shares - final distribution No. 23 in pence per share

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 30 June 2020.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	11.3299	-	11.3299	11.7351
Group 2	2.7617	8.5682	11.3299	11.7351

**Fund Manager's Review**

**Investment Objective and Policy**

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) UK Government debt instruments.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability. The fund uses a systematic investment approach. This means that the Investment Manager uses a more rules-based approach when implementing the portfolio construction.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the FTSE Actuaries UK Gilts All Stocks Index. However, the Investment Manager has a limited degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary from, but is unlikely to be significantly different to, the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

**Performance and Portfolio Activity**

The fund advanced over the period, supported by its interest rate risk exposure as investors flocked towards safe haven assets amid the COVID-19 crisis and its associated impact on economic growth. The small exposure to high quality corporate bonds also added value.

We retained a broadly neutral duration (sensitivity to changes in interest rates) position given the low level of UK government bond (Gilt) yields. We are keeping the fund nimble and will use any rise in yields as a tactical opportunity to add duration. Following the sell-off in March, we participated in some attractive new issues in US dollar investment grade bonds such as Nike and Disney. However, we took profits these names in subsequent months given the strong rally in credit.

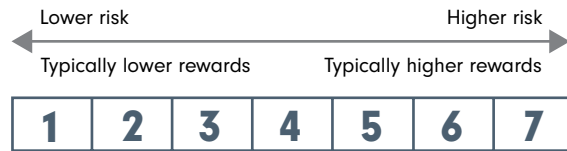
**Outlook**

We expect Gilt yields to remain anchored at low levels for the foreseeable future as GDP expectations have declined significantly. We believe that the Bank of England will continue to act to limit any upward pressure on Gilt yields as the financial system remains sensitive to rising yields amid an ever-increasing global debt burden.

Lucette Yvernault & Iliia Chelomianski  
Fund Managers  
30 June 2020

**Risk and Reward Indicator**

	SRRI
Accumulation Shares	4
Income Shares	4



The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.



**Comparative Performance Table**

	Income Shares			Accumulation Shares		
	2020	2019	2018	2020	2019	2018
Change in net assets (pence per share)						
Opening net asset value per share	141.50	136.61	136.08	239.82	228.40	224.14
Return before operating charges*	17.93	7.29	3.02	30.58	12.22	5.01
Operating charges	(0.49)	(0.49)	(0.45)	(0.84)	(0.80)	(0.75)
Return after operating charges*	17.44	6.80	2.57	29.74	11.42	4.26
Distributions	(1.94)	(1.91)	(2.04)	(3.30)	(3.20)	(3.37)
Retained distributions on accumulation shares	-	-	-	3.30	3.20	3.37
Closing net asset value per share	<b>157.00</b>	<b>141.50</b>	<b>136.61</b>	<b>269.56</b>	<b>239.82</b>	<b>228.40</b>
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	11.7%	5.0%	1.9%	12.4%	5.0%	1.9%
<b>Other information</b>						
Closing net asset value (£'000)	38,736	43,483	62,741	26,417	13,408	125,087
Closing number of shares	24,672,521	30,729,494	45,927,217	9,800,056	5,590,614	54,767,145
Operating charges	0.15%	0.36%	0.33%	0.15%	0.35%	0.33%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	161.30	143.30	140.10	275.20	241.20	230.70
Lowest share price	141.60	132.00	132.30	240.30	220.80	219.60

### Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		7,168		1,459
Revenue	5	1,284		1,578	
Expenses	6	(220)		(259)	
Interest payable and similar charges	8	(191)		(310)	
Net revenue/(expense) before taxation		873		1,009	
Taxation	7	-		-	
Net revenue/(expense) after taxation			873		1,009
<b>Total return before distributions</b>			8,041		2,468
Distributions	8		(873)		(1,009)
<b>Change in net assets attributable to shareholders from investment activities</b>			7,168		1,459

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	30/06/20		30/06/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		56,891		187,828
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	24,965		11,321	
Amounts payable on cancellation of shares	(24,224)		(144,018)	
		741		(132,697)
Swing price adjustment		26		108
Change in net assets attributable to shareholders from investment activities (see above)		7,168		1,459
Retained distribution on accumulation shares		327		193
<b>Closing net assets attributable to shareholders</b>		65,153		56,891

### Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			64,587		57,035
<b>Current assets:</b>					
Debtors	9	591		662	
Cash and bank balances	10	829		1,003	
Total other assets			1,420		1,665
<b>Total assets</b>			66,007		58,700
<b>Liabilities:</b>					
Investment liabilities			(534)		(698)
Creditors					
Distribution payable		(227)		(305)	
Other creditors	11	(93)		(806)	
Total other liabilities			(320)		(1,111)
<b>Total liabilities</b>			(854)		(1,809)
<b>Net assets attributable to shareholders</b>			65,153		56,891

## Notes to the Financial Statements

## 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

## 2 Equalisation

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

## 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

## 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Gains/(losses) on non-derivative securities	6,690	1,603
Gains/(losses) on derivative contracts	510	(15)
Gains/(losses) on forward currency contracts	40	(123)
Other currency gains/(losses)	(69)	(1)
Transaction charges	(3)	(5)
	<u>7,168</u>	<u>1,459</u>
Net capital gains/(losses)	<u>7,168</u>	<u>1,459</u>

## 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Interest on securities	1,170	1,486
Derivative revenue	112	90
Bank interest	2	2
	<u>1,284</u>	<u>1,578</u>
Total revenue	<u>1,284</u>	<u>1,578</u>

## 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	164	187
Service charges	31	37
Foreign exchange administration fees	1	1
	<u>196</u>	<u>225</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	7	9
Custody fees	2	2
	<u>9</u>	<u>11</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	5	13
	<u>15</u>	<u>23</u>
Total expenses	<u>220</u>	<u>259</u>

## Notes to the Financial Statements

## 7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	873	1,009
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	175	202
Effects of:		
Interest distributions	(175)	(202)
Current tax charge/(credit)	-	-

Open ended investment companies are exempt from UK tax on capital gains. The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

## 8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	227	305
Interim	299	294
<b>Accumulation Shares</b>		
Final	154	93
Interim	173	100
	853	792
Add: Revenue deducted on cancellation of shares	81	267
Deduct: Revenue received on issue of shares	(61)	(50)
Net distributions for the year	873	1,009
<b>Interest/other</b>		
Swap expenses	160	267
FX Hedging Expense	-	2
Currency amortisation	21	35
Interest	1	1
Derivative expense	9	5
	191	310
	1,064	1,319
Total finance costs		
Details of the distributions per share are set out in the Distribution Statement.		

## 9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Accrued revenue	591	585
Amounts receivable for issue of shares	-	77
Total debtors	591	662

## 10 Cash and bank balances

	30/06/20	30/06/19
	£'000	£'000
Amounts held at futures clearing houses and brokers	388	126
Cash and bank balances	441	877
Total cash and bank balances	829	1,003

Notes to the Financial Statements

11 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Amounts payable for cancellation of shares	59	6
Accrued expenses	22	29
Amounts payable on closure of derivative contract	12	34
Purchases awaiting settlement	-	737
	<u>93</u>	<u>806</u>
Total other creditors	<u>93</u>	<u>806</u>

12 Financial instruments exposure

Currency exposure

A portion of the financial assets of the fund are denominated in currencies other than UK Pound, which is the fund's base currency, with the effect that the Balance Sheet and total return can be affected by currency movements.

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments		Cash balances	Debtors/(Creditors)	
30/06/20	£'000		£'000	£'000	£'000
Australian Dollar	146		42	5	193
Canadian Dollar	-		1	-	1
Swiss Franc	55		20	3	78
Euro	685		1	-	686
UK Pound	62,069		761	235	63,065
Japanese Yen	(2)		-	-	(2)
New Zealand Dollar	(189)		1	(6)	(194)
Swedish Krona	(4)		-	-	(4)
US Dollar	1,293		3	34	1,330
<b>Total</b>	<b>64,053</b>		<b>829</b>	<b>271</b>	<b>65,153</b>
<b>30/06/19</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	38		4	5	47
Canadian Dollar	-		1	-	1
Euro	783		1	-	784
Japanese Yen	2		14	-	16
New Zealand Dollar	(53)		4	(1)	(50)
Swedish Krona	(102)		-	(12)	(114)
Swiss Franc	64		22	5	91
UK Pound	53,412		944	(470)	53,886
US Dollar	2,193		13	24	2,230
<b>Total</b>	<b>56,337</b>		<b>1,003</b>	<b>(449)</b>	<b>56,891</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets was:

30/06/20	£'000	£'000	£'000	£'000
Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
Australian Dollar	42	148	5	195
Canadian Dollar	1	-	-	1
Swiss Franc	20	55	4	79
Euro	124	794	36	954
UK Pound	3,080	59,740	552	63,372
Japanese Yen	2	-	-	2
New Zealand Dollar	1	-	13	14
US Dollar	3	1,282	105	1,390
<b>Total</b>	<b>3,273</b>	<b>62,019</b>	<b>715</b>	<b>66,007</b>

**Notes to the Financial Statements**

30/06/19	£'000	£'000	£'000	£'000
Australian Dollar	9	270	5	284
Canadian Dollar	1	-	-	1
Swiss Franc	22	102	7	131
Euro	158	694	6	858
UK Pound	3,488	50,891	621	55,000
Japanese Yen	14	5	-	19
New Zealand Dollar	4	69	6	79
US Dollar	13	2,274	41	2,328
<b>Total</b>	<b>3,709</b>	<b>54,305</b>	<b>686</b>	<b>58,700</b>

The interest rate risk profile of the fund's financial liabilities was:

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	-	-	2	2
Swiss Franc	-	1	-	1
Euro	167	-	101	268
UK Pound <sup>^</sup>	-	-	65,460	65,460
Japanese Yen	-	4	-	4
New Zealand Dollar	201	-	7	208
Swedish Krona	-	4	-	4
US Dollar	-	-	60	60
<b>Total</b>	<b>368</b>	<b>9</b>	<b>65,630</b>	<b>66,007</b>

30/06/19	£'000	£'000	£'000	£'000
Australian Dollar	236	-	1	237
Swiss Franc	38	-	2	40
Euro	34	-	40	74
UK Pound <sup>^</sup>	23	5	57,977	58,005
Japanese Yen	-	3	-	3
New Zealand Dollar	122	-	7	129
Swedish Krona	102	-	12	114
US Dollar	-	-	98	98
<b>Total</b>	<b>555</b>	<b>8</b>	<b>58,137</b>	<b>58,700</b>

<sup>^</sup> Includes £65,153,000 in respect of the fund's liability to redeem all shares (2019: £56,891,000).

**Fair value of financial assets and financial liabilities**

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

**Market value sensitivity analysis**

**Currency risk**

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2019: 0.00%).

**Interest rate risk**

A rise or fall of 1% in global interest rates is likely to result in a 12.68% fall or rise in the fund's market value (2019: 11.44%).

**Credit rating risk**

As at the year end 1.49% (2019: 0.37%) of the fund's market value was invested in securities rated as below investment grade, additionally 4.90% (2019: 6.80%) of the fund's market value was invested into securities for which no rating was available at the year end.

**Other price risk**

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

**Interest rate swaps exposure**

At the year end the fund holds no interest rate swaps that could impact it significantly (2019: same).

**Bond futures**

At the year end the fund holds no derivatives that could impact it significantly (2019: same).

**Leverage risk**

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 24.22% (2019: 42.55%).

Notes to the Financial Statements

13 Portfolio transaction costs

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	45,866	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>45,866</u>	<u>1</u>		-	
Total including transaction costs	<u>45,867</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	44,206	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>44,206</u>	<u>1</u>		-	
Total including transaction costs	<u>44,205</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	26,202	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>26,202</u>	<u>1</u>		-	
Total including transaction costs	<u>26,203</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	157,365	-	-	-	-
Corporate actions	114	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>157,479</u>	<u>1</u>		-	
Total including transaction costs	<u>157,478</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.30% (2019: 0.22%).

14 Basis of valuation

	30/06/20	30/06/20	30/06/19	30/06/19
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	50,346	(8)	42,244	(52)
Level 2: Observable market data	14,241	(526)	14,791	(646)
Level 3: Unobservable data	-	-	-	-
	<u>64,587</u>	<u>(534)</u>	<u>57,035</u>	<u>(698)</u>

15 Shares in issue reconciliation

	Shares in issue as at 30/06/19	Issued shares	Cancelled shares	Shares in issue as at 30/06/20
Accumulation Shares	5,590,614	6,325,741	(2,116,299)	9,800,056
Income Shares	30,729,494	6,220,000	(12,276,973)	24,672,521

16 Related parties

The ACD, FIL Investment Services (UK) Limited, is regarded as a related party under FRS 102 because it provides key management personnel services to the authorised fund.

The ACD acts as principal on all transactions of shares in the fund. The aggregate monies received through issues and paid through cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders, and the amounts due to, and from, the ACD in respect of share transactions at the year end are disclosed in Notes 9 and 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £8,000 (2019: £14,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

## 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
Bank of America	11	-	-	-	-	11
BNP Paribas	38	-	-	-	-	38
CIBC	15	-	-	-	-	15
Citibank	6	-	-	-	-	6
Citigroup Global Markets	-	-	-	(70)	-	(70)
HSBC Global Markets	5	-	-	-	-	5
JP Morgan	(21)	-	-	-	-	(21)
Morgan Stanley	-	237	-	81	140	458
National Australia Bank	(1)	-	-	-	-	(1)
State Street	(88)	-	-	-	-	(88)
UBS	-	-	(8)	(44)	248	196
Total	<u>(35)</u>	<u>237</u>	<u>(8)</u>	<u>(33)</u>	<u>388</u>	<u>549</u>

30/06/19

Broker	Currency	Collateral - Stock	Futures	Swaps	Collateral - Cash	Grand Total
	Contracts					
	£'000	£'000	£'000	£'000	£'000	£'000
BNP Paribas	(3)	-	-	-	-	(3)
Citibank	2	-	-	-	-	2
JP Morgan	(27)	-	-	-	-	(27)
Morgan Stanley	-	89	-	25	22	136
National Australia Bank	(5)	-	-	-	-	(5)
Royal Bank of Canada	(50)	-	-	-	-	(50)
UBS	-	-	(35)	-	104	69
Total	<u>(83)</u>	<u>89</u>	<u>(35)</u>	<u>25</u>	<u>126</u>	<u>122</u>

## 18 Shareholders' funds

The fund has two share classes; Income Shares and Accumulation Shares. The annual management charge on each share class is as follows:

Income Shares : 0.15%

Accumulation Shares : 0.15%

The distributions per share class are given in the Distribution Statement. All classes have the same rights on winding up.

## 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/20	NAV as at 01/09/20	Increase/(decrease)%
Income Shares	157.00	152.80	(2.68)
Accumulation Shares	269.56	262.39	(2.66)



**Distribution Statement**

for the year ended 30 June 2020

**Income Shares - final distribution No. 41 in pence per share**

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/20	Amount distributed 31/08/19
Group 1	0.9212	-	0.9212	0.9911
Group 2	0.6175	0.3037	0.9212	0.9911

**Income Shares - interim distribution No. 40 in pence per share**

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 29/02/20	Amount distributed 28/02/19
Group 1	1.0179	-	1.0179	0.9151
Group 2	0.5762	0.4417	1.0179	0.9151

**Accumulation Shares - final distribution No. 35 in pence per share**

Group 1 - Shares purchased on or before 31 December 2019.

Group 2 - Shares purchased from 1 January 2020 to 30 June 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/20	Amount accumulated 31/08/19
Group 1	1.5723	-	1.5723	1.6680
Group 2	0.9103	0.6620	1.5723	1.6680

**Accumulation Shares - interim distribution No. 34 in pence per share**

Group 1 - Shares purchased on or before 30 June 2019.

Group 2 - Shares purchased from 1 July 2019 to 31 December 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 29/02/20	Amount accumulated 28/02/19
Group 1	1.7250	-	1.7250	1.5298
Group 2	1.0387	0.6863	1.7250	1.5298

### Statement of Total Return

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		2		2,026
Revenue	5	5		342	
Expenses	6	-		(143)	
Interest payable and similar charges	8	-		(2)	
Net revenue/(expense) before taxation		5		197	
Taxation	7	31		(7)	
Net revenue/(expense) after taxation			36		190
<b>Total return before distributions</b>			38		2,216
Distributions	8		-		(190)
<b>Change in net assets attributable to shareholders from investment activities</b>			38		2,026

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			46		126,014
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		-		5,192	
Amounts payable on cancellation of shares		-		(38,782)	
In specie cancellation of shares		-		(94,454)	
			-		(128,044)
Swing price adjustment			-		50
Change in net assets attributable to shareholders from investment activities (see above)			38		2,026
<b>Closing net assets attributable to shareholders</b>			84		46

### Balance Sheet

as at 30 June 2020

	Note	30/06/20		30/06/19	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
<b>Current assets:</b>					
Debtors	9	112		205	
Cash and bank balances		2		141	
Total other assets			114		346
<b>Total assets</b>			114		346
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(30)		(300)	
Total other liabilities			(30)		(300)
<b>Total liabilities</b>			(30)		(300)
<b>Net assets attributable to shareholders</b>			84		46

## Notes to the Financial Statements

### 1 Accounting policies

The fund's financial statements have been prepared in accordance with the Company Accounting Policies and Risk Management sections.

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2019: nil).

### 4 Net capital gains/(losses)

	30/06/20	30/06/19
	£'000	£'000
Other currency gains/(losses)	2	(19)
Transaction charges	-	(27)
Compensation payments	-	(80)
Gains/(losses) on non-derivative securities	-	2,155
Gains/(losses) on derivative contracts	-	(3)
	<u>2</u>	<u>2,026</u>

### 5 Revenue

	30/06/20	30/06/19
	£'000	£'000
Derivative revenue	-	1
Overseas dividends	-	150
Taxable interest	5	-
UK dividends	-	162
Overseas scrip dividends	-	27
UK dividend distributions	-	2
	<u>5</u>	<u>342</u>

### 6 Expenses

	30/06/20	30/06/19
	£'000	£'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	-	130
Service charges	-	8
Foreign exchange administration fees	-	3
	<u>-</u>	<u>141</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	-	2
Custody fees	-	1
	<u>-</u>	<u>3</u>
Other expenses:		
Other operating expenses	-	(1)
	<u>-</u>	<u>(1)</u>
Total expenses	<u>-</u>	<u>143</u>

The ACD is responsible for payment of the audit fee of the fund amounting to £7,280 (plus VAT).

Notes to the Financial Statements

7 Taxation

	30/06/20	30/06/19
	£'000	£'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	(31)	7
Total current taxation	<u>(31)</u>	<u>7</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>5</u>	<u>197</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2019: 20%).	1	39
Effects of:		
Increase/(decrease) in unutilised management expenses	-	25
Overseas taxation	(31)	7
Revenue not included for tax purposes	(1)	(64)
Current tax charge/(credit)	<u>(31)</u>	<u>7</u>

Open ended investment companies are exempt from UK tax on capital gains. The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £4,389,000 (2019: £4,389,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

8 Finance costs

	30/06/20	30/06/19
	£'000	£'000
<b>Distributions</b>		
Equalisation		
Add: Revenue deducted on cancellation of shares	-	48
Add: Revenue deducted on in specie shares	-	142
Net distribution for the year	<u>-</u>	<u>190</u>
<b>Interest/other</b>		
Interest	<u>-</u>	<u>2</u>
Total finance costs	<u>-</u>	<u>192</u>

9 Debtors

	30/06/20	30/06/19
	£'000	£'000
Overseas tax recoverable	<u>112</u>	<u>205</u>
Total debtors	<u>112</u>	<u>205</u>

10 Other creditors

	30/06/20	30/06/19
	£'000	£'000
Accrued expenses	<u>30</u>	<u>300</u>
Total other creditors	<u>30</u>	<u>300</u>

## Notes to the Financial Statements

## 11 Financial instruments exposure

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures		Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/20	£'000	£'000	£'000		£'000
Danish Krone	-	-	56		56
Euro	-	-	26		26
UK Pound	-	2	-		2
<b>Total</b>	<b>-</b>	<b>2</b>	<b>82</b>		<b>84</b>
30/06/19	£'000	£'000	£'000		£'000
Danish Krone	-	-	74		74
Euro	-	-	130		130
Swiss Franc	-	-	1		1
UK Pound	-	141	(300)		(159)
<b>Total</b>	<b>-</b>	<b>141</b>	<b>(95)</b>		<b>46</b>

The currency disclosure provided is based on the trading currency of the investments and foreign currency contracts. For further information on risk disclosures refer to the Risk management policies section.

**Interest rate risk profile**

The only interest bearing financial instruments in the fund are its bank balances and/or amounts held at futures clearing houses and brokers.

**Fair value of financial assets and financial liabilities**

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

**Market value sensitivity analysis****Currency risk**

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0% rise or fall in the fund's market value (2019: 0%).

**Other price risk**

Fluctuations in securities and underlying funds prices will directly be reflected in the fund's market value.

**Portfolio Statement**

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Information Technology - (19.09%)</b>		
32,422	Microsoft	5,243	3.68
15,172	Apple	4,475	3.14
57,617	Cisco Systems	2,167	1.52
16,571	Fidelity National Information Services	1,771	1.24
40,662	Micron Technology	1,628	1.14
31,166	Oracle	1,391	0.98
28,741	Intel	1,365	0.96
21,360	PTC	1,329	0.93
8,904	Global Payments	1,209	0.85
7,596	Salesforce.com	1,135	0.80
57,973	KBR	1,082	0.76
19,858	Amdocs	974	0.68
8,788	Check Point Software Technologies	761	0.53
7,754	NXP Semiconductors	705	0.49
22,531	Genpact	663	0.47
8,507	Leidos Holdings	639	0.45
2,790	FLEETCOR Technologies	560	0.39
6,896	Fiserv	545	0.38
6,214	Qualcomm	451	0.32
55,248	Ericsson (B)	409	0.29
9,125	Dell Technologies (C)	400	0.28
4,930	Xilinx	369	0.26
7,066	Applied Materials	340	0.24
7,143	SS&C Technologies	322	0.23
2,262	Citrix Systems	267	0.19
2,773	SYNNEX	266	0.19
5,722	Ciena	248	0.17
1,697	IPG Photonics	217	0.15
1,414	Workday (A)	215	0.15
16,117	DXC Technology	211	0.15
3,772	Advanced Energy Industries	201	0.14
2,107	CDW	196	0.14
3,517	New Relic	193	0.14
25,349	Sabre	164	0.12
8,788	Nutanix (A)	163	0.11
1,491	Coherent	161	0.11
2,669	Cree	127	0.09
695	Visa (A)	108	0.08
1,143	MKS Instruments	103	0.07
424	MasterCard (A)	101	0.07
9,273	Viavi Solutions	96	0.07
20,847	Innoviz Technology Service C + Preferred Shs	89	0.06
1,404	Cognex	67	0.05
		<b>33,126</b>	<b>23.24</b>
	<b>Financials - (21.40%)</b>		
2,047,353	Fidelity US Quality Income UCITS ETF	11,148	7.82
76,934	Morgan Stanley	2,962	2.08
21,757	JPMorgan Chase	1,649	1.16
11,145	Berkshire Hathaway	1,608	1.13
9,239	Willis Towers Watson	1,452	1.02
7,221	Goldman Sachs Group	1,139	0.80

Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
12,586	Marsh & McLennan	1,080	0.76
47,008	Wells Fargo	985	0.69
7,484	Nasdaq	717	0.50
2,709	Fairfax Financial Holdings	665	0.47
7,119	The Travelers Companies	655	0.46
7,056	Northern Trust	438	0.31
7,754	Tradeweb Markets (A)	373	0.26
6,309	SEI Investments	273	0.19
2,800	First Republic Bank San Francisco	240	0.17
8,885	Charles Schwab	237	0.17
10,810	Bank of The Ozarks	199	0.14
2,578	Cboe Global Markets	194	0.14
7,958	Texas Capital Bancshares	188	0.13
612	SVB Financial Group	103	0.07
844	Transferwise	86	0.06
805	Transferwise Pdf Perpetual	82	0.06
0	Fidelity Institutional Liquidity Fund - USD A Acc	1	0.00
		<b>26,474</b>	<b>18.57</b>
	<b>Health Care - (11.17%)</b>		
103,668	Pfizer	2,758	1.94
7,470	UnitedHealth Group	1,765	1.24
22,187	AbbVie	1,744	1.22
37,010	Bristol-Myers Squibb	1,744	1.22
17,437	AmerisourceBergen	1,407	0.99
15,089	Abbott Laboratories	1,095	0.77
14,816	Baxter International	1,017	0.71
10,233	Alexion Pharmaceuticals	928	0.65
6,603	McKesson	816	0.57
9,245	HCA Healthcare	725	0.51
53,754	Mylan	700	0.49
12,552	CVS Health	659	0.46
54,852	Heron Therapeutics	637	0.45
13,683	Horizon Therapeutics	616	0.43
2,565	Anthem	542	0.38
4,052	PerkinElmer	316	0.22
5,833	Centene	297	0.21
9,058	Boston Scientific	256	0.18
1,735	Stryker	251	0.18
6,882	Genus	241	0.17
166	Lonza Group	71	0.05
		<b>18,585</b>	<b>13.04</b>
	<b>Communication Services - (8.93%)</b>		
3,243	Alphabet (A)	3,693	2.59
35,125	T-Mobile US	3,033	2.13
28,062	Activision Blizzard	1,726	1.21
8,547	Facebook (A)	1,537	1.08
52,424	Liberty Global (C)	918	0.64
48,023	Altice USA (A)	886	0.62
24,899	Comcast (A)	790	0.55
15,897	Verizon Communications	709	0.50
1,301	Charter Communications (A)	539	0.38
422	Alphabet (C)	480	0.34

**Portfolio Statement**

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
53,003	Pearson	307	0.22
592	Walt Disney	54	0.04
35,125	T-Mobile US (Rights 28/07/2020)	6	0.00
		<b>14,678</b>	<b>10.30</b>
	<b>Consumer Discretionary - (6.96%)</b>		
1,968	Amazon.com	4,299	3.02
12,808	NIKE (B)	1,001	0.70
11,040	Dollar Tree	843	0.59
7,359	Lowe's	801	0.56
10,921	Hasbro	656	0.46
3,664	Burlington Stores	592	0.42
4,728	Advance Auto Parts	550	0.39
9,915	Lennar (A)	492	0.35
20,597	Aramark	376	0.26
6,351	Grubhub	361	0.25
6,540	eBay	273	0.19
8,767	ServiceMaster Global Holdings	256	0.18
17,118	Tapestry	186	0.13
5,781	Service International	181	0.13
155	Tesla	128	0.09
		<b>10,995</b>	<b>7.71</b>
	<b>Industrials - (3.86%)</b>		
8,106	Honeywell International	946	0.66
29,968	Allison Transmission Holdings	899	0.63
17,943	ITT Inc.	854	0.60
4,738	Harris	675	0.47
23,039	Uber Technologies	556	0.39
7,096	Woodward	453	0.32
18,512	Air Lease (A)	443	0.31
11,551	IAA	361	0.25
4,689	Oshkosh	273	0.19
4,427	XPO Logistics	272	0.19
1,853	Kansas City Southern	223	0.16
2,411	FTI Consulting	219	0.15
1,688	United Rentals	203	0.14
4,665	Casella Waste Systems (A)	192	0.13
2,837	ManpowerGroup	160	0.11
10,432	Tradeshift Holdings	51	0.04
		<b>6,780</b>	<b>4.76</b>
	<b>Consumer Staples - (5.34%)</b>		
35,241	Coca-Cola	1,274	0.89
9,229	Walmart	896	0.63
15,759	Archer Daniels Midland	509	0.36
18,230	Kroger	507	0.36
18,188	Sprouts Farmers Market	384	0.27
6,281	Tyson Foods (A)	304	0.21
4,685	Monster Beverage	264	0.19
		<b>4,138</b>	<b>2.90</b>



**Portfolio Statement**

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Materials - (4.07%)</b>		
12,484	FMC	990	0.69
5,759	Martin Marietta Materials	969	0.68
20,359	Barrick Gold	433	0.30
7,322	Ashland Global Holdings	409	0.29
17,271	Endeavour Mining	330	0.23
19,089	Valvoline	303	0.21
23,534	Mosaic	243	0.17
7,000	Farmers Business Network 0% Preferred Perpetual	171	0.12
1,764	Celanese	123	0.09
		<b>3,971</b>	<b>2.79</b>
	<b>Energy - (4.39%)</b>		
21,704	Chevron	1,551	1.09
50,313	Marathon Petroleum	1,452	1.02
58,882	SBM Offshore	704	0.49
		<b>3,707</b>	<b>2.60</b>
	<b>Utilities - (2.42%)</b>		
8,335	NextEra Energy	1,619	1.14
28,248	Exelon	829	0.58
6,922	American Water Works	707	0.50
		<b>3,155</b>	<b>2.21</b>
	<b>Real Estate - (1.44%)</b>		
3,945	American Tower	816	0.57
		<b>816</b>	<b>0.57</b>
	<b>Futures - (0.12%)</b>		
5,500	E-Mini S&P 500 Index Future 18/09/2020	125	0.09
		<b>125</b>	<b>0.09</b>
	<b>Portfolio of investments</b>	<b>126,550</b>	<b>88.78</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>15,977</b>	<b>11.22</b>
	<b>Net assets</b>	<b>142,527</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Emerging Markets Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>China - (22.86%)</b>			
1,294,429	Alibaba Group Holding (ADR)	226,795	9.20
2,196,800	Tencent Holdings	115,133	4.67
36,263,000	China Mengniu Dairy	112,872	4.58
23,461,000	Zhongsheng Group Holdings	105,836	4.29
419,581	Kweichow Moutai (A) (CN)	70,711	2.87
9,381,000	ANTA Sports Products	67,474	2.74
7,240,013	Midea Group (A)	49,869	2.02
4,984,000	Innovent Biologics	30,109	1.22
13,865,162	Sany Heavy Industry (A)	29,966	1.22
3,867,931	Midea Group (A)	26,642	1.08
14,065,752	Weichai Power (A) (CN)	22,216	0.90
863,721	Vipshop Holdings (ADR)	13,958	0.57
6,391,325	Sany Heavy Industry (A) (CN)	13,813	0.56
5,162,400	CSPC Pharmaceutical Group	7,947	0.32
331,200	Sunny Optical Technology Group	4,319	0.18
431,283	Midea Group (A) 16/11/2020 (ELN)	2,971	0.12
		<b>900,631</b>	<b>36.52</b>
<b>India - (13.56%)</b>			
10,326,181	HDFC Bank	118,814	4.82
2,175,577	Housing Development Finance Corporation	41,353	1.68
4,970,433	Infosys	39,362	1.60
4,045,741	HDFC Life	24,022	0.97
1,446,230	ICICI Lombard General Insurance	19,810	0.80
1,555,319	Infosys (ADR)	12,130	0.49
695,351	MakeMy Trip (A)	8,653	0.35
236,880	Bajaj Finance	7,231	0.29
75,387	HDFC Bank (ADR)	2,803	0.11
		<b>274,178</b>	<b>11.12</b>
<b>Taiwan - (6.82%)</b>			
15,974,514	Taiwan Semiconductor Manufacturing Company	137,694	5.58
8,750,343	Chailease Holding	30,001	1.22
240,000	Largan Precision	26,966	1.09
505,467	Taiwan Semiconductor Manufacturing Company (ADR)	23,233	0.94
		<b>217,894</b>	<b>8.84</b>
<b>Korea - (4.02%)</b>			
3,600,586	Samsung Electronics	128,805	5.22
1,270,309	SK Hynix	73,243	2.97
100,169	SK Biopharmaceuticals	3,325	0.13
		<b>205,373</b>	<b>8.33</b>
<b>South Africa - (9.19%)</b>			
970,524	Naspers (N)	144,460	5.86
14,088,177	Sibanye Stillwater	24,177	0.98
4,332,681	Harmony Gold Mining	13,741	0.56
		<b>182,378</b>	<b>7.40</b>
<b>Hong Kong - (10.00%)</b>			
15,453,200	AIA Group	117,243	4.75
4,268,000	Techtronic Industries	33,907	1.37
		<b>151,150</b>	<b>6.13</b>

# Emerging Markets Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Russia - (9.80%)</b>		
27,720,609	Sberbank of Russia Preferred	59,986	2.43
716,807	X5 Retail Group (GDR)	20,948	0.85
1,749,459	PhosAgro (GDR)	17,679	0.72
761,068	Novolipetsk Steel (GDR)	12,287	0.50
		<b>110,900</b>	<b>4.50</b>
	<b>Mexico - (3.27%)</b>		
22,009,118	Grupo Mexico	40,919	1.66
8,747,216	Grupo Financiero Banorte	24,109	0.98
		<b>65,028</b>	<b>2.64</b>
	<b>Germany - (1.10%)</b>		
269,610	adidas	57,286	2.32
		<b>57,286</b>	<b>2.32</b>
	<b>Indonesia - (3.44%)</b>		
33,143,600	Bank Central Asia	53,842	2.18
		<b>53,842</b>	<b>2.18</b>
	<b>Cayman Islands - (0.43%)</b>		
205,619	New Oriental Education & Technology Group (ADR)	21,982	0.89
773,800	Huya (ADR)	11,875	0.48
356,693	Baozun (ADR)	11,183	0.45
390,954	Noah Holdings (ADR)	8,035	0.33
		<b>53,075</b>	<b>2.15</b>
	<b>United States - (7.14%)</b>		
3,429	Fidelity Institutional Liquidity Fund - USD A Acc	50,749	2.06
		<b>50,749</b>	<b>2.06</b>
	<b>Brazil - (3.44%)</b>		
5,653,700	Localiza Rent A CAR	35,091	1.42
		<b>35,091</b>	<b>1.42</b>
	<b>Japan - (0.00%)</b>		
1,288,900	Nexon	23,711	0.96
		<b>23,711</b>	<b>0.96</b>
	<b>Thailand - (0.35%)</b>		
11,962,700	CP All Public (F)	21,292	0.86
		<b>21,292</b>	<b>0.86</b>
	<b>Cyprus - (0.61%)</b>		
993,581	TCS Group Holding (A) (GDR)	16,316	0.66
		<b>16,316</b>	<b>0.66</b>
	<b>United Arab Emirates - (0.54%)</b>		
7,554,279	Emirates NBD	14,783	0.60
		<b>14,783</b>	<b>0.60</b>
	<b>Peru - (0.66%)</b>		
70,350	Credicorp	7,757	0.31
		<b>7,757</b>	<b>0.31</b>
	<b>Nigeria - (0.45%)</b>		
1,040,013	Guaranty Trust Bank (GDR)	2,119	0.09
		<b>2,119</b>	<b>0.09</b>
	<b>United Kingdom - (1.25%)</b>		
3,335	Vivo Energy	3	0.00
		<b>3</b>	<b>0.00</b>

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	Turkey - (0.00%)		
6,230	Koytas Tekstil Sanayi Ve Ticaret	0	0.00
		0	0.00
	Contracts for Difference - (0.03%)		
52,536	Credicorp (CFD)	(3,713)	(0.15)
		(3,713)	(0.15)
	Portfolio of investments	2,439,843	98.94
	Cash and other net assets/(liabilities)	26,225	1.06
	Net assets	2,466,068	100.00

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

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Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Europe (ex-UK) Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>France - (31.78%)</b>		
14,415	L'Oreal	3,766	3.74
10,113	LVMH Moet Hennessy	3,620	3.60
34,240	Schneider Electric	3,101	3.08
32,614	Sanofi	2,695	2.68
24,889	EssilorLuxottica	2,612	2.59
65,115	Neoen	2,150	2.14
15,220	Dassault Systemes	2,115	2.10
96,272	Valeo	2,067	2.05
28,600	Worldline	2,016	2.00
20,191	Safran	1,678	1.67
150,009	Orange	1,461	1.45
22,387	ICADE	1,290	1.28
2,850	Kering	1,264	1.26
33,410	Edenred	1,193	1.19
181,327	Beneteau	1,053	1.05
9,582	Orpea	902	0.90
5,386	Iliad Group	851	0.85
38,564	Hoffmann Green Cement Technologies SAS	629	0.62
		<b>34,463</b>	<b>34.23</b>
	<b>Germany - (25.42%)</b>		
35,506	SAP	3,995	3.97
26,774	Deutsche Boerse	3,895	3.87
21,994	Allianz SE	3,622	3.60
11,550	adidas	2,454	2.44
10,417	Munich RE Group	2,171	2.16
20,619	Symrise	1,949	1.94
53,958	Deutsche Post	1,607	1.60
29,575	Dermapharm Holding SE	1,199	1.19
6,481	Linde (DE)	1,115	1.11
		<b>22,007</b>	<b>21.86</b>
	<b>Switzerland - (16.40%)</b>		
75,611	Nestle	6,816	6.77
17,328	Roche Holdings	4,886	4.85
6,203	Lonza Group	2,640	2.62
10,083	Sonova Holding	1,645	1.63
		<b>15,987</b>	<b>15.88</b>
	<b>Netherlands - (6.62%)</b>		
11,778	ASML Holding	3,480	3.46
86,180	Basic-Fit	1,850	1.84
218,895	ABN AMRO Group	1,532	1.52
177,395	ING Group	1,006	1.00
		<b>7,868</b>	<b>7.82</b>
	<b>Spain - (6.81%)</b>		
200,988	Solaria Energia y Media Ambiente	2,069	2.06
72,974	Grifols (A)	1,815	1.80
40,011	Amadeus IT Group (A)	1,707	1.70
54,906	Red Electrica	841	0.84
		<b>6,432</b>	<b>6.39</b>

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Denmark - (0.00%)</b>		
24,708	Vestas Wind Systems	2,053	2.04
26,260	GN Great Nordic	1,144	1.14
		<b>3,197</b>	<b>3.18</b>
	<b>Italy - (2.16%)</b>		
577,700	Prada	1,634	1.62
75,032	Nexi	1,062	1.05
		<b>2,696</b>	<b>2.68</b>
	<b>Sweden - (0.00%)</b>		
276,047	Ericsson (B)	2,046	2.03
		<b>2,046</b>	<b>2.03</b>
	<b>Ireland - (0.01%)</b>		
110	Fidelity Institutional Liquidity Fund - Euro Accumulation shares	1,391	1.38
		<b>1,391</b>	<b>1.38</b>
	<b>United Kingdom - (3.98%)</b>		
70,512	RELX (NL)	1,320	1.31
		<b>1,320</b>	<b>1.31</b>
	<b>Belgium - (2.65%)</b>		
27,171	Umicore	1,037	1.03
		<b>1,037</b>	<b>1.03</b>
	<b>Portfolio of investments</b>	<b>98,444</b>	<b>97.79</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>2,224</b>	<b>2.21</b>
	<b>Net assets</b>	<b>100,668</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

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Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (53.96%)</b>		
12,663	Microsoft	2,048	2.50
6,853	Apple	2,021	2.47
106	Fidelity Institutional Liquidity Fund - USD A Acc	1,571	1.92
6,515	UnitedHealth Group	1,539	1.88
615	Amazon.com	1,343	1.64
1,103	Alphabet (A)	1,256	1.54
7,714	Berkshire Hathaway	1,113	1.36
5,476	Amgen	1,033	1.26
2,383	Charter Communications (A)	988	1.21
6,287	Visa (A)	981	1.20
12,314	Arthur J. Gallagher	960	1.17
6,750	Danaher	948	1.16
2,992	Illumina	883	1.08
6,466	CME Group (A)	854	1.04
1,692	Regeneron Pharmaceuticals	842	1.03
4,004	American Tower	828	1.01
14,348	Monster Beverage	808	0.99
96,807	Flex	806	0.99
19,727	Hess	802	0.98
6,065	IPG Photonics	776	0.95
9,765	NIKE (B)	763	0.93
26,922	Boston Scientific	760	0.93
35,668	Nuance Communications	737	0.90
38,509	Altice USA (A)	710	0.87
29,125	Uber Technologies	703	0.86
33,540	Wells Fargo	702	0.86
4,376	KLA	684	0.84
11,011	Booz Allen Hamilton Holding (A)	680	0.83
2,845	Intuit	668	0.82
24,568	Charles Schwab	656	0.80
19,680	Bunge	655	0.80
4,252	Cigna	650	0.79
2,760	SBA Communications (A)	650	0.79
13,502	Cognex	646	0.79
6,746	Vulcan Materials	638	0.78
23,264	One Medical	621	0.76
6,029	American Water Works	616	0.75
24,552	Twitter	590	0.72
5,017	Advance Auto Parts	584	0.71
47,494	Baker Hughes (A)	575	0.70
9,317	Gilead Sciences	566	0.69
1,820	Dominos Pizza	548	0.67
4,629	Fedex	508	0.62
2,181	Vertex Pharmaceuticals	507	0.62
3,209	Dollar General	497	0.61
8,201	Colgate-Palmolive	484	0.59
1,027	Texas Pacific Land Trust	477	0.58
1,722	Zoom Video Communications (A)	349	0.43
1,446	Sarepta Therapeutics	192	0.23
		<b>39,816</b>	<b>48.68</b>

**Portfolio Statement**

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Germany - (6.12%)</b>		
50,403	RWE	1,435	1.75
9,435	SAP	1,061	1.30
7,545	Volkswagen Preferred	925	1.13
5,159	Deutsche Boerse	750	0.92
17,664	Deutsche Wohnen	644	0.79
		<b>4,815</b>	<b>5.89</b>
	<b>Japan - (6.91%)</b>		
2,500	Keyence	849	1.04
29,400	Recruit Holdings	817	1.00
5,200	Fanuc	757	0.93
1,800	Nintendo	653	0.80
7,600	TDK	613	0.75
32,100	Nexon	591	0.72
		<b>4,280</b>	<b>5.23</b>
	<b>United Kingdom - (7.16%)</b>		
18,920	Unilever	834	1.02
340,162	Tesco	788	0.96
17,240	Renishaw	675	0.83
508,526	Barclays	583	0.71
19,325	Ocado Group	394	0.48
132,346	Rolls-Royce Holdings	382	0.47
0	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	7	0.01
		<b>3,663</b>	<b>4.48</b>
	<b>Switzerland - (4.55%)</b>		
13,055	Nestle	1,177	1.44
3,331	Roche Holdings	939	1.15
18,278	LafargeHolcim	648	0.79
2,098	Tecan Group	595	0.73
		<b>3,359</b>	<b>4.11</b>
	<b>France - (0.81%)</b>		
2,563	LVMH Moet Hennessy	917	1.12
10,797	Sanofi	892	1.09
26,095	BNP Paribas	838	1.02
189,663	CGG	170	0.21
		<b>2,817</b>	<b>3.44</b>
	<b>Korea - (1.79%)</b>		
30,997	Samsung Electronics Preferred	977	1.19
5,323	Naver	961	1.17
2,194	LG Chemical	728	0.89
		<b>2,666</b>	<b>3.26</b>
	<b>Sweden - (4.18%)</b>		
186,847	Ericsson (B)	1,385	1.69
3,975	Spotify Technology	859	1.05
		<b>2,244</b>	<b>2.74</b>
	<b>Canada - (2.84%)</b>		
122,992	Fairfax India Holdings	835	1.02
6,707	Franco-Nevada (US)	758	0.93
12,552	Agnico Eagle Mines (US)	637	0.78
		<b>2,230</b>	<b>2.73</b>



**Portfolio Statement**

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>India - (2.71%)</b>		
40,550	Kotak Mahindra Bank	592	0.72
84,512	SBI Cards and Payment Services Limited	574	0.70
41,927	ICICI Lombard General Insurance	574	0.70
100,925	ICICI Prudential Life Insurance	462	0.56
		<b>2,202</b>	<b>2.69</b>
	<b>Netherlands - (1.48%)</b>		
81,395	ArcelorMittal	686	0.84
7,337	NXP Semiconductors	667	0.82
18,523	Jde Peets	606	0.74
432	Unilever	19	0.02
		<b>1,978</b>	<b>2.42</b>
	<b>Hong Kong - (1.11%)</b>		
29,000	Hong Kong Exchanges and Clearing	1,005	1.23
102,800	AIA Group	780	0.95
		<b>1,785</b>	<b>2.18</b>
	<b>China - (1.76%)</b>		
37,900	Alibaba Group Holding (China)	835	1.02
78,500	Ping An Insurance (Group) Company of China	639	0.78
		<b>1,474</b>	<b>1.80</b>
	<b>Italy - (0.00%)</b>		
443,865	Intesa Sanpaolo	684	0.84
15,308	Moncler	484	0.59
		<b>1,168</b>	<b>1.43</b>
	<b>South Africa - (1.09%)</b>		
7,552	Naspers (N)	1,124	1.37
		<b>1,124</b>	<b>1.37</b>
	<b>Australia - (0.00%)</b>		
166,467	Evolution Mining	526	0.64
62,795	Northern Star Resources	468	0.57
		<b>994</b>	<b>1.22</b>
	<b>Spain - (0.76%)</b>		
44,646	Grifols Preferred B (ADR)	678	0.83
		<b>678</b>	<b>0.83</b>
	<b>Peru - (0.00%)</b>		
19,503	Southern Copper	610	0.75
		<b>610</b>	<b>0.75</b>
	<b>Ireland - (0.00%)</b>		
48,332	Ryanair Holdings	471	0.58
0	Fidelity Institutional Liquidity Fund - Euro Accumulation shares	4	0.00
		<b>475</b>	<b>0.58</b>
	<b>Poland - (0.00%)</b>		
5,041	CD Projekt Red	415	0.51
		<b>415</b>	<b>0.51</b>
	<b>Finland - (0.00%)</b>		
8,084	Elisa (A)	400	0.49
		<b>400</b>	<b>0.49</b>

**Portfolio Statement**

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Denmark - (0.92%)</b>		
1,856	Ascendis Pharma (ADR)	219	0.27
		<b>219</b>	<b>0.27</b>
	<b>Norway - (0.00%)</b>		
13,878	TGS Nopec Geophysical	166	0.20
		<b>166</b>	<b>0.20</b>
	<b>Portfolio of investments</b>	<b>79,578</b>	<b>97.30</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>2,212</b>	<b>2.70</b>
	<b>Net assets</b>	<b>81,790</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Index-Linked Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Gilt Edged Securities - (88.53%)</b>			
10,450,000	UK Gilt 0.75% I/L 22/11/2047	32,653	17.76
4,930,000	UK Gilt 1.25% I/L 22/11/2055	22,190	12.07
8,950,000	UK Gilt 0.125% I/L 22/11/2036 Reg S	15,882	8.64
3,425,000	UK Gilt 0.375% I/L 22/03/2062 Reg S	11,962	6.51
3,075,000	UK Gilt 0.125% I/L 22/03/2068 Reg S	11,084	6.03
3,466,000	UK Gilt 2.00% I/L 26/01/2035	10,630	5.78
3,054,000	UK Gilt 0.50% I/L 22/03/2050 Reg S	9,307	5.06
3,060,000	UK Gilt 0.125% I/L 22/03/2058 Reg S	8,546	4.65
3,500,000	UK Gilt 1.25% I/L 22/11/2032	7,618	4.14
2,200,000	UK Gilt 0.125% I/L 22/11/2065 Reg S	7,133	3.88
5,300,000	UK Gilt 0.125% I/L 10/08/2028 Reg S	7,077	3.85
2,225,000	UK Gilt 0.625% I/L 22/11/2042 Reg S	5,947	3.23
3,450,000	UK Gilt 0.125% I/L 22/03/2029 Reg S	5,510	3.00
1,408,000	UK Gilt 4.125% I/L 22/07/2030	5,460	2.97
2,600,000	UK Gilt 0.75% I/L 22/03/2034 Reg S	5,203	2.83
1,100,000	UK Gilt 0.125% I/L 22/03/2046 Reg S	2,369	1.29
		<b>168,571</b>	<b>91.68</b>
<b>Mortgage Related Bonds - (4.30%)</b>			
1,420,000	Dwr Cymru (Financing) 3.514% 31/03/2030	3,588	1.95
800,000	UPP Bond 1 Issuer 2.7291% 31/08/2047 EMTN	1,765	0.96
750,000	High Speed Rail Finance 1 1.566% 01/11/2038 EMTN Reg S	1,291	0.70
230,000	Southern Water Services Finance 3.706% 31/03/2034	645	0.35
114,000	Southern Water Services Finance 3.816% 31/03/2023 Reg S	211	0.11
		<b>7,500</b>	<b>4.08</b>
<b>Financials - (4.79%)</b>			
191	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	4,018	2.19
		<b>4,018</b>	<b>2.19</b>
<b>Interest Rate Swaps - (0.05%)</b>			
2,000,000	Receive fixed 2.6708% pay float 3 Month USD LIBOR 07/01/2029	292	0.16
3,200,000	Receive fixed 0.5323% pay float 6 Month CHF LIBOR 12/11/2028	215	0.12
1,600,000	Receive fixed 2.3553% pay float 3 Month USD LIBOR 01/04/2029	203	0.11
2,300,000	Receive fixed 2.1497% pay float 6 Month AUD Bank Bill 23/04/2029	154	0.08
1,000,000	Receive fixed 2.6843% pay float 3 Month USD LIBOR 04/02/2029	148	0.08
1,400,000	Receive fixed 0.9723% pay float 6 Month GBP LIBOR 11/07/2029	82	0.04
2,500,000	Receive fixed 1.0912% pay float 6 Month AUD Bank Bill 11/10/2029	36	0.02
2,200,000	Receive fixed 0.6848% pay float 3 Month USD LIBOR 22/06/2030	10	0.01
56,800,000	Pay fixed -0.008% receive float 6 Month JPY LIBOR 26/05/2030	3	0.00
200,000	Receive fixed 0.1587% pay float 6 Month CHF LIBOR 11/06/2029	3	0.00
500,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	2	0.00
2,200,000	Receive fixed 0.3598% pay float 3 Month STIBOR 26/05/2030	1	0.00
287,600,000	Pay fixed 0.0614% receive float 6 Month JPY LIBOR 25/03/2030	0	0.00
91,000,000	Pay fixed 0.0952% receive float 6 Month JPY LIBOR 16/12/2029	(2)	0.00
146,200,000	Pay fixed 0.0864% receive float 6 Month JPY LIBOR 11/11/2029	(3)	0.00
600,000	Pay fixed -0.1298% receive float 6 Month EURIBOR 25/05/2030	(4)	0.00
600,000	Receive fixed -0.3862% pay float 6 Month CHF LIBOR 26/05/2030	(4)	0.00
186,900,000	Pay fixed 0.1202% receive float 6 Month JPY LIBOR 08/01/2030	(8)	0.00
18,500,000	Receive fixed 0.2253% pay float 3 Month STIBOR 16/03/2030	(9)	0.00
400,000	Pay fixed 1.193% receive float New Zealand Bank Bill 3 Month Index 14/10/2029	(10)	(0.01)
3,300,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	(11)	(0.01)

# Index-Linked Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
312,000,000	Receive fixed 0.0085% pay float 6 Month JPY LIBOR 24/06/2029	(12)	(0.01)
600,000	Pay fixed 1.2025% receive float New Zealand Bank Bill 3 Month Index 19/08/2029	(15)	(0.01)
255,700,000	Receive fixed 0.0427% pay float 6 Month JPY LIBOR 13/08/2029	(17)	(0.01)
1,000,000	Pay fixed 0.0087% receive float 6 Month EURIBOR 15/04/2030	(19)	(0.01)
380,400,000	Receive fixed 0.078% pay float 6 Month JPY LIBOR 27/08/2029	(34)	(0.02)
1,900,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(43)	(0.02)
1,800,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(48)	(0.03)
1,000,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(63)	(0.03)
4,800,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	(81)	(0.04)
3,200,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(142)	(0.08)
2,500,000	Pay fixed 2.415% receive float NZD Bank Bill 3 Month Index 12/02/2029	(200)	(0.11)
2,600,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(203)	(0.11)
		<b>221</b>	<b>0.12</b>
	<b>Forward Foreign Exchange Contracts - (0.00%)</b>		
689,000	Bought NZD sold GBP @ 0.488386 for settlement 13/08/2020	23	0.01
231,000	Bought EUR sold GBP @ 0.874091 for settlement 13/08/2020	9	0.00
(250,000)	Bought GBP sold USD @ 1.218227 for settlement 13/08/2020	2	0.00
(528,000)	Bought GBP sold USD @ 1.237725 for settlement 13/08/2020	(4)	0.00
(219,000)	Bought GBP sold CHF @ 1.201958 for settlement 13/08/2020	(6)	0.00
(337,000)	Bought GBP sold AUD @ 1.930350 for settlement 13/08/2020	(14)	(0.01)
		<b>10</b>	<b>0.01</b>
	<b>Futures - (0.01%)</b>		
100,000	Long Gilt Commodity Future 28/09/2020	0	0.00
		<b>0</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>180,320</b>	<b>98.08</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,541</b>	<b>1.92</b>
	<b>Net assets</b>	<b>183,861</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

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Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Electric Appliances - (25.97%)</b>		
9,900	Keyence	3,364	4.97
9,500	Tokyo Electron	1,897	2.80
32,300	Nidec	1,755	2.59
33,700	Murata Manufacturing	1,607	2.37
56,000	Azbil	1,389	2.05
34,600	Hamamatsu Photonics K.K.	1,221	1.80
58,000	Stanley Electric	1,135	1.68
13,100	TDK	1,056	1.56
56,000	Yokogawa Electric	710	1.05
25,700	Taiyo Yuden	649	0.96
10,500	Rohm	566	0.84
20,300	IRISO Electronics	541	0.80
13,800	ROHM	539	0.80
11,400	Advantest	525	0.78
16,500	Hitachi	424	0.63
9,900	SCREEN Holdings	376	0.56
7,800	Koito Manufacturing	255	0.38
55,000	Renesas Electronics	228	0.34
2,300	Lasertec	176	0.26
4,800	Yaskawa Electric	135	0.20
5,200	Toshiba	135	0.20
700	Fanuc	102	0.15
1,700	Horiba	73	0.11
6,700	Ushio	73	0.11
3,300	Fuji Electric	73	0.11
		<b>19,004</b>	<b>28.08</b>
	<b>Machinery - (15.03%)</b>		
25,100	Daikin Industries	3,287	4.86
35,400	Daifuku	2,522	3.73
9,200	Disco	1,811	2.68
61,200	Makita	1,810	2.67
4,300	SMC	1,791	2.65
41,300	THK	830	1.23
30,300	Hitachi Construction Machinery	682	1.01
5,600	Harmonic Drive Systems	250	0.37
12,200	CKD	176	0.26
4,900	Nabtesco	122	0.18
7,900	KITO	81	0.12
		<b>13,362</b>	<b>19.75</b>
	<b>Precision Instruments - (6.57%)</b>		
136,000	Olympus	2,129	3.15
77,400	Shimadzu	1,676	2.48
18,300	Hoya	1,417	2.09
		<b>5,222</b>	<b>7.72</b>
	<b>Wholesale Trade - (9.40%)</b>		
147,600	MISUMI Group	3,002	4.44
92,100	ITOCHU	1,616	2.39
15,200	Trusco Nakayama	321	0.47
		<b>4,939</b>	<b>7.30</b>

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Pharmaceutical - (6.40%)</b>		
109,000	Santen Pharmaceutical	1,634	2.41
23,000	Nippon Shinyaku	1,521	2.25
7,700	Eisai	496	0.73
2,800	Takeda Pharmaceutical	81	0.12
		<b>3,732</b>	<b>5.51</b>
	<b>Transportation Equipment - (3.54%)</b>		
14,500	Shimano	2,273	3.36
42,400	Subaru	718	1.06
13,500	Honda Motor	281	0.42
9,000	Suzuki Motor	249	0.37
		<b>3,521</b>	<b>5.20</b>
	<b>Chemicals - (5.30%)</b>		
9,000	Shin-Etsu Chemical	856	1.26
12,600	Kao	812	1.20
28,600	Nifco	496	0.73
25,800	Air Water	296	0.44
11,800	Sumitomo Bakelite	268	0.40
13,000	Kansai Paint Osaka	223	0.33
6,100	Fuso Chemical	181	0.27
		<b>3,132</b>	<b>4.63</b>
	<b>Retail Trade - (4.59%)</b>		
2,900	Fast Retailing	1,351	2.00
49,000	Pan Pacific International Holdings	877	1.30
12,000	Welcia Holdings	787	1.16
		<b>3,015</b>	<b>4.46</b>
	<b>Information &amp; Communication - (5.78%)</b>		
27,700	SoftBank Group	1,140	1.68
147,000	Yahoo! Japan	584	0.86
8,100	ITOCHU Techno-Solutions	247	0.36
7,600	Net One Systems	206	0.30
4,400	Square Enix Holdings	181	0.27
9,400	NEC Networks & System Integration	156	0.23
3,400	Digital Garage	88	0.13
3,600	Nomura Research Institute	79	0.12
5,700	SoftBank Group Corp.	59	0.09
400	OBIC	57	0.08
400	Otsuka	17	0.03
		<b>2,814</b>	<b>4.16</b>
	<b>Insurance - (4.84%)</b>		
53,100	Tokio Marine Holdings	1,881	2.78
		<b>1,881</b>	<b>2.78</b>
	<b>Services - (4.96%)</b>		
54,000	Recruit Holdings	1,501	2.22
1,000	Oriental Land	108	0.16
8,400	Nomura	57	0.08
		<b>1,666</b>	<b>2.46</b>

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Construction - (1.80%)</b>		
104,100	Penta-Ocean Construction	456	0.67
11,800	SHO-BOND Holdings	425	0.63
13,400	Comsys Holdings	323	0.48
5,800	Raito Kogyo	63	0.09
		<b>1,267</b>	<b>1.87</b>
	<b>Other Financing Business - (2.69%)</b>		
58,400	ORIX	587	0.87
16,100	Zenkoku Hoshu	492	0.73
		<b>1,079</b>	<b>1.59</b>
	<b>Rubber Products - (0.10%)</b>		
72,100	Toyo Tire & Rubber	785	1.16
		<b>785</b>	<b>1.16</b>
	<b>Land Transportation - (0.51%)</b>		
12,200	Hitachi Transport System	266	0.39
		<b>266</b>	<b>0.39</b>
	<b>Fishing, Agriculture, &amp; Forestry - (0.33%)</b>		
8,800	Sakata Seed	229	0.34
		<b>229</b>	<b>0.34</b>
	<b>Real Estate - (1.15%)</b>		
14,800	Mitsubishi Estate	179	0.26
		<b>179</b>	<b>0.26</b>
	<b>Metal Products - (0.00%)</b>		
13,100	Sumco	163	0.24
		<b>163</b>	<b>0.24</b>
	<b>Portfolio of investments</b>	<b>66,256</b>	<b>97.90</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,416</b>	<b>2.10</b>
	<b>Net assets</b>	<b>67,672</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Long Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Gilt Edged Securities - (76.00%)</b>		
14,025,000	UK Gilt 3.75% 22/07/2052 Reg S	26,974	20.30
14,100,000	UK Gilt 3.25% 22/01/2044 Reg S	22,208	16.71
6,700,000	UK Gilt 3.50% 22/07/2068	15,190	11.43
3,855,000	UK Gilt 4.00% 22/01/2060 Reg S	8,614	6.48
3,550,000	UK Gilt 4.25% 07/12/2055	7,734	5.82
3,150,000	UK Gilt 4.50% 07/12/2042	5,736	4.32
1,625,000	UK Gilt 4.25% 07/12/2046	3,062	2.30
1,500,000	UK Gilt 2.50% 22/07/2065 Reg S	2,683	2.02
930,000	UK Gilt 4.25% 07/09/2039 Reg S	1,558	1.17
900,000	UK Gilt 1.75% 22/07/2057 Reg S	1,260	0.95
920,000	UK Gilt 1.50% 22/07/2047 Reg S	1,122	0.84
390,000	UK Gilt 1.625% 22/10/2071 Reg S	597	0.45
		<b>96,738</b>	<b>72.80</b>
	<b>Corporate Bonds - (16.98%)</b>		
1,485,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	1,490	1.12
1,272,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	1,278	0.96
1,275,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	1,256	0.95
1,300,000	Walt Disney 3.35% 24/03/2025	1,171	0.88
1,020,000	DNB Bank 1.375% 12/06/2023 Reg S	1,041	0.78
1,031,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	1,036	0.78
925,000	Shaftesbury Carnaby 2.487% 30/09/2031	898	0.68
700,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	776	0.58
825,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	703	0.53
725,000	BMW US Capital 4.15% 09/04/2030 144A	681	0.51
644,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	665	0.50
626,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	661	0.50
651,000	Credit Suisse Group 2.25% VRN 09/06/2028 EMTN Reg S	654	0.49
414,000	University of Oxford 2.544% 08/12/2117 Reg S	626	0.47
703,000	UBS Group 6.875% VRN (Perpetual)	600	0.45
600,000	AA Bond 4.2487% 31/07/2043 Reg S	599	0.45
550,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	594	0.45
612,000	Airbus SE 2.00% 07/04/2028 Reg S	590	0.44
350,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	560	0.42
557,000	Barclays 3.375% VRN 02/04/2025 EMTN Reg S	545	0.41
499,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	513	0.39
400,000	Lloyds Bank 4.875% 30/03/2027 EMTN	508	0.38
350,000	British Land 5.264% 24/09/2035	465	0.35
459,000	AT&T 2.60% 19/05/2038	444	0.33
465,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	435	0.33
450,000	AbbVie 4.05% 21/11/2039 144A	426	0.32
650,000	Intu Metrocentre Finance 4.125% 06/12/2028	332	0.25
300,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	301	0.23
282,000	Comcast 1.875% 20/02/2036	292	0.22
275,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	290	0.22
306,000	Airbus SE 2.375% 09/06/2040 EMTN Reg S	289	0.22
384,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	275	0.21
450,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	247	0.19
300,000	Takeda Pharmaceutical 3.375% 09/07/2060	245	0.18
275,000	AbbVie 2.95% 21/11/2026 144A	243	0.18



## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
200,000	Bankers Investment Trust 8.00% 31/10/2023	234	0.18
200,000	Edinburgh Investment Trust 7.75% 30/09/2022	227	0.17
259,000	Duke Energy Ind 2.75% 01/04/2050	214	0.16
162,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	163	0.12
135,000	Optivo Finance 2.857% 07/10/2035 Reg S	156	0.12
120,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	143	0.11
50,000	Autostrade per Litalia 1.625% 12/06/2023	43	0.03
150,000	Cattles 7.125% 05/07/2017 (Defaulted)	0	0.00
		<b>22,909</b>	<b>17.24</b>
	<b>Mortgage Related Bonds - (3.41%)</b>		
1,550,000	Newday Partnership Funding 2017 1 0.8441% VRN 15/12/2027 Reg S	1,513	1.14
864,500	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	860	0.65
453,625	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	460	0.35
430,000	SLM Student Loan Trust FRN 5.15% 15/12/2039 Reg S	398	0.30
359,873	Together Asset Backed Securitisation 1 1.1976% VRN 12/03/2049 Reg S	359	0.27
331,607	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	298	0.22
264,658	Together Asset Backed Securitisation 2018-1 1.3776% VRN 12/07/2050 Reg S	264	0.20
80,308	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	101	0.08
		<b>4,253</b>	<b>3.20</b>
	<b>Financials - (0.74%)</b>		
143	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	3,008	2.26
		<b>3,008</b>	<b>2.26</b>
	<b>Government Bonds - (1.75%)</b>		
1,050,000	Qatar 2.375% 02/06/2021 Reg S	866	0.65
900,000	Kuwait 2.75% 20/03/2022 Reg S	756	0.57
725,000	Qatar 3.75% 16/04/2030 Reg S	673	0.51
400,000	Abu Dhabi 3.875% 16/04/2050 Reg S	385	0.29
		<b>2,680</b>	<b>2.02</b>
	<b>Interest Rate Swaps - (0.60%)</b>		
10,000,000	Receive fixed 1.725% pay float 6 Month GBP LIBOR 27/01/2042	2,767	2.08
7,500,000	Receive fixed 1.617% pay float 6 Month GBP LIBOR 15/12/2031	1,066	0.80
2,000,000	Receive fixed 1.5228% pay float 6 Month GBP LIBOR 18/01/2033	283	0.21
1,000,000	Receive fixed 1.0168% pay float 6 Month GBP LIBOR 06/11/2059	251	0.19
1,000,000	Receive fixed 1.2486% pay float Sonia O/N Deposit Rates Swap 07/03/2039	201	0.15
2,000,000	Pay fixed 1.1182% receive float 6 Month GBP LIBOR 15/02/2024	(66)	(0.05)
4,000,000	Pay fixed 2.3517% receive float 3 Month USD LIBOR 24/01/2026	(360)	(0.27)
10,000,000	Pay fixed 2.6187% receive float 3 Month USD LIBOR 24/01/2047	(3,459)	(2.60)
		<b>683</b>	<b>0.51</b>
	<b>Futures - (0.14%)</b>		
3,900,000	Australian 10 Year Bond Commodity Future 15/09/2020	35	0.03
4,600,000	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2020	25	0.02
1,600,000	Long Gilt Commodity Future 28/09/2020	11	0.01
2,600,000	Canadian 10 Year Commodity Bond Future 21/09/2020	7	0.01
100,000	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2020	0	0.00
(600,000)	US 2 Year Treasury Note (CBT) Commodity Future 30/09/2020	0	0.00
(100,000)	Euro-Schatz Commodity Future 08/09/2020	0	0.00
(700,000)	US 10 Year Ultra Future 21/09/2020	(6)	0.00
(1,600,000)	Euro-Bobl Commodity Future 08/09/2020	(8)	(0.01)
(200,000)	Euro-Buxl 30 Year Commodity Future 08/09/2020	(9)	(0.01)
(4,500,000)	US 20 Year Long Bond (CBT) Commodity Future 21/09/2020	(13)	(0.01)

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(2,500,000)	Euro-Bund Commodity Future 08/09/2020	(40)	(0.03)
8,100,000	US Ultra Bond Commodity Future 21/09/2020	(52)	(0.04)
		(50)	(0.04)
	<b>Index Credit Default Swaps - (0.00%)</b>		
2,000,000	Bought Protection on ITRAXX XOver S33 20/06/2025	(82)	(0.06)
		(82)	(0.06)
	<b>Forward Foreign Exchange Contracts - ((0.15)%)</b>		
753,000	Bought EUR sold GBP @ 0.888507 for settlement 13/08/2020	26	0.02
762,000	Bought USD sold GBP @ 0.811371 for settlement 13/08/2020	14	0.01
535,000	Bought EUR sold GBP @ 0.888507 for settlement 13/08/2020	12	0.01
472,000	Bought EUR sold GBP @ 0.888507 for settlement 13/08/2020	9	0.01
348,000	Bought EUR sold GBP @ 0.888507 for settlement 13/08/2020	8	0.01
1,997,000	Bought USD sold GBP @ 0.811371 for settlement 13/08/2020	7	0.01
(1,244,000)	Bought GBP sold USD @ 1.224060 for settlement 13/08/2020	3	0.00
422,000	Bought USD sold GBP @ 0.811371 for settlement 13/08/2020	2	0.00
1,767,000	Bought USD sold GBP @ 0.811371 for settlement 13/08/2020	1	0.00
671,000	Bought USD sold GBP @ 0.811371 for settlement 13/08/2020	(6)	0.00
(445,000)	Bought GBP sold EUR @ 1.113578 for settlement 13/08/2020	(7)	(0.01)
(9,657,000)	Bought GBP sold USD @ 1.237725 for settlement 13/08/2020	(67)	(0.05)
(4,172,000)	Bought GBP sold EUR @ 1.143530 for settlement 13/08/2020	(165)	(0.12)
		(163)	(0.12)
	<b>Portfolio of investments</b>	<b>129,976</b>	<b>97.81</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>2,899</b>	<b>2.19</b>
	<b>Net assets</b>	<b>132,875</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (85.95%)</b>		
8,100,000	Apple 3.60% 31/07/2042	11,690	1.99
4,850,000	Rabobank 5.375% 03/08/2060 EMTN	10,557	1.80
6,850,000	GlaxoSmithKline Capital 4.25% 18/12/2045 EMTN Reg S	10,476	1.78
6,300,000	BHP Billiton Finance 4.30% 25/09/2042	9,271	1.58
6,100,000	EDF 5.125% 22/09/2050 EMTN Reg S	9,112	1.55
6,940,000	Berkshire Hathaway Finance 2.625% 19/06/2059	8,669	1.47
7,000,000	Pension Insurance 5.625% 20/09/2030 Reg S	7,959	1.35
4,475,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	7,715	1.31
4,050,000	Reseau Ferre de France 5.00% 11/03/2052 EMTN	7,644	1.30
5,900,000	GE Capital UK Funding 6.25% 05/05/2038 EMTN	7,537	1.28
5,731,000	Walmart Stores 6.20% 15/04/2038	7,248	1.23
4,950,000	HSBC Holdings 7.00% 07/04/2038 EMTN Reg S	6,918	1.18
3,550,000	Engie 5.95% 16/03/2111 EMTN Reg S	6,753	1.15
4,500,000	Statoil 4.25% 10/04/2041 EMTN Reg S	6,482	1.10
6,414,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	6,435	1.09
3,788,000	Rabobank 5.25% 23/05/2041 GMTN	6,408	1.09
2,850,000	Thames Water Utilities 7.738% 09/04/2058 Reg S	6,050	1.03
3,700,000	Allianz Finance II 4.50% 13/03/2043 Reg S	5,979	1.02
4,700,000	Time Warner Cable 5.25% 15/07/2042	5,903	1.00
4,150,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	5,881	1.00
5,688,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	5,713	0.97
3,300,000	EDF 6.00% 23/01/2114 EMTN Reg S	5,523	0.94
4,750,000	Cadent Finance 2.75% 22/09/2046 EMTN Reg S	5,481	0.93
3,050,000	Orange 5.375% 22/11/2050 EMTN	5,285	0.90
5,325,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	5,245	0.89
5,657,000	CPI Property Group 4.875% VRN (Perpetual) Reg S	5,039	0.86
3,398,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	4,958	0.84
4,100,000	BAT International Finance 4.00% 23/11/2055 EMTN Reg S	4,789	0.81
5,600,000	Credit Agricole 6.875% VRN (Perpetual) 144A	4,701	0.80
4,567,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	4,590	0.78
3,700,000	AT&T 4.25% 01/06/2043	4,556	0.77
4,100,000	Vodafone Group 3.00% 12/08/2056 EMTN Reg S	4,491	0.76
4,308,000	Euroclear Bank KBC Groep 1.25% 30/09/2024 EMTN Reg S	4,408	0.75
2,700,000	University of Cambridge 2.35% 27/06/2078 Reg S	4,406	0.75
3,825,000	Aroundtown 3.625% 10/04/2031 EMTN Reg S	3,977	0.68
2,700,000	Massachusetts Institute of Technology 5.60% 01/07/2111	3,889	0.66
3,800,000	HSBC Holdings 2.175% VRN 27/06/2023	3,839	0.65
2,878,000	British Land 5.264% 24/09/2035	3,824	0.65
3,350,000	National Grid Gas Finance 2.625% 22/09/2038 EMTN Reg S	3,734	0.64
3,704,000	MPT Operating Partnership 3.692% 05/06/2028	3,713	0.63
2,750,000	AT&T 4.875% 01/06/2044	3,688	0.63
3,500,000	Abertis Infraestructuras 3.375% 27/11/2026 EMTN Reg S	3,622	0.62
2,050,000	University of Cambridge 3.75% 17/10/2052	3,580	0.61
3,250,000	Prudential 6.25% VRN 20/10/2068 Reg S	3,571	0.61
3,400,000	Zuerich Versicherungs Gesellsc 3.50% VRN 01/10/2046 Reg S	3,463	0.59
3,750,000	Blackstone Property Partners EUR Holdings 1.75% 12/03/2029 EMTN Reg S	3,385	0.58
2,050,000	AT&T 7.00% 30/04/2040 EMTN	3,338	0.57
3,313,000	Danske Bank 2.25% VRN 14/01/2028 EMTN Reg S	3,330	0.57
3,083,000	Bristol-Myers Squibb 4.25% 26/10/2049 144A	3,326	0.57
3,374,000	Volkswagen Finance Services 3.00% 06/04/2025 EMTN Reg S	3,294	0.56
2,300,000	EDF 5.50% 27/03/2037 EMTN	3,277	0.56

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,881,000	Berkshire Hathaway Finance 2.375% 19/06/2039	3,276	0.56
2,130,000	University of Oxford 2.544% 08/12/2117 Reg S	3,222	0.55
2,500,000	Peabody Capital No 2 3.25% 14/09/2048 Reg S	3,137	0.53
3,525,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	3,003	0.51
2,850,000	Gazprom Capital Luxembourg 4.25% 06/04/2024 Reg S	2,993	0.51
2,700,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	2,992	0.51
1,500,000	Reseau Ferre de France 4.83% 25/03/2060 EMTN	2,991	0.51
2,659,000	Motability Operations Group 2.375% 03/07/2039 EMTN Reg S	2,984	0.51
2,876,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	2,968	0.50
2,900,000	Daimler International Finance 2.00% 04/09/2023 EMTN Reg S	2,929	0.50
2,873,000	Credit Suisse Group 2.25% VRN 09/06/2028 EMTN Reg S	2,888	0.49
3,075,000	BMW US Capital 4.15% 09/04/2030 144A	2,887	0.49
2,250,000	IPIC GMTN 6.875% 14/03/2026 EMTN Reg S	2,841	0.48
2,657,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	2,804	0.48
1,750,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	2,801	0.48
3,250,000	Microsoft 2.525% 01/06/2050	2,749	0.47
2,740,000	SSE 3.74% VRN (Perpetual)	2,745	0.47
2,200,000	Orbit Capital 3.375% 14/06/2048 Reg S	2,732	0.46
1,500,000	Citigroup 7.375% 01/09/2039 EMTN Reg S	2,716	0.46
2,214,000	London & Quadrant Housing Trust 3.125% 28/02/2053 Reg S	2,677	0.46
2,300,000	Vodafone Group 3.375% 08/08/2049 EMTN Reg S	2,671	0.45
2,650,000	General Electric Capital 4.875% 18/09/2037 EMTN	2,669	0.45
2,822,000	Verizon Communications 1.85% 18/05/2040	2,642	0.45
1,600,000	RWE Finance 6.125% 06/07/2039 EMTN	2,611	0.44
2,100,000	University of Southampton 2.25% 11/04/2057 Reg S	2,597	0.44
2,600,000	Volkswagen Finance Services 1.875% 03/12/2024 EMTN Reg S	2,594	0.44
2,000,000	HSBC Holdings 6.75% 11/09/2028 Reg S	2,565	0.44
3,050,000	Tenneco 5.00% 15/07/2024 Reg S	2,532	0.43
2,649,000	General Motors 6.80% 01/10/2027	2,514	0.43
2,300,000	HSBC Holdings 3.00% VRN 22/07/2028	2,435	0.41
2,468,000	Airbus SE 2.00% 07/04/2028 Reg S	2,379	0.40
2,243,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	2,304	0.39
2,238,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	2,254	0.38
2,120,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	2,246	0.38
2,355,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	2,202	0.37
2,226,000	Barclays 3.375% VRN 02/04/2025 EMTN Reg S	2,179	0.37
2,125,000	New York Life Insurance 4.45% 15/05/2069 144A	2,125	0.36
4,150,000	Intu Metrocentre Finance 4.125% 06/12/2028	2,121	0.36
2,100,000	Gatwick Funding 3.125% 28/09/2041 EMTN Reg S	2,060	0.35
1,450,000	Scottish Widows 7.00% 16/06/2043 Reg S	2,019	0.34
1,800,000	Volkswagen International Finance 4.125% 17/11/2031 Reg S	2,001	0.34
2,100,000	AbbVie 4.05% 21/11/2039 144A	1,987	0.34
1,990,000	AT&T 2.60% 19/05/2038	1,924	0.33
1,982,000	Teva Pharmaceutical Finance Netherlands III BV 6.00% 31/01/2025 Reg S	1,910	0.32
1,900,000	Liberty Living Finance 3.375% 28/11/2029 Reg S	1,884	0.32
1,773,000	Intesa Sanpaolo 5.148% 10/06/2030 EMTN Reg S	1,847	0.31
2,000,000	KBC Groep 4.75% VRN (Perpetual) Reg S	1,843	0.31
1,906,000	Manchester Airport Group Funding 2.875% 30/09/2044 EMTN Reg S	1,842	0.31
932,000	Wellcome Trust 4.00% 09/05/2059 Reg S	1,804	0.31
1,800,000	CPUK Finance 3.69% 28/02/2047 Reg S	1,794	0.31
1,600,000	Prudential 5.70% VRN 19/12/2063 EMTN Reg S	1,778	0.30
2,100,000	ING Groep 6.75% VRN (Perpetual) Reg S	1,748	0.30
1,517,000	Sovereign Housing Capital 2.375% 04/11/2048 Reg S	1,740	0.30

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,350,000	Lloyds Bank 4.875% 30/03/2027 EMTN	1,713	0.29
1,425,000	Home Group 3.125% 27/03/2043 Reg S	1,688	0.29
1,875,000	Upjohn 4.00% 22/06/2050 144A	1,642	0.28
1,400,000	Land Securities Capital Markets 2.75% 22/09/2059 EMTN Reg S	1,635	0.28
1,647,000	Aroundtown 4.75% VRN (Perpetual)	1,633	0.28
1,625,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	1,629	0.28
1,450,000	Comcast 4.70% 15/10/2048	1,581	0.27
1,520,000	Comcast 1.875% 20/02/2036	1,574	0.27
1,200,000	WM Treasury 2 3.25% 20/10/2048 Reg S	1,564	0.27
2,778,000	Intu SGS Finance 4.625% 17/03/2028 Reg S	1,513	0.26
1,663,000	Jerrold Finco 4.875% 15/01/2026 Reg S	1,509	0.26
1,750,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	1,430	0.24
1,300,000	Legal & General Group 5.125% VRN 14/11/2048 Reg S	1,418	0.24
1,250,000	Apple 4.65% 23/02/2046	1,393	0.24
1,917,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	1,375	0.23
700,000	Engie 5.00% 01/10/2060 EMTN Reg S	1,347	0.23
1,250,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	1,347	0.23
1,050,000	HSBC Holdings 6.00% 29/03/2040 EMTN Reg S	1,340	0.23
950,000	Freshwater Finance 5.182% 20/04/2035	1,322	0.22
1,194,000	TP ICAP 5.25% 29/05/2026 Reg S	1,312	0.22
1,218,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	1,307	0.22
800,000	University of Liverpool 3.375% 25/06/2055 Reg S	1,293	0.22
950,000	BAT International Finance 5.75% 05/07/2040 EMTN	1,289	0.22
920,000	Heathrow Funding 6.45% VRN 10/12/2031 Reg S	1,285	0.22
1,100,000	Annington Funding 3.685% 12/07/2034 Reg S	1,259	0.21
1,321,000	Airbus SE 2.375% 09/06/2040 EMTN Reg S	1,249	0.21
1,238,000	Aviva 4.00% VRN 03/06/2055 Reg S	1,247	0.21
1,162,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	1,224	0.21
1,200,000	Shell International Finance 4.375% 11/05/2045	1,201	0.20
900,000	Freshwater Finance 4.556% 03/04/2036 Reg S	1,190	0.20
1,130,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	1,179	0.20
1,300,000	AbbVie 2.95% 21/11/2026 144A	1,151	0.20
1,150,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	1,147	0.20
1,132,000	BUPA Finance 4.125% 14/06/2035 Reg S	1,135	0.19
1,200,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	1,101	0.19
1,076,000	CK Hutchison Group Telecom Finance 2.00% 17/10/2027 Reg S	1,079	0.18
1,080,000	Marks & Spencer 3.25% STEP 10/07/2027 Reg S	1,056	0.18
900,000	Comcast 4.95% 15/10/2058	1,051	0.18
856,000	Northern Electric Finance 2.75% 24/05/2049 Reg S	1,050	0.18
1,000,000	EDF 6.00% 22/01/2114 144A	1,048	0.18
700,000	Heathrow Funding 5.875% 13/05/2043 EMTN Reg S	1,034	0.18
1,000,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	1,029	0.18
800,000	London Merchant Securities 6.50% 16/03/2026	1,021	0.17
1,250,000	Takeda Pharmaceutical 3.375% 09/07/2060	1,020	0.17
850,000	HSBC Bank 4.75% 24/03/2046 EMTN	1,006	0.17
950,000	Investec 4.50% 05/05/2022 EMTN Reg S	981	0.17
750,000	Gatwick Funding 5.75% 23/01/2037 EMTN Reg S	972	0.17
710,000	Annes Gate Property 5.661% 30/06/2031	969	0.16
1,150,000	QBE Insurance Group 5.875% VRN (Perpetual)	968	0.16
1,200,000	Western Gas Partners 4.05% 01/02/2030	934	0.16
1,100,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	914	0.16
1,104,000	Duke Energy Ind 2.75% 01/04/2050	913	0.16
880,000	Nationwide Building Society 5.875% VRN (Perpetual)	879	0.15

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
880,000	M&G 3.875% VRN 20/07/2049 Reg S	877	0.15
714,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	789	0.13
782,000	Westfield America Management 2.625% 30/03/2029 Reg S	758	0.13
700,000	Land Securities Capital Markets 2.399% 08/02/2031 Reg S	747	0.13
800,000	Provident Financial 8.25% STEP 04/06/2023 EMTN Reg S	734	0.12
859,000	AA Bond 5.50% 31/07/2043 Reg S	726	0.12
750,000	Virgin Money UK 9.25% VRN (Perpetual)	722	0.12
577,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	689	0.12
638,000	Guinness Partnership 2.00% 22/04/2055 Reg S	680	0.12
645,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	651	0.11
543,000	Optivo Finance 2.857% 07/10/2035 Reg S	626	0.11
780,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	612	0.10
500,000	Glencore Finance (Europe) 6.00% VRN 03/04/2022 Reg S	533	0.09
464,000	Direct Line Insurance Group 4.00% 05/06/2032	475	0.08
800,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	440	0.07
350,000	Edinburgh Investment Trust 7.75% 30/09/2022	398	0.07
293,000	Pension Insurance 4.625% 07/05/2031	305	0.05
250,000	Peel Holdings 8.375% STEP 30/04/2040	299	0.05
200,000	Autostrade per Litalia 1.625% 12/06/2023	172	0.03
100,000	PGH Capital 6.625% 18/12/2025	115	0.02
1,274,000	Rowan Companies 5.40% 01/12/2042	106	0.02
1,000,000	Cattles 6.875% VRN 17/01/2014 EMTN (Defaulted)	0	0.00
1,125,000	TXU Eastern Funding 7.25% 08/03/2030 EMTN (Defaulted)	0	0.00
300,000	Cattles 7.125% 05/07/2017 (Defaulted)	0	0.00
		<b>492,478</b>	<b>83.77</b>
	<b>Mortgage Related Bonds - (8.71%)</b>		
6,794,646	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	9,104	1.55
5,862,498	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	7,391	1.26
3,200,000	Broadgate Financing 4.999% 05/10/2031 Reg S	3,837	0.65
4,789,000	Dignity Finance 4.6956% 31/12/2049 Reg S	3,702	0.63
2,445,049	Tesco Property Finance 2 6.0517% 13/10/2039	3,281	0.56
3,000,000	Abu Dhabi Crude Oil Pipeline 4.60% 02/11/2047 Reg S	2,887	0.49
2,200,000	Swan Housing Capital 3.625% 05/03/2048 Reg S	2,590	0.44
2,172,625	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	2,204	0.37
2,138,500	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	2,128	0.36
1,599,382	Equity Release Funding 3 5.70% 26/02/2031	1,880	0.32
1,077,989	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	1,449	0.25
1,150,000	Equity Release Funding 3 5.05% 26/04/2033	1,444	0.25
1,260,000	Virgin Media Secured Finance 6.25% 28/03/2029 Reg S	1,329	0.23
1,002,218	Meadowhall Finance 4.986% 12/07/2037 Reg S	1,218	0.21
1,150,000	Channel Link Enterprises Finance 3.043% VRN 30/06/2050 Reg S	1,187	0.20
850,000	Peel South East 10.00% 30/04/2026	1,142	0.19
629,816	Trafford Centre Finance 6.50% 28/07/2033	835	0.14
600,000	Dali Capital 4.7992% 21/12/2037	815	0.14
516,604	White City Property Finance 5.1202% 17/04/2035	674	0.11
535,714	Equity Release Funding 2 5.88% 26/05/2032	651	0.11
500,000	RHP Finance 3.25% 05/02/2048 Reg S	588	0.10
238,303	Premiertel 6.175% 08/05/2032	294	0.05
330,000	Greene King Finance 5.702% 15/12/2034	278	0.05
132,201	Dignity Finance 3.5456% 31/12/2034 Reg S	140	0.02
		<b>51,048</b>	<b>8.68</b>

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Gilt Edged Securities - (3.37%)</b>		
5,340,000	UK Gilt 4.25% 07/12/2040 Reg S	9,130	1.55
2,000,000	UK Gilt 4.25% 07/12/2055	4,357	0.74
1,000,000	UK Gilt 4.00% 22/01/2060 Reg S	2,234	0.38
1,130,000	UK Gilt 4.25% 07/09/2039 Reg S	1,894	0.32
610,000	UK Gilt 1.50% 22/07/2047 Reg S	744	0.13
		<b>18,359</b>	<b>3.12</b>
	<b>Government Bonds - (1.36%)</b>		
5,200,000	Abu Dhabi 2.125% 30/09/2024 Reg S	4,370	0.74
3,050,000	Qatar 3.75% 16/04/2030 Reg S	2,830	0.48
1,675,000	Abu Dhabi 3.875% 16/04/2050 Reg S	1,612	0.27
1,000,000	Mexico 5.625% 19/03/2114 EMTN	1,014	0.17
		<b>9,826</b>	<b>1.67</b>
	<b>Interest Rate Swaps - (0.41%)</b>		
15,000,000	Receive fixed 1.2486% pay float Sonia O/N Deposit Rates Swap 07/03/2039	3,014	0.51
4,000,000	Receive fixed 1.4713% pay float 6 Month GBP LIBOR 05/04/2049	1,196	0.20
5,000,000	Receive fixed 1.2755% pay float Sonia O/N Deposit Rates Swap 21/02/2039	1,028	0.17
9,100,000	Receive fixed 2.1497% pay float 6 Month AUD Bank Bill 23/04/2029	608	0.10
6,000,000	Receive fixed 1.6023% pay float 3 Month USD LIBOR 12/08/2029	450	0.08
10,000,000	Receive fixed 0.6158% pay float 6 Month GBP LIBOR 16/03/2040	366	0.06
5,300,000	Receive fixed 0.5133% pay float 6 Month CHF LIBOR 13/11/2028	348	0.06
4,000,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 29/01/2028	222	0.04
2,400,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 04/06/2028	136	0.02
4,600,000	Receive fixed 0.6218% pay float 6 Month GBP LIBOR 15/08/2029	122	0.02
7,700,000	Receive fixed 0.6848% pay float 3 Month USD LIBOR 22/06/2030	36	0.01
600,000	Receive fixed 0.4098% pay float 6 Month CHF LIBOR 04/04/2028	33	0.01
8,800,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	32	0.01
8,400,000	Receive fixed 0.6633% pay float 3 Month USD LIBOR 26/05/2030	27	0.00
173,300,000	Pay fixed -0.008% receive float 6 Month JPY LIBOR 26/05/2030	10	0.00
5,400,000	Receive fixed 0.3598% pay float 3 Month STIBOR 26/05/2030	3	0.00
600,000	Receive fixed -0.3862% pay float 6 Month CHF LIBOR 26/05/2030	(4)	0.00
900,000	Pay fixed -0.1298% receive float 6 Month EURIBOR 25/05/2030	(5)	0.00
61,500,000	Receive fixed 0.2253% pay float 3 Month STIBOR 16/03/2030	(31)	(0.01)
9,900,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	(33)	(0.01)
752,100,000	Receive fixed 0.0427% pay float 6 Month JPY LIBOR 13/08/2029	(49)	(0.01)
7,000,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(158)	(0.03)
6,500,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(175)	(0.03)
14,700,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	(248)	(0.04)
4,210,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(265)	(0.04)
13,500,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(598)	(0.10)
9,400,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(734)	(0.12)
9,600,000	Pay fixed 2.415% receive float NZD Bank Bill 3 Month Index 12/02/2029	(768)	(0.13)
		<b>4,563</b>	<b>0.78</b>
	<b>Municipal Bond - (0.29%)</b>		
1,850,000	University of California Revenues 4.858% 15/05/2112	2,143	0.36
		<b>2,143</b>	<b>0.36</b>
	<b>Index Credit Default Swaps - (0.00%)</b>		
18,000,000	Sold Protection on ITRAXX XOver S33 20/06/2025	736	0.13
		<b>736</b>	<b>0.13</b>
	<b>Financials - (0.00%)</b>		
0	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	1	0.00
		<b>1</b>	<b>0.00</b>

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Futures - ((0.17)%)</b>		
72,900,000	Long Gilt Commodity Future 28/09/2020	342	0.06
(20,000,000)	US Ultra Bond Commodity Future 21/09/2020	83	0.01
4,400,000	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2020	23	0.00
8,400,000	US 20 Year Long Bond (CBT) Commodity Future 21/09/2020	21	0.00
(2,900,000)	Euro-Bobl Commodity Future 08/09/2020	(15)	0.00
(13,800,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2020	(54)	(0.01)
(18,700,000)	US 10 Year Ultra Future 21/09/2020	(166)	(0.03)
(12,500,000)	Euro-Bund Commodity Future 08/09/2020	(173)	(0.03)
(6,400,000)	Euro-Buxl 30 Year Commodity Future 08/09/2020	(270)	(0.05)
		<b>(209)</b>	<b>(0.04)</b>
	<b>Forward Foreign Exchange Contracts - ((0.74)%)</b>		
1,889,000	Bought EUR sold GBP @ 0.894329 for settlement 13/08/2020	40	0.01
1,000,000	Bought NZD sold GBP @ 0.488386 for settlement 13/08/2020	33	0.01
1,643,000	Bought EUR sold GBP @ 0.894329 for settlement 13/08/2020	30	0.01
7,203,000	Bought USD sold GBP @ 0.811080 for settlement 13/08/2020	26	0.00
(4,370,000)	Bought GBP sold USD @ 1.223360 for settlement 13/08/2020	12	0.00
(3,532,000)	Bought GBP sold USD @ 1.233110 for settlement 13/08/2020	(13)	0.00
(1,931,000)	Bought GBP sold USD @ 1.237458 for settlement 13/08/2020	(13)	0.00
(1,625,000)	Bought GBP sold EUR @ 1.120685 for settlement 13/08/2020	(35)	(0.01)
(1,715,000)	Bought GBP sold EUR @ 1.120902 for settlement 13/08/2020	(38)	(0.01)
(4,168,000)	Bought GBP sold EUR @ 1.112175 for settlement 13/08/2020	(62)	(0.01)
(2,379,000)	Bought GBP sold USD @ 1.273667 for settlement 13/08/2020	(70)	(0.01)
(81,650,000)	Bought GBP sold USD @ 1.237725 for settlement 13/08/2020	(557)	(0.09)
(41,649,000)	Bought GBP sold EUR @ 1.144021 for settlement 13/08/2020	(1,666)	(0.28)
		<b>(2,313)</b>	<b>(0.39)</b>
	<b>Portfolio of investments</b>	<b>576,632</b>	<b>98.08</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>11,240</b>	<b>1.92</b>
	<b>Net assets</b>	<b>587,872</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



# Pacific (ex-Japan) Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Australia - (52.95%)</b>		
8,430	CSL Group	1,351	8.24
50,756	BHP Group	1,015	6.20
26,092	Commonwealth Bank Australia	1,011	6.17
15,592	Ramsay Healthcare	579	3.53
52,670	Westpac Banking	528	3.22
58,752	Goodman Group	487	2.97
134,820	Evolution Mining	426	2.60
39,191	Coles Group	375	2.29
209,850	Medibank Private	349	2.13
17,809	Appen	337	2.06
31,690	ANZ Bank	330	2.01
4,355	Macquarie Group	288	1.76
147,944	Telstra	259	1.58
15,359	Aristocrat Leisure	219	1.34
38,628	QBE Insurance Group	191	1.17
7,415	Wesfarmers	185	1.13
54,728	Insurance Australia Group	176	1.07
165,464	Service Stream	176	1.07
53,506	Origin Energy	174	1.06
61,697	Freedom Foods Group	102	0.62
122,437	Nine Entertainment Company Holdings	94	0.57
52,702	Oil Search	93	0.57
2,011	Blackmores	87	0.53
		<b>8,832</b>	<b>53.91</b>
	<b>Hong Kong - (33.77%)</b>		
183,400	AIA Group	1,391	8.49
247,000	HKBN	352	2.15
295,000	HKT Trust & HKT	351	2.14
77,900	Dairy Farm International Holdings	296	1.81
37,100	Link Real Estate Investment Trust	247	1.51
35,000	Galaxy Entertainment Group	194	1.18
296,000	SUNeVision Holdings	189	1.15
36,000	CK Infrastructure Holdings	151	0.92
27,500	CK Hutchison Holdings	144	0.88
36,000	New World Development	139	0.85
152,000	SITC International Holdings	132	0.81
117,000	Kerry Logistics Network	126	0.77
13,700	ASM Pacific Technology	117	0.71
36,000	Vitasoy International Holdings	112	0.68
98,500	HK Electric Investments Trust & HK Electric Investments	83	0.51
17,500	Power Assets Holdings	78	0.48
46,000	Cafe de Coral Holdings	77	0.47
		<b>4,179</b>	<b>25.51</b>

# Pacific (ex-Japan) Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Singapore - (5.08%)</b>		
258,300	Mapletree Industrial Trust (REIT)	433	2.64
31,100	United Overseas Bank	368	2.25
168,083	Keppel (REIT)	249	1.52
49,500	City Developments	244	1.49
112,000	CapitaLand	191	1.17
216,000	Netlink Nbn Trust	123	0.75
131,400	Ascendas India Trust	102	0.62
53,400	Singapore Telecommunications	77	0.47
		<b>1,787</b>	<b>10.91</b>
	<b>New Zealand - (1.63%)</b>		
14,851	Fisher & Paykel Healthcare	272	1.66
64,472	Auckland International Airport	220	1.34
		<b>492</b>	<b>3.00</b>
	<b>United States - (0.03%)</b>		
23	Fidelity Institutional Liquidity Fund - USD A Acc	348	2.12
		<b>348</b>	<b>2.12</b>
	<b>China - (4.49%)</b>		
3,400	Tencent Holdings	178	1.09
85,200	China International Capital (H)	136	0.83
		<b>314</b>	<b>1.92</b>
	<b>Portfolio of investments</b>	<b>15,952</b>	<b>97.37</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>428</b>	<b>2.63</b>
	<b>Net assets</b>	<b>16,380</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (49.49%)</b>		
1,700,000	Pension Insurance 5.625% 20/09/2030 Reg S	1,935	1.34
1,300,000	HSBC Holdings 7.00% 07/04/2038 EMTN Reg S	1,818	1.26
1,782,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	1,789	1.24
1,700,000	BFCM Paris 1.875% 13/12/2022 EMTN Reg S	1,744	1.20
1,731,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	1,739	1.20
970,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	1,673	1.16
1,650,000	Walt Disney 3.35% 24/03/2025	1,487	1.03
1,500,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	1,478	1.02
1,314,000	DNB Bank 1.375% 12/06/2023 Reg S	1,342	0.93
1,300,000	HSBC Holdings 2.175% VRN 27/06/2023	1,313	0.91
1,300,000	Daimler International Finance 1.50% 18/08/2021 EMTN Reg S	1,301	0.90
1,150,000	Prudential 6.25% VRN 20/10/2068 Reg S	1,263	0.87
1,200,000	Euroclear Bank KBC Groep 1.25% 30/09/2024 EMTN Reg S	1,228	0.85
1,500,000	Western Gas Partners 4.05% 01/02/2030	1,167	0.81
1,117,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	1,123	0.78
750,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	1,063	0.73
549,000	Engie 5.95% 16/03/2111 EMTN Reg S	1,044	0.72
1,000,000	Abertis Infraestructuras 3.375% 27/11/2026 EMTN Reg S	1,035	0.72
1,016,000	MPT Operating Partnership 3.692% 05/06/2028	1,018	0.70
600,000	EDF 6.00% 23/01/2114 EMTN Reg S	1,004	0.69
889,000	Bristol-Myers Squibb 4.25% 26/10/2049 144A	959	0.66
950,000	AA Bond 4.2487% 31/07/2043 Reg S	948	0.66
932,000	BMW International Investment 1.25% 11/07/2022 EMTN Reg S	938	0.65
921,000	RSA Insurance Group 1.625% 28/08/2024 Reg S	929	0.64
550,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	880	0.61
750,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	810	0.56
850,000	BMW US Capital 4.15% 09/04/2030 144A	798	0.55
806,000	AA Bond 5.50% 31/07/2050 Reg S	781	0.54
740,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	781	0.54
750,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	781	0.54
700,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	776	0.54
900,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	767	0.53
775,000	Shaftesbury Carnaby 2.487% 30/09/2031	752	0.52
900,000	Tenneco 5.00% 15/07/2024 Reg S	747	0.52
550,000	British Land 5.264% 24/09/2035	731	0.51
849,000	UBS Group 6.875% VRN (Perpetual)	725	0.50
718,000	Credit Suisse Group 2.25% VRN 09/06/2028 EMTN Reg S	722	0.50
825,000	Glencore Funding 4.125% 12/03/2024 144A	721	0.50
697,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	719	0.50
700,000	Volkswagen Finance Services 1.875% 03/12/2024 EMTN Reg S	698	0.48
691,000	Airbus SE 2.00% 07/04/2028 Reg S	666	0.46
1,300,000	Intu Metrocentre Finance 4.125% 06/12/2028	664	0.46
650,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	663	0.46
550,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	661	0.46
660,000	SSE 3.74% VRN (Perpetual)	661	0.46
670,000	Lloyds Bank Corporate Markets 2.375% 09/04/2026 EMTN Reg S	657	0.45
615,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	651	0.45
637,000	Southern Water Services Finance 2.375% 28/05/2028 EMTN Reg S	647	0.45
750,000	UniCredit 6.572% 14/01/2022 144A	646	0.45
674,000	General Motors 6.80% 01/10/2027	640	0.44
640,000	Barclays 3.375% VRN 02/04/2025 EMTN Reg S	627	0.43

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
588,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	592	0.41
557,000	Clarion Funding 1.875% 22/01/2035 EMTN Reg S	568	0.39
605,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	566	0.39
543,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	558	0.39
525,000	EDF 6.00% 22/01/2114 144A	550	0.38
570,000	AbbVie 4.05% 21/11/2039 144A	539	0.37
550,000	CYBG 5.00% VRN 09/02/2026 Reg S	533	0.37
500,000	CNP Assurances 7.375% VRN 30/09/2041 Reg S	531	0.37
549,000	Teva Pharmaceutical Finance Netherlands III BV 6.00% 31/01/2025 Reg S	529	0.37
550,000	AA Bond 2.75% 31/07/2043 EMTN Reg S	513	0.35
515,000	Aroundtown 4.75% VRN (Perpetual)	510	0.35
400,000	IPIC GMTN 6.875% 14/03/2026 EMTN Reg S	505	0.35
510,000	AT&T 2.60% 19/05/2038	493	0.34
550,000	CPI Property Group 1.625% 23/04/2027 EMTN Reg S	476	0.33
355,000	AT&T 4.875% 01/06/2044	476	0.33
450,000	London & Quadrant Housing Trust 2.625% 05/05/2026 Reg S	476	0.33
550,000	Pershing Square Holdings 5.50% 15/07/2022 Reg S	473	0.33
550,000	BP Capital Markets America 2.75% 10/05/2023	471	0.33
453,000	Royal Bank Scotland Group 3.622% VRN 14/08/2030 Reg S	464	0.32
430,000	Intesa Sanpaolo 5.148% 10/06/2030 EMTN Reg S	448	0.31
620,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	445	0.31
425,000	Yorkshire Building Society 3.00% VRN 18/04/2025 EMTN Reg S	442	0.31
400,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	431	0.30
444,000	AA Bond 2.875% 31/07/2043 Reg S	430	0.30
400,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	401	0.28
380,000	Comcast 1.875% 20/02/2036	394	0.27
450,000	Upjohn 4.00% 22/06/2050 144A	394	0.27
450,000	Microsoft 2.675% 01/06/2060	384	0.27
344,000	TP ICAP 5.25% 29/05/2026 Reg S	378	0.26
375,000	Dwr Cymru Fing UK 1.625% 31/03/2026 EMTN Reg S	377	0.26
350,000	Glencore Finance (Europe) 6.00% VRN 03/04/2022 Reg S	373	0.26
410,000	Jerrold Finco 4.875% 15/01/2026 Reg S	372	0.26
400,000	Bharti Airtel International Netherlands 3.375% 20/05/2021 Reg S	367	0.25
400,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	367	0.25
444,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	363	0.25
300,000	GE Capital UK Funding 5.875% 18/01/2033 EMTN	361	0.25
350,000	Yorkshire Building Society 3.375% VRN 13/09/2028 EMTN Reg S	360	0.25
350,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	349	0.24
318,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	341	0.24
313,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	330	0.23
200,000	AT&T 7.00% 30/04/2040 EMTN	326	0.23
310,000	Aviva 4.00% VRN 03/06/2055 Reg S	312	0.22
311,000	CK Hutchison Group Telecom Finance 2.00% 17/10/2027 Reg S	312	0.22
350,000	AbbVie 2.95% 21/11/2026 144A	310	0.21
327,000	Airbus SE 2.375% 09/06/2040 EMTN Reg S	309	0.21
300,000	TSB Banking Group 5.75% VRN 06/05/2026 EMTN	299	0.21
280,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	292	0.20
200,000	Massachusetts Institute of Technology 5.60% 01/07/2111	288	0.20
281,000	BUPA Finance 4.125% 14/06/2035 Reg S	282	0.19
300,000	Provident Financial 8.25% STEP 04/06/2023 EMTN Reg S	275	0.19
268,000	M&G 3.875% VRN 20/07/2049 Reg S	267	0.18
250,000	Marks & Spencer 4.75% 12/06/2025 EMTN	267	0.18
250,000	Land Securities Capital Markets 2.399% 08/02/2031 Reg S	267	0.18

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
325,000	Takeda Pharmaceutical 3.375% 09/07/2060	265	0.18
150,000	University of Cambridge 3.75% 17/10/2052	262	0.18
250,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	258	0.18
250,000	Land Securities Capital Markets 1.974% 08/02/2026 Reg S	256	0.18
302,000	AA Bond 5.50% 31/07/2043 Reg S	255	0.18
200,000	Lloyds Bank 4.875% 30/03/2027 EMTN	254	0.18
300,000	QBE Insurance Group 5.875% VRN (Perpetual)	252	0.17
300,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	249	0.17
246,000	Nationwide Building Society 5.875% VRN (Perpetual)	246	0.17
400,000	European Investment Bank 6.00% 06/08/2020	224	0.15
200,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	219	0.15
200,000	EDF 5.875% VRN (Perpetual) Reg S	206	0.14
200,000	Direct Line Insurance Group 4.00% 05/06/2032	205	0.14
200,000	Anglian Water (Osprey) Financing 5.00% 30/04/2023 EMTN Reg S	203	0.14
156,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	186	0.13
183,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	185	0.13
200,000	Empresa de Transporte de Pasajeros Metro 4.75% 04/02/2024 Reg S	177	0.12
153,000	Optivo Finance 2.857% 07/10/2035 Reg S	176	0.12
150,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	168	0.12
300,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	165	0.11
203,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	159	0.11
200,000	Continental Resources 4.50% 15/04/2023	156	0.11
100,000	Statoil 4.25% 10/04/2041 EMTN Reg S	144	0.10
100,000	Suez Environnement 5.375% 02/12/2030 EMTN	137	0.09
250,000	Intu SGS Finance 4.625% 17/03/2028 Reg S	136	0.09
100,000	Abbey National Treasury Services 5.75% 02/03/2026 EMTN Reg S	128	0.09
100,000	London Merchant Securities 6.50% 16/03/2026	128	0.09
100,000	America Movil 5.00% 27/10/2026	121	0.08
100,000	Bankers Investment Trust 8.00% 31/10/2023	117	0.08
102,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	113	0.08
100,000	Pension Insurance 4.625% 07/05/2031	104	0.07
100,000	UnitedHealth Group 4.25% 15/03/2043	101	0.07
50,000	Engie 5.00% 01/10/2060 EMTN Reg S	96	0.07
50,000	Wales & West Utilities Finance 5.75% 29/03/2030	70	0.05
50,000	BAT International Finance 5.75% 05/07/2040 EMTN	68	0.05
50,000	Annes Gate Property 5.661% 30/06/2031	68	0.05
75,000	Autostrade per Litalia 1.625% 12/06/2023	65	0.04
50,000	HSBC Holdings 6.00% 29/03/2040 EMTN Reg S	64	0.04
50,000	Peel Holdings 8.375% STEP 30/04/2040	60	0.04
50,000	HSBC Bank 4.75% 24/03/2046 EMTN	59	0.04
50,000	Edinburgh Investment Trust 7.75% 30/09/2022	57	0.04
50,000	Home Depot 4.875% 15/02/2044	56	0.04
		<b>79,064</b>	<b>54.64</b>
	<b>Gilt Edged Securities - (39.18%)</b>		
7,950,000	UK Gilt 3.25% 22/01/2044 Reg S	12,522	8.65
4,300,000	UK Gilt 3.75% 22/07/2052 Reg S	8,270	5.72
3,000,000	UK Gilt 4.00% 22/01/2060 Reg S	6,703	4.63
2,950,000	UK Gilt 4.25% 07/12/2046	5,559	3.84
2,150,000	UK Gilt 4.25% 07/12/2055	4,684	3.24
1,650,000	UK Gilt 3.50% 22/07/2068	3,741	2.59
3,000,000	UK Gilt 2.75% 07/09/2024 Reg S	3,356	2.32
1,130,000	UK Gilt 1.50% 22/07/2047 Reg S	1,378	0.95

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
670,000	UK Gilt 1.625% 22/10/2071 Reg S	1,026	0.71
400,000	UK Gilt 4.25% 07/12/2049	791	0.55
		<b>48,030</b>	<b>33.19</b>
	<b>Mortgage Related Bonds - (5.55%)</b>		
1,400,000	Newday Partnership Funding 2017 1 0.8441% VRN 15/12/2027 Reg S	1,367	0.94
750,000	Swan Housing Capital 3.625% 05/03/2048 Reg S	883	0.61
700,000	Broadgate Financing 4.999% 05/10/2031 Reg S	839	0.58
819,000	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	815	0.56
692,375	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	702	0.49
450,000	Virgin Media Secured Finance 6.25% 28/03/2029 Reg S	475	0.33
337,323	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	452	0.31
411,690	Together Asset Backed Securitisation 2018-1 1.3776% VRN 12/07/2050 Reg S	410	0.28
448,645	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	403	0.28
509,000	Dignity Finance 4.6956% 31/12/2049 Reg S	393	0.27
248,649	Tesco Property Finance 2 6.0517% 13/10/2039	334	0.23
321,991	Together Asset Backed Securitisation 1 1.1976% VRN 12/03/2049 Reg S	321	0.22
280,000	SLM Student Loan Trust FRN 5.15% 15/12/2039 Reg S	259	0.18
151,099	Equity Release Funding 3 5.70% 26/02/2031	178	0.12
105,406	Channel Tunnel Rail Link 5.234% 02/05/2035	145	0.10
100,000	Dali Capital 4.7992% 21/12/2037	136	0.09
97,999	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	132	0.09
85,690	Tesco Property Finance 1 7.6227% 13/07/2039	128	0.09
102,616	Meadowhall Finance 4.986% 12/07/2037 Reg S	125	0.09
100,000	RHP Finance 3.25% 05/02/2048 Reg S	118	0.08
86,656	Premiertel 6.175% 08/05/2032	107	0.07
100,000	Telereal Securitisation 4.0902% VRN 10/12/2033	102	0.07
80,308	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	101	0.07
109,688	Sprint Spectrum 3.36% 20/03/2023 144A	90	0.06
77,765	Dignity Finance 3.5456% 31/12/2034 Reg S	82	0.06
50,000	Peel South East 10.00% 30/04/2026	67	0.05
50,000	Equity Release Funding 3 5.05% 26/04/2033	63	0.04
53,397	Longstone Finance 4.791% 19/04/2036	62	0.04
43,050	White City Property Finance 5.1202% 17/04/2035	56	0.04
39,364	Trafford Centre Finance 6.50% 28/07/2033	52	0.04
36,845	RMPA Services 5.337% 30/09/2038	51	0.04
41,209	Equity Release Funding 2 5.88% 26/05/2032	50	0.03
		<b>9,498</b>	<b>6.56</b>
	<b>Government Bonds - (2.54%)</b>		
1,450,000	Abu Dhabi 2.125% 30/09/2024 Reg S	1,219	0.84
1,350,000	Qatar 2.375% 02/06/2021 Reg S	1,113	0.77
1,050,000	Kuwait 2.75% 20/03/2022 Reg S	881	0.61
850,000	Qatar 3.75% 16/04/2030 Reg S	789	0.55
450,000	Abu Dhabi 3.875% 16/04/2050 Reg S	433	0.30
		<b>4,435</b>	<b>3.07</b>
	<b>Futures - ((0.03)%)</b>		
5,700,000	Australian 10 Year Bond Commodity Future 15/09/2020	50	0.03
10,300,000	Long Gilt Commodity Future 28/09/2020	49	0.03
6,600,000	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2020	39	0.03
4,800,000	Canadian 10 Year Commodity Bond Future 21/09/2020	13	0.01
400,000	US Ultra Bond Commodity Future 21/09/2020	12	0.01
600,000	US 20 Year Long Bond (CBT) Commodity Future 21/09/2020	2	0.00
(600,000)	US 2 Year Treasury Note (CBT) Commodity Future 30/09/2020	0	0.00

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
300,000	Euro-Schatz Commodity Future 08/09/2020	0	0.00
(1,700,000)	Euro-Bobl Commodity Future 08/09/2020	(9)	(0.01)
(300,000)	Euro-Buxl 30 Year Commodity Future 08/09/2020	(14)	(0.01)
(5,000,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2020	(20)	(0.01)
(5,400,000)	US 10 Year Ultra Future 21/09/2020	(48)	(0.03)
(7,500,000)	Euro-Bund Commodity Future 08/09/2020	(113)	(0.08)
		<b>(39)</b>	<b>(0.03)</b>
	<b>Index Credit Default Swaps - ((0.43)%)</b>		
3,000,000	Bought Protection on ITRAXX XOver S33 20/06/2025	(123)	(0.09)
		<b>(123)</b>	<b>(0.09)</b>
	<b>Interest Rate Swaps - (0.09%)</b>		
3,000,000	Receive fixed 1.7528% pay float 6 Month GBP LIBOR 26/01/2036	620	0.43
2,000,000	Receive fixed 1.5383% pay float 6 Month GBP LIBOR 18/01/2034	307	0.21
1,000,000	Receive fixed 1.6138% pay float 6 Month GBP LIBOR 19/01/2035	174	0.12
4,000,000	Receive fixed 0.8653% pay float 6 Month GBP LIBOR 19/01/2021	12	0.01
4,000,000	Pay fixed 2.6212% receive float 3 Month USD LIBOR 24/01/2047	(1,386)	(0.96)
		<b>(273)</b>	<b>(0.19)</b>
	<b>Forward Foreign Exchange Contracts - ((0.47)%)</b>		
890,000	Bought EUR sold GBP @ 0.891287 for settlement 13/08/2020	31	0.02
1,030,000	Bought EUR sold GBP @ 0.891287 for settlement 13/08/2020	22	0.02
1,046,000	Bought EUR sold GBP @ 0.891287 for settlement 13/08/2020	19	0.01
824,000	Bought USD sold GBP @ 0.809905 for settlement 13/08/2020	16	0.01
613,000	Bought EUR sold GBP @ 0.891287 for settlement 13/08/2020	9	0.01
2,297,000	Bought USD sold GBP @ 0.809905 for settlement 13/08/2020	8	0.01
(1,342,000)	Bought GBP sold USD @ 1.224060 for settlement 13/08/2020	3	0.00
788,000	Bought USD sold GBP @ 0.809905 for settlement 13/08/2020	0	0.00
466,000	Bought USD sold GBP @ 0.809905 for settlement 13/08/2020	(4)	0.00
(909,000)	Bought GBP sold USD @ 1.234505 for settlement 13/08/2020	(4)	0.00
(865,000)	Bought GBP sold USD @ 1.237458 for settlement 13/08/2020	(6)	0.00
(812,000)	Bought GBP sold EUR @ 1.113578 for settlement 13/08/2020	(13)	(0.01)
(400,000)	Bought GBP sold AUD @ 1.933762 for settlement 13/08/2020	(16)	(0.01)
(22,800,000)	Bought GBP sold USD @ 1.246514 for settlement 13/08/2020	(285)	(0.20)
(10,618,000)	Bought GBP sold EUR @ 1.147249 for settlement 13/08/2020	(451)	(0.31)
		<b>(671)</b>	<b>(0.46)</b>
	<b>Portfolio of investments</b>	<b>139,921</b>	<b>96.69</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>4,770</b>	<b>3.31</b>
	<b>Net assets</b>	<b>144,691</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (27.16%)</b>		
141,801	Tencent Holdings	7,432	7.27
39,900	Alibaba Group Holding (ADR)	6,991	6.84
2,405,000	China Construction Bank (H)	1,583	1.55
194,500	Ping An Insurance (Group) Company of China	1,583	1.55
7,190	Kweichow Moutai (A) 06/04/2022 (ELN)	1,212	1.19
172,500	Innovent Biologics	1,042	1.02
55,000	Meituan-Dianping (B)	994	0.97
26,900	Shenzhen Mindray Bio-Medical Electronics (A) 09/12/2020 (ELN)	947	0.93
210,061	Shenzhen Inovance Technology (A) 11/02/2022 (ELN)	919	0.90
120,000	ANTA Sports Products	863	0.84
1,490,000	Industrial & Commercial Bank of China (H)	736	0.72
105,855	Midea Group (A) 16/11/2020 (ELN)	729	0.71
255,000	China Gas Holdings	641	0.63
97,356	Shanghai Bairun Investment-A (A) 02/12/2020 (ELN)	508	0.50
38,600	Sunny Optical Technology Group	503	0.49
80,000	Tsingtao Brewery (H)	483	0.47
127,000	China Merchants Bank (H)	475	0.46
190,500	China Overseas Land & Investment	470	0.46
260,000	China Life Insurance (H)	427	0.42
1,388,000	Bank of China (H)	419	0.41
570,000	China Oilfield Services (H)	417	0.41
421,500	China Yongda Automobiles Services Holdings	412	0.40
99,288	Yantai Jereh Oilfield Services Group (A) 09/12/2020 (ELN)	355	0.35
161,100	Sany Heavy Industry (A) 25/05/2022 (ELN)	348	0.34
226,000	Sino Biopharmaceutical	347	0.34
373,000	CNOOC Group	338	0.33
85,500	Longfor Group Holdings	331	0.32
57,500	China Mobile	316	0.31
7,500	Yum China Holdings	299	0.29
121,000	Haier Electronics Group	298	0.29
26,505	Yunnan Baiyao Group (A) 02/12/2020 (ELN)	286	0.28
5,000	TAL Education Group (A) (ADR)	275	0.27
27,000	Shenzhou International Group Holdings	265	0.26
121,000	China Pacific Insurance Group (H)	263	0.26
28,836	Shanghai International Airport (A) 06/04/2022 (ELN)	239	0.23
7,100	JD.Com (A)	172	0.17
9,600	NetEase	135	0.13
808,000	China Tower (H)	116	0.11
		<b>34,169</b>	<b>33.43</b>
	<b>Korea - (11.16%)</b>		
126,136	Samsung Electronics	4,512	4.41
34,242	SK Hynix	1,974	1.93
4,310	LG Chemical	1,431	1.40
7,390	LG InnoTek	871	0.85
32,111	KB Financial Group	738	0.72
6,044	POSCO	713	0.70
36,752	Hyundai Marine & Fire Insurance	570	0.56
16,552	Hana Financial Group	302	0.30
1,114	Samsung SDI	274	0.27
3,023	Hyundai Motor	200	0.20
		<b>11,585</b>	<b>11.33</b>



# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Taiwan - (7.83%)</b>		
484,000	Taiwan Semiconductor Manufacturing Company	4,172	4.08
114,000	MediaTek	1,811	1.77
7,000	Largan Precision	787	0.77
295,000	Hon Hai Precision Industry	701	0.69
66,020	Hiwin Technologies	534	0.52
64,000	Realtek Semiconductor	527	0.52
597,956	E.SUN Financial Holding Company	457	0.45
22,000	International Games Systems	444	0.43
317,000	Unimicron Technology	437	0.43
28,000	AirTAC International Group	398	0.39
		<b>10,268</b>	<b>10.04</b>
	<b>India - (9.44%)</b>		
147,710	Reliance Industries	2,722	2.66
57,247	Housing Development Finance Corporation	1,088	1.06
142,377	Bharti Airtel	862	0.84
68,901	HDFC Bank	793	0.78
181,300	ICICI Bank	689	0.67
153,475	Axis Bank	675	0.66
79,829	Shriram Transport Finance	595	0.58
31,892	Kotak Mahindra Bank	466	0.46
37,018	Larsen & Toubro	378	0.37
28,900	Infosys	229	0.22
10,516	Reliance Industries	91	0.09
		<b>8,588</b>	<b>8.40</b>
	<b>Brazil - (9.02%)</b>		
128,800	B3 S.A. - Brasil	1,062	1.04
260,800	Rumo	891	0.87
129,220	Petroleo Brasileiro-Petrobras (ADR)	872	0.85
142,200	Suzano	806	0.79
147,656	Itau Unibanco Holding	589	0.58
63,957	Vale (ADR)	532	0.52
113,900	Azul	355	0.35
100,300	Petroleo Brasileiro-Petrobras	340	0.33
55,900	Banco do Brasil	281	0.27
38,200	Telefonica Brasil	276	0.27
45,600	Natura &Co Holding	275	0.27
70,418	Banco Bradesco	227	0.22
5,260	Azul (ADR)	49	0.05
		<b>6,555</b>	<b>6.41</b>
	<b>Cayman Islands - (1.06%)</b>		
26,340	JD.Com (ADR)	1,279	1.25
7,710	New Oriental Education & Technology Group (ADR)	824	0.81
174,000	Hansoh Pharmaceutical Group	667	0.65
1,710	NetEase (ADR)	603	0.59
7,900	Pinduoduo (A) (ADR)	563	0.55
2,100	Baidu (A) (ADR)	208	0.20
		<b>4,144</b>	<b>4.05</b>

# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Russia - (4.45%)</b>		
561,175	Sberbank Russia (USD)	1,309	1.28
19,670	PJSC LUKOIL (ADR)	1,203	1.18
39,265	MMC Norilsk Nickel (ADR)	850	0.83
476,050	ALROSA	352	0.34
2,270	Novatek (GDR)	270	0.26
		<b>3,984</b>	<b>3.90</b>
	<b>South Africa - (4.87%)</b>		
10,556	Naspers (N)	1,571	1.54
40,738	AngloGold Ashanti	949	0.93
99,024	Impala Platinum Holdings	538	0.53
97,106	Absa Group	397	0.39
3,303	Capitec Bank Holdings	134	0.13
		<b>3,589</b>	<b>3.51</b>
	<b>Mexico - (2.89%)</b>		
240,400	Grupo Financiero Banorte	663	0.65
65,135	Gruma (B)	560	0.55
77,200	Grupo Aeroportuario del Centro Norte (B)	290	0.28
41,500	Fomento Econom Mexica	212	0.21
107,800	Walmart de Mexico	210	0.21
19,605	America Movil (ADR)	205	0.20
364,900	Cemex	83	0.08
		<b>2,223</b>	<b>2.17</b>
	<b>Thailand - (2.11%)</b>		
1,672,400	Thai Beverage	661	0.65
309,600	CP All Public (F)	551	0.54
68,500	Kasikornbank (F)	168	0.16
		<b>1,380</b>	<b>1.35</b>
	<b>Indonesia - (2.09%)</b>		
415,300	Bank Central Asia	675	0.66
1,860,900	PT Telekomunikasi Indonesia Persero TBK	324	0.32
1,267,600	Bank Rakyat Indonesia	219	0.21
		<b>1,218</b>	<b>1.19</b>
	<b>United States - (0.51%)</b>		
23,160	Yandex (A)	929	0.91
		<b>929</b>	<b>0.91</b>
	<b>Hungary - (0.72%)</b>		
31,254	OTP Bank	897	0.88
		<b>897</b>	<b>0.88</b>
	<b>Poland - (0.54%)</b>		
10,319	CD Projekt Red	849	0.83
		<b>849</b>	<b>0.83</b>
	<b>Philippines - (1.43%)</b>		
1,351,740	Ayala Land	747	0.73
		<b>747</b>	<b>0.73</b>
	<b>Chile - (0.00%)</b>		
29,597	Sociedad Quimica Y Minera de Chile (ADR)	633	0.62
		<b>633</b>	<b>0.62</b>

# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United Arab Emirates - (0.76%)</b>		
171,674	First Abu Dhabi Bank	421	0.41
		<hr/>	<hr/>
		421	0.41
	<b>Saudi Arabia - (0.00%)</b>		
46,900	Saudi Arabian Oil Company	332	0.32
		<hr/>	<hr/>
		332	0.32
	<b>Peru - (0.57%)</b>		
2,940	Credicorp	324	0.32
		<hr/>	<hr/>
		324	0.32
	<b>Qatar - (0.30%)</b>		
72,880	Qatar National Bank	284	0.28
		<hr/>	<hr/>
		284	0.28
	<b>Futures - (0.20%)</b>		
6,950	Mini MSCI Em MK Index Future 18/09/2020	52	0.05
		<hr/>	<hr/>
		52	0.05
	<b>Portfolio of investments</b>	<b>93,171</b>	<b>91.13</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>9,052</b>	<b>8.87</b>
	<b>Net assets</b>	<b>102,223</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (59.12%)</b>		
48,039	Microsoft	7,769	3.93
22,339	Apple	6,589	3.33
2,464	Amazon.com	5,382	2.72
15,801	Facebook (A)	2,842	1.44
13,630	Visa (A)	2,126	1.08
72,074	Marvell Technology Group	1,972	1.00
8,040	MasterCard (A)	1,921	0.97
24,717	Qualcomm	1,795	0.91
1,552	Alphabet (C)	1,765	0.89
5,100	Adobe	1,763	0.89
13,201	Eli Lilly	1,751	0.89
7,068	UnitedHealth Group	1,670	0.85
25,282	Dominion Energy	1,661	0.84
11,637	Danaher	1,634	0.83
10,200	Salesforce.com	1,524	0.77
31,743	Bristol-Myers Squibb	1,496	0.76
69,747	Bank of America	1,329	0.67
86,347	Vistra Energy	1,317	0.67
5,200	Northrop Grumman	1,309	0.66
14,074	Walt Disney	1,279	0.65
8,850	Berkshire Hathaway	1,277	0.65
4,100	Humana	1,268	0.64
43,100	Boston Scientific	1,217	0.62
1,069	Alphabet (A)	1,217	0.62
9,121	Sarepta Therapeutics	1,210	0.61
29,347	Citigroup	1,203	0.61
16,508	Chevron	1,180	0.60
31,857	Coca-Cola	1,152	0.58
97,621	AES	1,141	0.58
3,010	Netflix	1,097	0.56
17,461	Activision Blizzard	1,074	0.54
9,844	Lowe's	1,071	0.54
21,609	Newmont Goldcorp	1,048	0.53
7,617	Paypal Holdings	1,045	0.53
5,468	Becton Dickinson	1,038	0.53
20,861	Lennar (A)	1,036	0.52
4,423	Vertex Pharmaceuticals	1,028	0.52
24,687	Mondelez International	1,018	0.52
28,179	ConocoPhillips	949	0.48
24,407	Morgan Stanley	940	0.48
9,719	Procter & Gamble	932	0.47
44,118	Wells Fargo	924	0.47
8,084	Digital Realty Trust	923	0.47
18,000	Capital One Financial	915	0.46
15,607	Philip Morris International	897	0.45
22,273	Micron Technology	892	0.45
3,451	Costco Wholesale	848	0.43
5,400	Cigna	825	0.42
13,748	Starbucks	823	0.42
7,866	Neurocrine Biosciences	805	0.41
3,894	American Tower	805	0.41

# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
6,750	Honeywell International	788	0.40
10,218	American Express	787	0.40
35,495	CubeSmart	781	0.40
30,635	Douglas Emmett	764	0.39
1,533	Regeneron Pharmaceuticals	763	0.39
2,951	Lam Research	742	0.38
25,000	MetLife	725	0.37
26,300	Conagra Brands	722	0.37
2,286	Roper Technologies	718	0.36
4,579	Dollar General	709	0.36
11,363	Blueprint Medicines	709	0.36
12,691	Fortive	702	0.36
8,096	T-Mobile US	699	0.35
16,228	DuPont de Nemours	694	0.35
27,561	American International Group	689	0.35
5,419	3M	687	0.35
13,557	State Street	680	0.34
9,165	AMETEK	658	0.33
6,882	The Travelers Companies	633	0.32
1,518	Charter Communications (A)	629	0.32
13,000	ITT Inc.	619	0.31
11,389	Global Blood Therapeutics	617	0.31
4,559	Verisk Analytics	610	0.31
4,838	IDEX	609	0.31
1,399	BlackRock	608	0.31
3,014	Home Depot	605	0.31
4,504	Seattle Genetics	603	0.31
6,385	Vulcan Materials	603	0.31
8,400	Best Buy	591	0.30
10,500	Monster Beverage	591	0.30
36,941	Nortonlifelock	585	0.30
28,288	General Motors	583	0.30
5,466	Electronic Arts	582	0.29
10,426	Raymond James Financial	581	0.29
8,830	TE Connectivity	579	0.29
79,448	Huntington Bancshares	574	0.29
13,846	PTC Therapeutics	571	0.29
4,200	Global Payments	570	0.29
12,603	SS&C Technologies	569	0.29
4,542	Reata Pharmaceuticals (A)	569	0.29
8,267	Expedia	557	0.28
20,200	HD Supply Holdings	554	0.28
7,200	Dollar Tree	550	0.28
6,400	M&T Bank	533	0.27
3,282	Burlington Stores	530	0.27
2,982	Twilio (A)	513	0.26
1,114	Sherwin Williams	513	0.26
13,518	Cheniere Energy	512	0.26
8,629	Black Knight	505	0.26
9,904	Centene	505	0.26
3,685	Equifax	504	0.26
3,410	Huntington Ingalls Industries	493	0.25
4,581	Fidelity National Information Services	490	0.25

# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
5,200	CDW	483	0.24
5,444	Match Group (A)	470	0.24
29,500	ON Semiconductor	469	0.24
10,346	Sysco	459	0.23
3,606	General Dynamics	439	0.22
15,113	Southwest Airlines	431	0.22
2,830	McDonalds	422	0.21
5,637	Prologis	419	0.21
8,615	Tyson Foods (A)	416	0.21
2,760	Constellation Brands (A)	391	0.20
8,603	Hologic	374	0.19
21,409	US Foods Holding	349	0.18
10,418	Bunge	347	0.18
4,781	Marriott International	337	0.17
891	TransDigm Group	322	0.16
23,200	Tapestry	253	0.13
31,296	Noble Energy	220	0.11
5,514	T-Mobile US (Rights 28/07/2020)	1	0.00
		<b>120,151</b>	<b>60.81</b>
	<b>Japan - (7.82%)</b>		
14,300	Sony	797	0.40
17,000	SoftBank Group	700	0.35
29,900	Sumitomo Mitsui Financial Group	685	0.35
11,200	Toyota Motor	572	0.29
22,700	KDDI	554	0.28
1,500	Keyence	510	0.26
35,300	Astellas Pharma	480	0.24
6,100	Hoya	473	0.24
60,000	Isuzu Motors	441	0.22
3,000	Fanuc	437	0.22
6,200	Kao	400	0.20
14,000	Recruit Holdings	389	0.20
4,000	Shin-Etsu Chemical	381	0.19
20,900	ITOCHU	367	0.19
9,400	Tokio Marine Holdings	333	0.17
5,000	Daiichi-Sankyo	332	0.17
11,400	Takeda Pharmaceutical	331	0.17
3,100	Oracle Corporation Japan	297	0.15
28,300	ORIX	284	0.14
1,400	Tokyo Electron	280	0.14
10,000	Suzuki Motor	276	0.14
2,900	Fujitsu	276	0.14
15,600	Yamato Holdings	274	0.14
12,900	THK	259	0.13
9,500	Seven & I Holdings	252	0.13
63,200	Yahoo! Japan	251	0.13
2,200	Tsuruha Holdings	246	0.12
8,300	Makita	245	0.12
25,100	Asics	232	0.12
4,300	Shiseido	222	0.11
18,200	Mitsubishi Estate	220	0.11
7,500	NOF	210	0.11
7,200	Asahi Group Holdings	205	0.10

# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
6,500	Taisei	193	0.10
4,500	Bandai Namco Holdings	193	0.10
1,200	Nitori Holdings	191	0.10
11,900	Olympus	186	0.09
15,100	Kawasaki Heavy Industries	177	0.09
10,000	Idemitsu Kosan	172	0.09
9,400	Zozo	170	0.09
400	SMC	167	0.08
7,400	Nomura Research Institute	163	0.08
2,100	Secom	149	0.08
400	Nintendo	145	0.07
10,400	Park24	145	0.07
300	Fast Retailing	140	0.07
2,600	Murata Manufacturing	124	0.06
7,400	Minebea Mitsumi	109	0.06
1,900	Fujifilm Holdings	66	0.03
500	Daikin Industries	65	0.03
		<b>14,766</b>	<b>7.47</b>
	<b>United Kingdom - (5.57%)</b>		
15,277	AstraZeneca	1,290	0.65
285,125	BP	883	0.45
22,310	Diageo	601	0.30
31,888	Anglo American	592	0.30
39,845	Prudential	487	0.25
5,335	Reckitt Benckiser Group	396	0.20
8,401	Rio Tinto	379	0.19
11,590	British American Tobacco	363	0.18
12,197	Experian	345	0.17
74,583	Standard Chartered	322	0.16
170,546	M&G	290	0.15
13,971	RELX	262	0.13
3,097	London Stock Exchange	257	0.13
727,237	Lloyds Banking Group	227	0.11
10,647	Ocado Group	217	0.11
91,142	Tesco	211	0.11
52,999	B&M European Value Retail S.A.	209	0.11
13,757	Mondi Group	208	0.11
21,059	National Grid	208	0.11
157,081	Vodafone Group	201	0.10
38,584	Rentokil Initial	197	0.10
13,060	Compass Group	147	0.07
21,184	JD Sports Fashion	132	0.07
26,802	Informa	126	0.06
11,125	Big Yellow Group	114	0.06
3,641	CRH	101	0.05
5,032	Imperial Brands	78	0.04
24,190	Grainger	69	0.03
		<b>8,912</b>	<b>4.51</b>

# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>France - (3.62%)</b>		
13,060	Sanofi	1,079	0.55
2,837	LVMH Moet Hennessy	1,015	0.51
24,134	Total	750	0.38
8,401	Vinci SA	636	0.32
33,474	AXA	566	0.29
4,094	Capgemini	377	0.19
9,160	BNP Paribas	294	0.15
31,205	Rexel	294	0.15
9,359	Compagnie de Saint-Gobain	277	0.14
4,278	Amundi	274	0.14
7,565	Edenred	270	0.14
1,307	Teleperformance	268	0.14
2,036	Pernod Ricard	262	0.13
1,530	Dassault Systemes	213	0.11
410	Eurofins Scientific	207	0.10
2,869	Atos	198	0.10
417	Kering	185	0.09
2,481	Worldline	175	0.09
1,378	BioMerieux	152	0.08
		<b>7,492</b>	<b>3.79</b>
	<b>Germany - (3.48%)</b>		
7,517	Siemens	713	0.36
5,538	SAP	623	0.32
11,318	Vonovia SE	569	0.29
9,380	Bayer	567	0.29
16,485	Deutsche Post	491	0.25
14,228	RWE	405	0.20
2,751	Volkswagen Preferred	337	0.17
23,903	Deutsche Telekom	326	0.17
2,102	MTU Aero Engines	298	0.15
1,346	adidas	286	0.14
3,398	Delivery Hero SE	280	0.14
1,505	Allianz SE	248	0.13
4,138	BMW	213	0.11
2,088	Symrise	197	0.10
1,258	Deutsche Boerse	183	0.09
5,665	Talanx	168	0.09
1,520	LEG Immobilien	159	0.08
		<b>6,063</b>	<b>3.07</b>
	<b>Canada - (3.34%)</b>		
18,900	Toronto-Dominion Bank	678	0.34
10,100	Royal Bank of Canada	553	0.28
3,600	Franco-Nevada	405	0.20
400	Constellation Software	366	0.19
13,100	Alimentation Couche-Tard (B)	331	0.17
24,900	CAE	330	0.17
47,300	First Quantum Minerals	286	0.14
9,800	Sun Life Financial	284	0.14
3,500	Intact Financial	266	0.13
10,500	Enbridge	259	0.13
17,052	Suncor Energy	235	0.12
21,300	Algonquin Power & Utilities	222	0.11



# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
10,300	Barrick Gold	219	0.11
16,200	Aurinia Pharmaceuticals	198	0.10
5,400	Open Text	186	0.09
700	Fairfax Financial Holdings	172	0.09
13,700	Aurinia Pharmaceuticals (US)	170	0.09
11,900	Canadian National Resources	169	0.09
4,600	Brookfield Asset Management (A)	122	0.06
24,200	Cenovus Energy	92	0.05
21,100	Lundin Mining	90	0.05
2,600	Wheaton Precious Metals	89	0.05
1,400	Agnico Eagle Mines	71	0.04
14,000	PrairieSky Royalty	70	0.04
700	George Weston	42	0.02
		<b>5,905</b>	<b>2.99</b>
	<b>Switzerland - (2.90%)</b>		
18,740	Nestle	1,689	0.85
5,844	Roche Holdings	1,648	0.83
1,634	Lonza Group	695	0.35
1,906	Zurich Insurance Group	543	0.27
2,015	Sika	315	0.16
1,817	Temenos	226	0.11
3,603	Swiss Re Group	225	0.11
3,069	Novartis	217	0.11
83	Barry Callebaut	129	0.07
		<b>5,687</b>	<b>2.88</b>
	<b>Australia - (1.80%)</b>		
58,535	National Australia Bank	595	0.30
7,346	Macquarie Group	486	0.25
2,935	CSL Group	470	0.24
40,058	Fortescue Metals Group	309	0.16
148,284	Stockland	274	0.14
15,265	Newcrest Mining	269	0.14
5,997	Commonwealth Bank Australia	232	0.12
247,796	AusNet Services	231	0.12
12,226	Aristocrat Leisure	174	0.09
28,103	Brambles	170	0.09
14,511	Goodman Group	120	0.06
		<b>3,330</b>	<b>1.69</b>
	<b>Netherlands - (1.43%)</b>		
1,817	ASML Holding	537	0.27
23,779	Ahold Delhai (Koninklijke)	530	0.27
32,275	ArcelorMittal	272	0.14
3,541	Heineken	268	0.14
9,360	NN Group	255	0.13
2,100	NXP Semiconductors	191	0.10
132	Adyen	155	0.08
		<b>2,208</b>	<b>1.12</b>

# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Hong Kong - (1.62%)</b>		
72,200	AIA Group	548	0.28
295,000	HKT Trust & HKT	351	0.18
8,100	Hong Kong Exchanges and Clearing	281	0.14
26,500	Techtronic Industries	211	0.11
33,000	CK Asset Holdings	160	0.08
174,000	SJM Holdings	157	0.08
107,200	Wynn Macau	150	0.08
142,131	Sino Land	145	0.07
14,200	ASM Pacific Technology	121	0.06
9,000	CLP Holdings	72	0.04
		<b>2,196</b>	<b>1.11</b>
	<b>Sweden - (0.57%)</b>		
45,325	Ericsson (B)	336	0.17
22,952	EQT	330	0.17
6,697	Investor	287	0.15
12,900	Lundin Petroleum	251	0.13
4,315	Swedish Match	245	0.12
31,304	Svenska Handelsbanken	244	0.12
12,420	Volvo	158	0.08
		<b>1,851</b>	<b>0.94</b>
	<b>Italy - (0.86%)</b>		
80,196	Enel	569	0.29
2,140	Ferrari (IT)	296	0.15
182,333	Intesa Sanpaolo	281	0.14
6,620	Moncler	209	0.11
		<b>1,355</b>	<b>0.69</b>
	<b>Denmark - (0.61%)</b>		
358	AP Moller Maersk (B)	338	0.17
3,060	DSV	304	0.15
3,592	Vestas Wind Systems	299	0.15
2,767	Orsted	260	0.13
2,775	Netcompany Group	147	0.07
		<b>1,348</b>	<b>0.68</b>
	<b>Spain - (0.52%)</b>		
64,876	Iberdrola	618	0.31
8,973	Cellnex Telecom SAU	442	0.22
9,974	Ferrovial	219	0.11
		<b>1,279</b>	<b>0.65</b>
	<b>Belgium - (0.40%)</b>		
14,599	KBC Groep	683	0.35
2,387	UCB	224	0.11
		<b>907</b>	<b>0.46</b>
	<b>Argentina - (0.00%)</b>		
797	MercadoLibre	637	0.32
		<b>637</b>	<b>0.32</b>
	<b>Israel - (0.29%)</b>		
2,693	Nice	405	0.20
10,560	Mizrahi Tefahot Bank	160	0.08
		<b>565</b>	<b>0.29</b>

# Select Global Equities Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Finland - (0.45%)</b>		
25,098	Stora Enso	243	0.12
10,219	UPM Kymmene	240	0.12
		<b>483</b>	<b>0.24</b>
	<b>Norway - (0.45%)</b>		
8,826	Schibsted (A)	184	0.09
18,145	Adevinta	145	0.07
13,320	DNB ASA	144	0.07
		<b>473</b>	<b>0.24</b>
	<b>Singapore - (0.45%)</b>		
23,200	DBS Group Holdings	283	0.14
10,483	United Overseas Bank	124	0.06
		<b>407</b>	<b>0.21</b>
	<b>New Zealand - (0.00%)</b>		
84,415	Auckland International Airport	289	0.15
		<b>289</b>	<b>0.15</b>
	<b>Ireland - (0.30%)</b>		
3,200	Ryanair Holdings (ADR)	176	0.09
938	Kerry Group (A)	93	0.05
		<b>269</b>	<b>0.14</b>
	<b>Austria - (0.19%)</b>		
8,971	Erste Group Bank	171	0.09
		<b>171</b>	<b>0.09</b>
	<b>Futures - (0.05%)</b>		
2,400	E-Mini S&P 500 Index Future 18/09/2020	85	0.04
1,500	Mini MSCI Eafe Index Future 18/09/2020	11	0.01
		<b>96</b>	<b>0.05</b>
	<b>Jersey - (0.00%)</b>		
48,296	Man Group	64	0.03
		<b>64</b>	<b>0.03</b>
	<b>Portfolio of investments</b>	<b>186,904</b>	<b>94.62</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>10,670</b>	<b>5.38</b>
	<b>Net assets</b>	<b>197,574</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# South East Asia Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (29.91%)</b>		
252,200	Tencent Holdings	13,218	7.75
62,547	Alibaba Group Holding (ADR)	10,959	6.42
5,266,400	China Construction Bank (H)	3,467	2.03
362,500	Ping An Insurance (Group) Company of China	2,950	1.73
117,800	Alibaba Group Holding (China)	2,594	1.52
800,000	China Resources Land	2,469	1.45
412,000	China Mobile	2,262	1.33
4,126,000	Industrial & Commercial Bank of China (H)	2,039	1.19
178,220	Wuxi Apptec (A)	1,983	1.16
135,300	Sunny Optical Technology Group	1,764	1.03
984,400	China International Capital (H)	1,575	0.92
141,514	Jiangsu Hengrui Medicine (A)	1,505	0.88
57,450	JD.Com (A)	1,392	0.82
602,000	Centre Testing International Group (A)	1,370	0.80
138,300	Shenzhou International Group Holdings	1,358	0.80
948,000	Guangdong Investment	1,326	0.78
252,600	Beijing Oriental Yuhong Waterproof Technology (A)	1,182	0.69
1,281,000	CNOOC Group	1,161	0.68
139,500	Midea Group (A)	961	0.56
243,000	Country Garden Services Holdings	919	0.54
220,000	China Resource Gas Group	873	0.51
37,828	Shennan Circuits (A)	730	0.43
2,656,000	Huadian Power International (H)	623	0.37
1,932,000	CIMC Enric Holdings	622	0.36
273,335	SAIC Motor (A)	535	0.31
730,000	China Oilfield Services (H)	534	0.31
26,740	Shennan Circuits (A)	516	0.30
606,655	Shenzhen Gas (A)	454	0.27
24,200	Midea Group (A)	167	0.10
260,000	Tong Ren Tang Technologies (H)	161	0.09
855,000	Sensetime Group C Preference (Unlisted)	128	0.08
		<b>61,797</b>	<b>36.21</b>
	<b>Australia - (15.50%)</b>		
34,391	CSL Group	5,509	3.23
91,643	Commonwealth Bank Australia	3,551	2.08
135,349	BHP Group	2,706	1.59
135,724	Appen	2,570	1.51
254,342	Goodman Group	2,108	1.24
211,076	Coles Group	2,021	1.18
49,623	Ramsay Healthcare	1,842	1.08
516,418	Evolution Mining	1,631	0.96
752,422	Telstra	1,315	0.77
962,481	Service Stream	1,023	0.60
70,345	Aristocrat Leisure	1,001	0.59
292,952	Origin Energy	953	0.56
7,081	Blackmores	308	0.18
7,938,620	BGP Holdings	17	0.01
		<b>26,555</b>	<b>15.56</b>

# South East Asia Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Taiwan - (8.16%)</b>		
1,013,000	Taiwan Semiconductor Manufacturing Company	8,732	5.12
225,000	MediaTek	3,575	2.09
882,000	Hon Hai Precision Industry	2,096	1.23
1,959,000	Mega Financial Holding	1,667	0.98
138,771	Advantech	1,129	0.66
271,000	Taiwan Union Technology	1,067	0.63
		<b>18,266</b>	<b>10.70</b>
	<b>Hong Kong - (13.16%)</b>		
824,400	AIA Group	6,255	3.67
1,079,000	HKBN	1,536	0.90
11,063,000	Pacific Basin Shipping	1,303	0.76
183,500	Link Real Estate Investment Trust	1,221	0.72
843,000	HKT Trust & HKT	1,003	0.59
1,118,000	SITC International Holdings	972	0.57
242,600	Dairy Farm International Holdings	922	0.54
2,824,000	China Merchants Commercial (REIT)	820	0.48
179,000	CK Infrastructure Holdings	751	0.44
87,600	ASM Pacific Technology	749	0.44
709,000	HK Electric Investments Trust & HK Electric Investments	598	0.35
300,000	Cafe de Coral Holdings	505	0.30
83,000	Galaxy Entertainment Group	460	0.27
		<b>17,095</b>	<b>10.02</b>
	<b>India - (10.98%)</b>		
157,017	Reliance Industries	2,894	1.70
88,950	Hindustan Unilever	2,089	1.22
170,139	HDFC Bank	1,958	1.15
76,145	Tata Consultancy Services	1,714	1.00
88,650	Housing Development Finance Corporation	1,685	0.99
220,699	Container Corporation of India	993	0.58
62,638	ICICI Lombard General Insurance	858	0.50
54,558	Kotak Mahindra Bank	797	0.47
10,467	Reliance Industries	90	0.05
		<b>13,078</b>	<b>7.66</b>
	<b>Korea - (10.56%)</b>		
189,048	Samsung Electronics	6,763	3.96
58,360	Samsung Electronics Preferred	1,839	1.08
7,671	Hyundai Mobis	998	0.58
40,327	Hyundai Mipo Dockyard	855	0.50
99,157	LG Uplus	816	0.48
3,552	Korea Zinc	806	0.47
87,280	Korea Environment Tech	511	0.30
		<b>12,588</b>	<b>7.38</b>
	<b>Singapore - (2.39%)</b>		
1,328,070	Keppel (REIT)	1,969	1.15
124,100	United Overseas Bank	1,470	0.86
219,800	City Developments	1,083	0.63
1,047,100	Ascendas India Trust	810	0.47
		<b>5,332</b>	<b>3.12</b>

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (0.00%)</b>		
265	Fidelity Institutional Liquidity Fund - USD A Acc	3,916	2.29
		<b>3,916</b>	<b>2.29</b>
	<b>Cayman Islands - (0.00%)</b>		
5,129	NetEase (ADR)	1,808	1.06
436,000	Hansoh Pharmaceutical Group	1,671	0.98
51,500	Kangji Medical Holdings	161	0.09
		<b>3,640</b>	<b>2.13</b>
	<b>New Zealand - (0.76%)</b>		
96,164	Fisher & Paykel Healthcare	1,763	1.03
251,242	Auckland International Airport	859	0.50
		<b>2,622</b>	<b>1.54</b>
	<b>Indonesia - (2.35%)</b>		
7,168,800	Bank Rakyat Indonesia	1,239	0.73
14,347,800	Mitra Adiperkasa	638	0.37
		<b>1,877</b>	<b>1.10</b>
	<b>Philippines - (1.51%)</b>		
1,947,800	SM Prime Holdings	1,013	0.59
2,325,900	Robinsons Land	655	0.38
45,239	Altus Property Ventures	31	0.01
		<b>1,699</b>	<b>0.99</b>
	<b>Thailand - (1.05%)</b>		
70,000	Electricity Generating (F)	456	0.27
		<b>456</b>	<b>0.27</b>
	<b>Portfolio of investments</b>	<b>168,921</b>	<b>98.97</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,742</b>	<b>1.03</b>
	<b>Net assets</b>	<b>170,663</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (68.36%)</b>		
2,578,000	Berkshire Hathaway Finance 2.625% 19/06/2059	3,221	2.75
1,400,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	2,044	1.75
1,847,000	EDF 6.00% 22/01/2114 144A	1,937	1.65
2,200,000	BAT International Finance 2.25% 09/09/2052 EMTN Reg S	1,807	1.54
1,400,000	Lloyds Bank 7.625% 22/04/2025 EMTN Reg S	1,731	1.48
770,000	Thames Water Utilities 7.738% 09/04/2058 Reg S	1,634	1.40
1,400,000	National Grid Gas Finance 2.625% 22/09/2038 EMTN Reg S	1,561	1.33
1,450,000	Westpac Banking 2.125% 02/05/2025	1,524	1.30
1,200,000	Pension Insurance 5.625% 20/09/2030 Reg S	1,364	1.17
1,000,000	HSBC Holdings 6.00% 29/03/2040 EMTN Reg S	1,277	1.09
1,100,000	Cadent Finance 2.75% 22/09/2046 EMTN Reg S	1,269	1.08
1,272,000	AA Bond 5.50% 31/07/2050 Reg S	1,232	1.05
1,128,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	1,132	0.97
1,100,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	1,083	0.93
1,150,000	Glencore Funding 4.875% 12/03/2029 144A	1,057	0.90
1,007,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	1,011	0.86
600,000	University of Cambridge 2.35% 27/06/2078 Reg S	979	0.84
600,000	AT&T 7.00% 30/04/2040 EMTN	977	0.84
931,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	936	0.80
902,000	DNB Bank 1.375% 12/06/2023 Reg S	920	0.79
986,000	CPI Property Group 4.875% VRN (Perpetual) Reg S	878	0.75
500,000	Orange 5.375% 22/11/2050 EMTN	866	0.74
850,000	HSBC Holdings 2.175% VRN 27/06/2023	859	0.73
1,000,000	Credit Agricole 6.875% VRN (Perpetual) 144A	839	0.72
1,075,000	Western Gas Partners 4.05% 01/02/2030	837	0.72
800,000	TSB Banking Group 5.75% VRN 06/05/2026 EMTN	798	0.68
700,000	Prudential 6.25% VRN 20/10/2068 Reg S	769	0.66
720,000	New York Life Global Funding 1.625% 15/12/2023 Reg S	739	0.63
550,000	Peabody Capital No 2 3.25% 14/09/2048 Reg S	690	0.59
563,000	London & Quadrant Housing Trust 3.125% 28/02/2053 Reg S	681	0.58
700,000	AA Bond 2.875% 31/07/2043 Reg S	678	0.58
672,000	MPT Operating Partnership 3.692% 05/06/2028	674	0.58
650,000	Ladbrokes Group Finance 5.125% 08/09/2023 Reg S	663	0.57
1,200,000	Intu SGS Finance 4.625% 17/03/2028 Reg S	653	0.56
625,000	Aroundtown 3.625% 10/04/2031 EMTN Reg S	650	0.56
750,000	Dai-ichi Life Insurance 4.00% VRN (Perpetual) Reg S	648	0.55
600,000	Abertis Infraestructuras 3.375% 27/11/2026 EMTN Reg S	621	0.53
500,000	Orbit Capital 3.375% 14/06/2048 Reg S	621	0.53
500,000	University of Southampton 2.25% 11/04/2057 Reg S	618	0.53
500,000	AT&T 4.25% 01/06/2043	616	0.53
500,000	Verizon Communications 3.375% 27/10/2036	609	0.52
712,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	607	0.52
572,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	590	0.50
350,000	Orsted 5.75% 09/04/2040 EMTN Reg S	588	0.50
625,000	BMW US Capital 4.15% 09/04/2030 144A	587	0.50
584,000	Credit Suisse Group 2.25% VRN 09/06/2028 EMTN Reg S	587	0.50
383,000	University of Oxford 2.544% 08/12/2117 Reg S	579	0.49
528,000	Bristol-Myers Squibb 4.25% 26/10/2049 144A	570	0.49
350,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	560	0.48
575,000	Shaftesbury Carnaby 2.487% 30/09/2031	558	0.48
500,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	554	0.47

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
600,000	Rabobank 4.625% VRN (Perpetual)	553	0.47
578,000	Verizon Communications 1.85% 18/05/2040	541	0.46
625,000	Shell International Finance 3.125% 07/11/2049	534	0.46
650,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	531	0.45
400,000	British Land 5.264% 24/09/2035	531	0.45
528,000	SSE 3.74% VRN (Perpetual)	529	0.45
468,000	Motability Operations Group 2.375% 03/07/2039 EMTN Reg S	525	0.45
539,000	General Motors 6.80% 01/10/2027	512	0.44
474,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	500	0.43
500,000	Volkswagen Finance Services 1.875% 03/12/2024 EMTN Reg S	499	0.43
600,000	Tenneco 5.00% 15/07/2024 Reg S	498	0.43
514,000	Airbus SE 2.00% 07/04/2028 Reg S	496	0.42
500,000	Lloyds Bank Corporate Markets 2.375% 09/04/2026 EMTN Reg S	491	0.42
400,000	Land Securities Capital Markets 2.75% 22/09/2059 EMTN Reg S	467	0.40
471,000	Legal & General Group 3.75% VRN 26/11/2049 EMTN Reg S	462	0.39
447,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	459	0.39
464,000	Barclays 3.375% VRN 02/04/2025 EMTN Reg S	454	0.39
250,000	Veolia Environnement 6.125% 29/10/2037 EMTN	415	0.35
475,000	UniCredit 6.572% 14/01/2022 144A	409	0.35
425,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	397	0.34
408,000	AT&T 2.60% 19/05/2038	395	0.34
365,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	387	0.33
373,000	Royal Bank Scotland Group 3.622% VRN 14/08/2030 Reg S	382	0.33
359,000	Intesa Sanpaolo 5.148% 10/06/2030 EMTN Reg S	374	0.32
353,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	355	0.30
361,000	Teva Pharmaceutical Finance Netherlands III BV 6.00% 31/01/2025 Reg S	348	0.30
360,000	AbbVie 4.05% 21/11/2039 144A	341	0.29
350,000	Lyondell Basell International Finance 4.875% 15/03/2044	336	0.29
375,000	Upjohn 4.00% 22/06/2050 144A	328	0.28
276,000	Sovereign Housing Capital 2.375% 04/11/2048 Reg S	317	0.27
400,000	Petroleos Mexicanos 4.875% 21/02/2028 Reg S	316	0.27
200,000	Northumbrian Water Finance 5.125% 23/01/2042	315	0.27
300,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	301	0.26
250,000	Home Group 3.125% 27/03/2043 Reg S	296	0.25
531,000	Intu SGS Finance 3.875% 17/03/2023 Reg S	289	0.25
288,000	Aroundtown 4.75% VRN (Perpetual)	285	0.24
318,000	NewRiver (REIT) 3.50% 07/03/2028 Reg S	283	0.24
272,000	Comcast 1.875% 20/02/2036	282	0.24
550,000	Intu Metrocentre Finance 4.125% 06/12/2028	281	0.24
384,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	275	0.24
290,000	Jerrold Finco 4.875% 15/01/2026 Reg S	263	0.22
245,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	263	0.22
261,000	Barclays 7.125% VRN (Perpetual)	257	0.22
270,000	Airbus SE 2.375% 09/06/2040 EMTN Reg S	255	0.22
249,000	Aviva 4.00% VRN 03/06/2055 Reg S	251	0.21
238,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	251	0.21
232,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	242	0.21
150,000	Severn Trent Water Utilities Finance 4.875% 24/01/2042 EMTN Reg S	233	0.20
230,000	BUPA Finance 4.125% 14/06/2035 Reg S	231	0.20
203,000	TP ICAP 5.25% 29/05/2026 Reg S	223	0.19
250,000	QBE Insurance Group 5.875% VRN (Perpetual)	210	0.18
200,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	208	0.18
200,000	Yorkshire Building Society 3.375% VRN 13/09/2028 EMTN Reg S	206	0.18



# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
200,000	Land Securities Capital Markets 1.974% 08/02/2026 Reg S	205	0.18
250,000	Takeda Pharmaceutical 3.375% 09/07/2060	204	0.17
200,000	Nationwide Building Society 5.875% VRN (Perpetual)	200	0.17
200,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	199	0.17
195,000	Marks & Spencer 3.25% STEP 10/07/2027 Reg S	191	0.16
200,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	184	0.16
200,000	Provident Financial 8.25% STEP 04/06/2023 EMTN Reg S	184	0.16
218,000	Duke Energy Ind 2.75% 01/04/2050	180	0.15
200,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	166	0.14
201,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	158	0.14
150,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	155	0.13
153,000	M&G 3.875% VRN 20/07/2049 Reg S	152	0.13
120,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	143	0.12
128,000	Guinness Partnership 2.00% 22/04/2055 Reg S	136	0.12
113,000	Optivo Finance 2.857% 07/10/2035 Reg S	130	0.11
129,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	130	0.11
100,000	Pension Insurance 4.625% 07/05/2031	104	0.09
103,000	AA Bond 5.50% 31/07/2043 Reg S	87	0.07
50,000	Autostrade per Litalia 1.625% 12/06/2023	43	0.04
		<b>71,816</b>	<b>61.39</b>
	<b>Gilt Edged Securities - (19.89%)</b>		
7,100,000	UK Gilt 3.50% 22/07/2068	16,097	13.76
4,450,000	UK Gilt 3.75% 22/07/2052 Reg S	8,559	7.32
5,450,000	UK Gilt 1.50% 22/07/2047 Reg S	6,648	5.68
280,000	UK Gilt 4.25% 07/12/2040 Reg S	479	0.41
		<b>31,783</b>	<b>27.17</b>
	<b>Mortgage Related Bonds - (8.68%)</b>		
1,732,000	Dignity Finance 4.6956% 31/12/2049 Reg S	1,339	1.14
814,059	Tesco Property Finance 1 7.6227% 13/07/2039	1,219	1.04
787,389	Tesco Property Finance 2 6.0517% 13/10/2039	1,057	0.90
900,000	Newday Partnership Funding 2017 1 0.8441% VRN 15/12/2027 Reg S	879	0.75
800,000	Abu Dhabi Crude Oil Pipeline 4.60% 02/11/2047 Reg S	770	0.66
550,000	Elm 4.50% VRN (Perpetual) EMTN Reg S	571	0.49
546,000	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	543	0.46
429,750	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	436	0.37
300,000	Broadgate Financing 4.999% 05/10/2031 Reg S	360	0.31
250,000	Telereal Securitisation 4.0902% VRN 10/12/2033	256	0.22
273,089	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	245	0.21
235,252	Together Asset Backed Securitisation 2018-1 1.3776% VRN 12/07/2050 Reg S	234	0.20
208,347	Together Asset Backed Securitisation 1 1.1976% VRN 12/03/2049 Reg S	208	0.18
153,534	Bishopsgate Asset Finance 4.808% 14/08/2044	184	0.16
		<b>8,301</b>	<b>7.10</b>
	<b>Government Bonds - (2.43%)</b>		
1,200,000	Saudi Arabia 3.25% 26/10/2026 Reg S	1,056	0.90
850,000	Abu Dhabi 2.125% 30/09/2024 Reg S	714	0.61
750,000	Kuwait 3.50% 20/03/2027 Reg S	681	0.58
650,000	Qatar 3.75% 16/04/2030 Reg S	603	0.52
350,000	Abu Dhabi 3.875% 16/04/2050 Reg S	337	0.29
		<b>3,391</b>	<b>2.90</b>
	<b>Financials - (0.00%)</b>		
0	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	6	0.01
		<b>6</b>	<b>0.01</b>

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Futures - (0.11%)</b>		
7,300,000	Long Gilt Commodity Future 28/09/2020	67	0.06
400,000	Euro-Buxl 30 Year Commodity Future 08/09/2020	17	0.01
600,000	US 20 Year Long Bond (CBT) Commodity Future 21/09/2020	2	0.00
200,000	Euro-Schatz Commodity Future 08/09/2020	0	0.00
(1,600,000)	US 2 Year Treasury Note (CBT) Commodity Future 30/09/2020	(1)	0.00
(500,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2020	(2)	0.00
(2,700,000)	Euro-Bobl Commodity Future 08/09/2020	(14)	(0.01)
(4,300,000)	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2020	(15)	(0.01)
(3,100,000)	US 10 Year Ultra Future 21/09/2020	(27)	(0.02)
6,900,000	US Ultra Bond Commodity Future 21/09/2020	(44)	(0.04)
(3,500,000)	Euro-Bund Commodity Future 08/09/2020	(48)	(0.04)
		<b>(65)</b>	<b>(0.06)</b>
	<b>Interest Rate Swaps - (0.52%)</b>		
10,000,000	Receive fixed 1.5553% pay float 6 Month GBP LIBOR 31/01/2039	2,077	1.78
5,000,000	Receive fixed 1.2486% pay float Sonia O/N Deposit Rates Swap 07/03/2039	1,005	0.86
3,000,000	Receive fixed 1.7125% pay float 6 Month GBP LIBOR 27/01/2046	977	0.84
4,000,000	Receive fixed 1.5698% pay float 6 Month GBP LIBOR 17/11/2037	788	0.67
3,000,000	Receive fixed 1.8818% pay float 6 Month GBP LIBOR 09/10/2038	788	0.67
1,900,000	Receive fixed 2.7163% pay float 3 Month USD LIBOR 19/02/2029	287	0.25
3,000,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 29/01/2028	166	0.14
1,750,000	Receive fixed 0.9723% pay float 6 Month GBP LIBOR 11/07/2029	102	0.09
1,700,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 04/06/2028	96	0.08
700,000	Receive fixed 1.6023% pay float 3 Month USD LIBOR 12/08/2029	52	0.04
3,700,000	Receive fixed 1.0872% pay float 6 Month AUD Bank Bill 27/03/2030	47	0.04
500,000	Receive fixed 0.4098% pay float 6 Month CHF LIBOR 04/04/2028	28	0.02
3,000,000	Receive fixed 0.6848% pay float 3 Month USD LIBOR 22/06/2030	14	0.01
3,600,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	13	0.01
1,000,000	Receive fixed 0.4948% pay float 6 Month GBP LIBOR 04/05/2040	12	0.01
3,300,000	Receive fixed 0.6633% pay float 3 Month USD LIBOR 26/05/2030	11	0.01
60,600,000	Pay fixed -0.008% receive float 6 Month JPY LIBOR 26/05/2030	4	0.00
100,000	Receive fixed 0.6328% pay float 6 Month GBP LIBOR 15/08/2029	3	0.00
2,200,000	Receive fixed 0.3598% pay float 3 Month STIBOR 26/05/2030	1	0.00
400,000	Pay fixed -0.1298% receive float 6 Month EURIBOR 25/05/2030	(2)	0.00
400,000	Pay fixed 1.193% receive float New Zealand Bank Bill 3 Month Index 14/10/2029	(10)	(0.01)
296,100,000	Receive fixed 0.0085% pay float 6 Month JPY LIBOR 24/06/2029	(12)	(0.01)
3,800,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	(13)	(0.01)
25,000,000	Receive fixed 0.2253% pay float 3 Month STIBOR 16/03/2030	(13)	(0.01)
2,400,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(54)	(0.05)
2,400,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(65)	(0.06)
6,400,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	(108)	(0.09)
6,000,000	Pay fixed 0.6697% receive float 6 Month GBP LIBOR 19/08/2024	(112)	(0.10)
350,000	Pay fixed 1.6502% receive float 6 Month GBP LIBOR 20/06/2048	(119)	(0.10)
2,300,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(144)	(0.12)
4,000,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(177)	(0.15)
1,000,000	Pay fixed 1.2062% receive float 6 Month EURIBOR 19/01/2037	(186)	(0.16)
1,000,000	Pay fixed 2.4267% receive float 3 Month USD LIBOR 19/01/2037	(209)	(0.18)
3,300,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(257)	(0.22)
3,800,000	Pay fixed 2.415% receive float NZD Bank Bill 3 Month Index 12/02/2029	(304)	(0.26)
4,000,000	Pay fixed 3.2997% receive float 3 Month USD LIBOR 11/10/2048	(2,041)	(1.74)
7,000,000	Pay fixed 2.8302% receive float 3 Month USD LIBOR 14/02/2049	(2,903)	(2.48)
		<b>(258)</b>	<b>(0.22)</b>

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Forward Foreign Exchange Contracts - ((0.58)%)</b>		
550,000	Bought NZD sold GBP @ 0.487381 for settlement 13/08/2020	19	0.02
550,000	Bought NZD sold GBP @ 0.487381 for settlement 13/08/2020	18	0.02
554,000	Bought EUR sold GBP @ 0.893693 for settlement 13/08/2020	12	0.01
2,076,000	Bought USD sold GBP @ 0.812214 for settlement 13/08/2020	8	0.01
352,000	Bought EUR sold GBP @ 0.893693 for settlement 13/08/2020	6	0.01
(739,000)	Bought GBP sold USD @ 1.223360 for settlement 13/08/2020	2	0.00
1,209,000	Bought USD sold GBP @ 0.812214 for settlement 13/08/2020	1	0.00
(381,000)	Bought GBP sold USD @ 1.227844 for settlement 13/08/2020	0	0.00
(749,000)	Bought GBP sold USD @ 1.233110 for settlement 13/08/2020	(3)	0.00
(655,000)	Bought GBP sold USD @ 1.237458 for settlement 13/08/2020	(4)	0.00
(501,000)	Bought GBP sold EUR @ 1.112175 for settlement 13/08/2020	(8)	(0.01)
(314,000)	Bought GBP sold CHF @ 1.201958 for settlement 13/08/2020	(8)	(0.01)
(605,000)	Bought GBP sold EUR @ 1.122288 for settlement 13/08/2020	(14)	(0.01)
(14,175,000)	Bought GBP sold USD @ 1.237725 for settlement 13/08/2020	(97)	(0.08)
(6,955,000)	Bought GBP sold EUR @ 1.144021 for settlement 13/08/2020	(278)	(0.24)
		<b>(346)</b>	<b>(0.30)</b>
	<b>Portfolio of investments</b>	<b>114,628</b>	<b>97.99</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>2,352</b>	<b>2.01</b>
	<b>Net assets</b>	<b>116,980</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (80.86%)</b>		
5,972,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	8,713	2.59
3,810,000	Reseau Ferre de France 4.83% 25/03/2060 EMTN	7,598	2.26
5,650,000	Westpac Banking 2.125% 02/05/2025	5,940	1.77
3,850,000	Pension Insurance 5.625% 20/09/2030 Reg S	4,377	1.30
3,875,000	Barclays Bank 10.00% 21/05/2021 EMTN	4,144	1.23
4,390,000	Westpac Banking 3.35% 08/03/2027	4,059	1.21
2,400,000	EDF 6.00% 23/01/2114 EMTN Reg S	4,016	1.19
3,900,000	Barclays Bank 2.375% VRN 06/10/2023 Reg S	3,946	1.17
3,682,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	3,694	1.10
3,600,000	BFCM Paris 1.875% 13/12/2022 EMTN Reg S	3,691	1.10
3,450,000	Glencore Finance (Europe) 6.00% VRN 03/04/2022 Reg S	3,680	1.09
3,374,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	3,389	1.01
2,700,000	Lloyds Bank 7.625% 22/04/2025 EMTN Reg S	3,337	0.99
3,234,000	DNB Bank 1.625% 15/12/2023 EMTN Reg S	3,326	0.99
2,300,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	3,260	0.97
2,550,000	Lloyds Bank 4.875% 30/03/2027 EMTN	3,236	0.96
2,890,000	Society of Lloyds 4.75% 30/10/2024 Reg S	3,030	0.90
2,922,000	DNB Bank 1.375% 12/06/2023 Reg S	2,982	0.89
2,070,000	Massachusetts Institute of Technology 5.60% 01/07/2111	2,981	0.89
3,025,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	2,980	0.89
2,219,000	AT&T 4.875% 01/06/2044	2,976	0.88
3,250,000	Walt Disney 3.35% 24/03/2025	2,927	0.87
2,600,000	National Grid Gas Finance 2.625% 22/09/2038 EMTN Reg S	2,898	0.86
1,620,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	2,793	0.83
2,650,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	2,759	0.82
1,550,000	University of Cambridge 3.75% 17/10/2052	2,707	0.80
2,680,000	UBS 1.25% 10/12/2020 EMTN Reg S	2,686	0.80
2,620,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	2,633	0.78
2,600,000	HSBC Holdings 2.175% VRN 27/06/2023	2,627	0.78
2,600,000	Daimler International Finance 1.50% 18/08/2021 EMTN Reg S	2,601	0.77
2,450,000	EDF 6.00% 22/01/2114 144A	2,568	0.76
2,492,000	Euroclear Bank KBC Groep 1.25% 30/09/2024 EMTN Reg S	2,550	0.76
2,300,000	Prudential 6.25% VRN 20/10/2068 Reg S	2,527	0.75
3,175,000	Western Gas Partners 4.05% 01/02/2030	2,471	0.73
2,340,000	New York Life Global Funding 1.625% 15/12/2023 Reg S	2,400	0.71
2,350,000	Ladbrokes Group Finance 5.125% 08/09/2023 Reg S	2,396	0.71
2,662,000	NIKE 2.75% 27/03/2027	2,383	0.71
1,869,000	Berkshire Hathaway Finance 2.625% 19/06/2059	2,335	0.69
2,375,000	Shaftesbury Carnaby 2.487% 30/09/2031	2,305	0.69
1,350,000	Rabobank 5.25% 23/05/2041 GMTN	2,284	0.68
1,550,000	Apple 3.60% 31/07/2042	2,237	0.67
2,100,000	Abertis Infraestructuras 3.375% 27/11/2026 EMTN Reg S	2,173	0.65
2,147,000	Dwr Cymru Fing UK 1.375% 31/03/2033 EMTN Reg S	2,157	0.64
1,087,000	Engie 5.95% 16/03/2111 EMTN Reg S	2,068	0.61
1,700,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	2,045	0.61
2,000,000	Daimler International Finance 2.00% 04/09/2023 EMTN Reg S	2,020	0.60
1,959,000	Volkswagen Finance Services 3.00% 06/04/2025 EMTN Reg S	1,912	0.57
1,500,000	Orbit Capital 3.375% 14/06/2048 Reg S	1,863	0.55
1,750,000	London & Quadrant Housing Trust 2.625% 05/05/2026 Reg S	1,853	0.55
1,694,000	Bristol-Myers Squibb 4.25% 26/10/2049 144A	1,828	0.54
1,750,000	BMW International Investment 1.25% 11/07/2022 EMTN Reg S	1,761	0.52

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,100,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	1,761	0.52
1,900,000	Provident Financial 8.25% STEP 04/06/2023 EMTN Reg S	1,744	0.52
1,773,000	HSBC Holdings 4.95% 31/03/2030	1,727	0.51
2,025,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	1,725	0.51
1,526,000	Motability Operations Group 2.375% 03/07/2039 EMTN Reg S	1,713	0.51
1,750,000	CYBG 5.00% VRN 09/02/2026 Reg S	1,696	0.50
1,550,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	1,671	0.50
1,500,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	1,662	0.49
1,750,000	BMW US Capital 4.15% 09/04/2030 144A	1,643	0.49
1,574,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	1,625	0.48
1,616,000	Credit Suisse Group 2.25% VRN 09/06/2028 EMTN Reg S	1,625	0.48
1,537,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	1,622	0.48
1,250,000	HSBC Holdings 6.75% 11/09/2028 Reg S	1,603	0.48
1,850,000	Pershing Square Holdings 5.50% 15/07/2022 Reg S	1,591	0.47
1,584,000	SSE 3.74% VRN (Perpetual)	1,587	0.47
1,810,000	Microsoft 2.675% 01/06/2060	1,544	0.46
1,850,000	Tenneco 5.00% 15/07/2024 Reg S	1,536	0.46
1,511,000	Legal & General Group 3.75% VRN 26/11/2049 EMTN Reg S	1,482	0.44
1,600,000	Logicor Financing SARL 1.50% 14/11/2022 EMTN Reg S	1,477	0.44
1,440,000	Southern Water Services Finance 2.375% 28/05/2028 EMTN Reg S	1,463	0.44
1,675,000	UBS Group 6.875% VRN (Perpetual)	1,430	0.43
1,200,000	EDF 6.95% 26/01/2039 144A	1,428	0.42
1,350,000	UNITE (USAF) II 3.374% 30/06/2028	1,400	0.42
1,475,000	General Motors 6.80% 01/10/2027	1,400	0.42
1,600,000	Glencore Funding 4.125% 12/03/2024 144A	1,398	0.42
1,350,000	Close Brothers Finance 3.875% 27/06/2021 EMTN Reg S	1,388	0.41
1,376,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	1,386	0.41
1,412,000	Airbus SE 2.00% 07/04/2028 Reg S	1,361	0.40
1,370,000	Lloyds Bank Corporate Markets 2.375% 09/04/2026 EMTN Reg S	1,344	0.40
1,279,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	1,314	0.39
1,231,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	1,304	0.39
1,380,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	1,291	0.38
1,250,000	Investec 4.50% 05/05/2022 EMTN Reg S	1,291	0.38
1,259,000	Clarion Funding 1.875% 22/01/2035 EMTN Reg S	1,283	0.38
1,100,000	National Grid Electric Transmission 2.75% 06/02/2035 EMTN Reg S	1,278	0.38
1,289,000	Barclays 3.375% VRN 02/04/2025 EMTN Reg S	1,262	0.38
1,425,000	UniCredit 6.572% 14/01/2022 144A	1,227	0.36
950,000	IPIC GMTN 6.875% 14/03/2026 EMTN Reg S	1,199	0.36
1,193,000	China Development Bank 1.25% 21/01/2023 EMTN Reg S	1,197	0.36
1,203,000	AA Bond 5.50% 31/07/2050 Reg S	1,165	0.35
1,230,000	AbbVie 4.05% 21/11/2039 144A	1,164	0.35
1,158,000	Teva Pharmaceutical Finance Netherlands III BV 6.00% 31/01/2025 Reg S	1,116	0.33
820,000	British Land 5.264% 24/09/2035	1,089	0.32
1,122,000	AT&T 2.60% 19/05/2038	1,085	0.32
1,050,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	1,081	0.32
987,000	Bank of America Corporation 3.648% VRN 31/03/2029 EMTN Reg S	1,076	0.32
955,000	Comcast 4.70% 15/10/2048	1,041	0.31
994,000	Intesa Sanpaolo 5.148% 10/06/2030 EMTN Reg S	1,036	0.31
2,025,000	Intu Metrocentre Finance 4.125% 06/12/2028	1,035	0.31
1,004,000	Royal Bank Scotland Group 3.622% VRN 14/08/2030 Reg S	1,028	0.31
878,000	Sovereign Housing Capital 2.375% 04/11/2048 Reg S	1,007	0.30
1,077,000	Berkshire Hathaway 0.00% 12/03/2025	974	0.29
1,050,000	Blackstone Property Partners EUR Holdings 1.40% 06/07/2022 EMTN Reg S	969	0.29

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
800,000	Home Group 3.125% 27/03/2043 Reg S	948	0.28
1,075,000	Upjohn 4.00% 22/06/2050 144A	941	0.28
947,000	Aroundtown 4.75% VRN (Perpetual)	939	0.28
1,049,000	NewRiver (REIT) 3.50% 07/03/2028 Reg S	933	0.28
850,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	930	0.28
1,000,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	918	0.27
850,000	Yorkshire Building Society 3.375% VRN 13/09/2028 EMTN Reg S	875	0.26
800,000	Legal & General Group 5.125% VRN 14/11/2048 Reg S	872	0.26
850,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	852	0.25
1,180,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	846	0.25
815,000	Comcast 1.875% 20/02/2036	844	0.25
800,000	Yorkshire Building Society 3.00% VRN 18/04/2025 EMTN Reg S	832	0.25
1,000,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	817	0.24
800,000	Close Brothers Group 4.25% 24/01/2027 Reg S	817	0.24
892,000	Jerrold Finco 4.875% 15/01/2026 Reg S	809	0.24
650,000	America Movil 5.00% 27/10/2026	788	0.23
750,000	Land Securities Capital Markets 1.974% 08/02/2026 Reg S	769	0.23
350,000	Rabobank 5.375% 03/08/2060 EMTN	762	0.23
700,000	Land Securities Capital Markets 2.399% 08/02/2031 Reg S	747	0.22
668,000	TP ICAP 5.25% 29/05/2026 Reg S	734	0.22
682,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	732	0.22
741,000	Westfield America Management 2.625% 30/03/2029 Reg S	718	0.21
702,000	Aviva 4.00% VRN 03/06/2055 Reg S	707	0.21
746,000	Airbus SE 2.375% 09/06/2040 EMTN Reg S	705	0.21
700,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	698	0.21
656,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	691	0.21
775,000	AbbVie 2.95% 21/11/2026 144A	686	0.20
585,000	Comcast 4.95% 15/10/2058	683	0.20
580,000	Bankers Investment Trust 8.00% 31/10/2023	679	0.20
696,000	Unilever 1.25% 25/03/2025 EMTN Reg S	672	0.20
650,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	671	0.20
596,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	668	0.20
520,000	London Merchant Securities 6.50% 16/03/2026	664	0.20
634,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	661	0.20
1,200,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	660	0.20
500,000	America Movil 4.375% 07/08/2041	656	0.20
1,201,000	Intu SGS Finance 4.625% 17/03/2028 Reg S	654	0.19
600,000	UNITE (USAF) II 3.921% 30/06/2025 Reg S	650	0.19
647,000	BUPA Finance 4.125% 14/06/2035 Reg S	649	0.19
661,000	AA Bond 2.875% 31/07/2043 Reg S	640	0.19
525,000	Peel Holdings 8.375% STEP 30/04/2040	629	0.19
621,000	CK Hutchison Group Telecom Finance 2.00% 17/10/2027 Reg S	623	0.19
725,000	Takeda Pharmaceutical 3.375% 09/07/2060	592	0.18
650,000	QBE Insurance Group 5.875% VRN (Perpetual)	547	0.16
515,000	Nationwide Building Society 5.875% VRN (Perpetual)	514	0.15
505,000	M&G 3.875% VRN 20/07/2049 Reg S	503	0.15
600,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	499	0.15
450,000	Petroleos Mexicanos 8.25% 02/06/2022 EMTN Reg S	462	0.14
512,000	AA Bond 5.50% 31/07/2043 Reg S	433	0.13
450,000	Virgin Money UK 9.25% VRN (Perpetual)	433	0.13
325,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	388	0.12
376,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	379	0.11
356,000	Guinness Partnership 2.00% 22/04/2055 Reg S	379	0.11

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
328,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	362	0.11
460,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	361	0.11
309,000	Optivo Finance 2.857% 07/10/2035 Reg S	356	0.11
355,000	AA Bond 4.2487% 31/07/2043 Reg S	354	0.11
290,000	Edinburgh Investment Trust 7.75% 30/09/2022	330	0.10
261,000	Direct Line Insurance Group 4.00% 05/06/2032	267	0.08
200,000	PGH Capital 6.625% 18/12/2025	230	0.07
202,000	Pension Insurance 4.625% 07/05/2031	210	0.06
150,000	Autostrade per Litalia 1.625% 12/06/2023	129	0.04
1,485,000	TXU Eastern Funding 7.25% 08/03/2030 EMTN (Defaulted)	0	0.00
250,000	Cattles 7.125% 05/07/2017 (Defaulted)	0	0.00
915,000	Cattles 6.875% VRN 17/01/2014 EMTN (Defaulted)	0	0.00
		<b>268,163</b>	<b>79.74</b>
	<b>Mortgage Related Bonds - (11.11%)</b>		
3,230,000	Newday Partnership Funding 2017 1 0.8441% VRN 15/12/2027 Reg S	3,153	0.94
2,129,953	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	2,854	0.85
1,674,237	Tesco Property Finance 2 6.0517% 13/10/2039	2,247	0.67
1,430,000	Canary Wharf Finance II 5.952% 22/10/2037	2,060	0.61
1,800,000	Virgin Media Secured Finance 6.25% 28/03/2029 Reg S	1,899	0.56
1,820,000	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	1,811	0.54
1,381,301	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	1,741	0.52
1,300,000	Broadgate Financing 4.999% 05/10/2031 Reg S	1,559	0.46
1,300,000	Swan Housing Capital 3.625% 05/03/2048 Reg S	1,531	0.46
1,360,875	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	1,381	0.41
1,200,000	Channel Link Enterprises Finance 3.043% VRN 30/06/2050 Reg S	1,238	0.37
1,534,000	Dignity Finance 4.6956% 31/12/2049 Reg S	1,186	0.35
1,217,178	SLM Student Loan Trust FRN 5.15% 15/12/2039 Reg S	1,128	0.34
832,992	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	1,120	0.33
840,000	Equity Release Funding 3 5.05% 26/04/2033	1,054	0.31
813,372	Telereal Securitisation 5.5534% 10/12/2033	979	0.29
950,000	Telereal Securitisation 4.0902% VRN 10/12/2033	971	0.29
878,762	Highbury Finance 7.017% 20/03/2023	969	0.29
814,449	Together Asset Backed Securitisation 1 1.1976% VRN 12/03/2049 Reg S	812	0.24
683,484	Longstone Finance 4.791% 19/04/2036	800	0.24
650,000	RHP Finance 3.25% 05/02/2048 Reg S	764	0.23
764,568	Together Asset Backed Securitisation 2018-1 1.3776% VRN 12/07/2050 Reg S	762	0.23
838,772	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	754	0.22
619,505	Equity Release Funding 3 5.70% 26/02/2031	728	0.22
385,607	Tesco Property Finance 1 7.6227% 13/07/2039	578	0.17
460,602	Bishopsgate Asset Finance 4.808% 14/08/2044	553	0.16
440,934	Equity Release Funding 2 5.88% 26/05/2032	536	0.16
324,951	Meadowhall Finance 4.986% 12/07/2037 Reg S	395	0.12
316,293	Premiertel 6.175% 08/05/2032	390	0.12
280,000	Peel South East 10.00% 30/04/2026	376	0.11
280,000	Greene King Finance 5.702% 15/12/2034	236	0.07
116,648	Dignity Finance 3.5456% 31/12/2034 Reg S	124	0.04
		<b>36,689</b>	<b>10.91</b>

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Government Bonds - (2.98%)</b>		
4,050,000	Qatar 2.375% 02/06/2021 Reg S	3,340	0.99
2,750,000	Kuwait 3.50% 20/03/2027 Reg S	2,498	0.74
2,900,000	Abu Dhabi 2.125% 30/09/2024 Reg S	2,437	0.72
1,725,000	Qatar 3.75% 16/04/2030 Reg S	1,601	0.48
1,450,000	Mexico 5.625% 19/03/2114 EMTN	1,471	0.44
950,000	Abu Dhabi 3.875% 16/04/2050 Reg S	914	0.27
		<b>12,261</b>	<b>3.65</b>
	<b>Financials - (4.27%)</b>		
382	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	8,017	2.38
		<b>8,017</b>	<b>2.38</b>
	<b>Gilt Edged Securities - (0.94%)</b>		
3,000,000	UK Gilt 5.00% 07/03/2025	3,713	1.10
1,500,000	UK Gilt 1.625% 22/10/2071 Reg S	2,297	0.68
140,000	UK Gilt 1.50% 22/07/2026 Reg S	153	0.05
		<b>6,163</b>	<b>1.83</b>
	<b>Municipal Bond - (0.52%)</b>		
1,930,000	University of California Revenues 4.858% 15/05/2112	2,236	0.66
		<b>2,236</b>	<b>0.66</b>
	<b>Interest Rate Swaps - (0.22%)</b>		
5,000,000	Receive fixed 1.5238% pay float 6 Month GBP LIBOR 18/01/2033	709	0.21
4,800,000	Receive fixed 2.1497% pay float 6 Month AUD Bank Bill 23/04/2029	321	0.10
3,200,000	Receive fixed 1.6023% pay float 3 Month USD LIBOR 12/08/2029	240	0.07
3,200,000	Receive fixed 0.5133% pay float 6 Month CHF LIBOR 13/11/2028	210	0.06
3,500,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 29/01/2028	194	0.06
15,000,000	Receive fixed 0.4588% pay float 6 Month GBP LIBOR 30/04/2027	177	0.05
2,600,000	Receive fixed 0.6328% pay float 6 Month GBP LIBOR 15/08/2029	72	0.02
2,500,000	Receive fixed 0.4948% pay float 6 Month GBP LIBOR 04/05/2040	31	0.01
400,000	Receive fixed 0.4098% pay float 6 Month CHF LIBOR 04/04/2028	22	0.01
4,400,000	Receive fixed 0.6848% pay float 3 Month USD LIBOR 22/06/2030	21	0.01
5,200,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	19	0.01
5,000,000	Receive fixed 0.6633% pay float 3 Month USD LIBOR 26/05/2030	16	0.00
80,900,000	Pay fixed -0.008% receive float 6 Month JPY LIBOR 26/05/2030	5	0.00
2,600,000	Receive fixed 0.3598% pay float 3 Month STIBOR 26/05/2030	1	0.00
200,000	Receive fixed -0.3862% pay float 6 Month CHF LIBOR 26/05/2030	(1)	0.00
600,000	Pay fixed 0.1963% receive float 6 Month EURIBOR 09/09/2029	(2)	0.00
700,000	Pay fixed -0.1298% receive float 6 Month EURIBOR 25/05/2030	(4)	0.00
300,000	Pay fixed 1.2025% receive float New Zealand Bank Bill 3 Month Index 19/08/2029	(8)	0.00
600,000	Pay fixed 0.0087% receive float 6 Month EURIBOR 15/04/2030	(12)	0.00
600,000	Pay fixed 0.1018% receive float 6 Month EURIBOR 14/10/2029	(17)	(0.01)
35,200,000	Receive fixed 0.2253% pay float 3 Month STIBOR 16/03/2030	(18)	(0.01)
5,700,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	(19)	(0.01)
800,000	Pay fixed 1.193% receive float New Zealand Bank Bill 3 Month Index 14/10/2029	(20)	(0.01)
408,200,000	Receive fixed 0.0427% pay float 6 Month JPY LIBOR 13/08/2029	(27)	(0.01)
1,300,000	Pay fixed 0.6312% receive float 6 Month EURIBOR 12/02/2029	(92)	(0.03)
3,600,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(97)	(0.03)
4,400,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(99)	(0.03)
9,200,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	(155)	(0.05)
5,420,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(240)	(0.07)
5,300,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(413)	(0.12)
5,600,000	Pay fixed 2.90% receive float NZD Bank Bill 3 Month Index 08/10/2028	(553)	(0.16)
		<b>261</b>	<b>0.08</b>



# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Futures - ((0.19)%)</b>		
29,900,000	Long Gilt Commodity Future 28/09/2020	142	0.04
(9,700,000)	US Ultra Bond Commodity Future 21/09/2020	35	0.01
600,000	Euro-Schatz Commodity Future 08/09/2020	0	0.00
(400,000)	US 20 Year Long Bond (CBT) Commodity Future 21/09/2020	(1)	0.00
(1,700,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2020	(7)	0.00
(8,900,000)	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2020	(30)	(0.01)
(1,300,000)	Euro-Buxl 30 Year Commodity Future 08/09/2020	(50)	(0.01)
(9,900,000)	Euro-Bobl Commodity Future 08/09/2020	(50)	(0.01)
(3,900,000)	Euro-Bund Commodity Future 08/09/2020	(54)	(0.02)
(9,800,000)	US 10 Year Ultra Future 21/09/2020	(87)	(0.03)
		<b>(102)</b>	<b>(0.03)</b>
	<b>Index Credit Default Swaps - ((0.57)%)</b>		
8,000,000	Bought Protection on ITRAXX XOver S33 20/06/2025	(327)	(0.10)
		<b>(327)</b>	<b>(0.10)</b>
	<b>Forward Foreign Exchange Contracts - ((0.56)%)</b>		
1,858,000	Bought NZD sold GBP @ 0.488386 for settlement 13/08/2020	62	0.02
1,715,000	Bought EUR sold GBP @ 0.899737 for settlement 13/08/2020	26	0.01
914,000	Bought USD sold GBP @ 0.813104 for settlement 13/08/2020	16	0.00
809,000	Bought EUR sold GBP @ 0.899737 for settlement 13/08/2020	11	0.00
(3,080,000)	Bought GBP sold USD @ 1.223360 for settlement 13/08/2020	8	0.00
(2,238,000)	Bought GBP sold USD @ 1.233110 for settlement 13/08/2020	(8)	0.00
1,477,000	Bought USD sold GBP @ 0.813104 for settlement 13/08/2020	(12)	0.00
(2,045,000)	Bought GBP sold USD @ 1.237458 for settlement 13/08/2020	(14)	0.00
(1,005,000)	Bought GBP sold EUR @ 1.122288 for settlement 13/08/2020	(23)	(0.01)
(979,000)	Bought GBP sold USD @ 1.269246 for settlement 13/08/2020	(26)	(0.01)
(1,891,000)	Bought GBP sold EUR @ 1.112175 for settlement 13/08/2020	(28)	(0.01)
(901,000)	Bought GBP sold USD @ 1.279804 for settlement 13/08/2020	(30)	(0.01)
(64,018,000)	Bought GBP sold USD @ 1.237725 for settlement 13/08/2020	(437)	(0.13)
(21,154,000)	Bought GBP sold EUR @ 1.144045 for settlement 13/08/2020	(847)	(0.25)
		<b>(1,302)</b>	<b>(0.39)</b>
	<b>Portfolio of investments</b>	<b>332,059</b>	<b>98.73</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>4,232</b>	<b>1.27</b>
	<b>Net assets</b>	<b>336,291</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (39.90%)</b>		
8,575,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	8,446	0.85
9,000,000	Walt Disney 3.35% 24/03/2025	8,106	0.82
7,688,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	7,726	0.78
7,305,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	7,329	0.74
7,800,000	NIKE 2.75% 27/03/2027	6,982	0.70
6,339,000	Bank of Nova Scotia 1.375% 05/12/2023 EMTN Reg S	6,432	0.65
6,039,000	DNB Bank 1.375% 12/06/2023 Reg S	6,162	0.62
5,400,000	Pension Insurance 5.625% 20/09/2030 Reg S	6,140	0.62
5,953,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	5,979	0.60
4,585,000	Berkshire Hathaway Finance 2.625% 19/06/2059	5,727	0.58
4,260,000	America Movil 4.948% 22/07/2033	5,623	0.57
5,453,000	Dwr Cymru Fing UK 1.375% 31/03/2033 EMTN Reg S	5,478	0.55
5,515,000	Volkswagen Finance Services 3.00% 06/04/2025 EMTN Reg S	5,384	0.54
5,300,000	Barclays Bank 2.375% VRN 06/10/2023 Reg S	5,363	0.54
3,100,000	EDF 6.00% 23/01/2114 EMTN Reg S	5,188	0.52
5,550,000	Glencore Funding 4.875% 12/03/2029 144A	5,103	0.51
4,843,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	4,998	0.50
5,850,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	4,984	0.50
5,082,000	HSBC Holdings 4.95% 31/03/2030	4,952	0.50
4,000,000	Lloyds Bank 7.625% 22/04/2025 EMTN Reg S	4,944	0.50
4,800,000	Euroclear Bank KBC Groep 1.25% 30/09/2024 EMTN Reg S	4,912	0.50
4,400,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	4,876	0.49
4,727,000	DNB Bank 1.625% 15/12/2023 EMTN Reg S	4,861	0.49
4,804,000	Credit Suisse Group 2.25% VRN 09/06/2028 EMTN Reg S	4,830	0.49
4,975,000	BMW US Capital 4.15% 09/04/2030 144A	4,671	0.47
4,588,000	SSE 3.74% VRN (Perpetual)	4,596	0.46
3,374,000	AT&T 4.875% 01/06/2044	4,525	0.46
4,391,000	MPT Operating Partnership 3.692% 05/06/2028	4,402	0.44
4,161,000	SP Transmission 2.00% 13/11/2031 Reg S	4,374	0.44
4,658,000	Verizon Communications 1.85% 18/05/2040	4,361	0.44
4,277,000	Southern Water Services Finance 2.375% 28/05/2028 EMTN Reg S	4,345	0.44
5,425,000	Petroleos Mexicanos 4.875% 21/02/2028 Reg S	4,284	0.43
4,200,000	HSBC Holdings 2.175% VRN 27/06/2023	4,243	0.43
4,346,000	General Motors 6.80% 01/10/2027	4,125	0.42
2,727,000	University of Oxford 2.544% 08/12/2117 Reg S	4,125	0.42
4,629,000	CPI Property Group 4.875% VRN (Perpetual) Reg S	4,123	0.42
4,230,000	Intel 3.75% 25/03/2027	4,016	0.41
3,900,000	BFCM Paris 1.875% 13/12/2022 EMTN Reg S	3,999	0.40
3,483,000	Orsted 2.50% 16/05/2033 EMTN Reg S	3,936	0.40
2,750,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	3,897	0.39
4,008,000	Airbus SE 2.00% 07/04/2028 Reg S	3,864	0.39
3,750,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	3,852	0.39
3,890,000	Lloyds Bank Corporate Markets 2.375% 09/04/2026 EMTN Reg S	3,816	0.38
4,450,000	Credit Agricole 6.875% VRN (Perpetual) 144A	3,735	0.38
4,375,000	UBS Group 6.875% VRN (Perpetual)	3,735	0.38
3,701,000	Barclays 3.375% VRN 02/04/2025 EMTN Reg S	3,623	0.37
2,680,000	British Land 5.264% 24/09/2035	3,560	0.36
3,450,000	New York Life Global Funding 1.625% 15/12/2023 Reg S	3,539	0.36
4,075,000	Shell International Finance 3.125% 07/11/2049	3,480	0.35
3,300,000	Gazprom Capital Luxembourg 4.25% 06/04/2024 Reg S	3,465	0.35
3,295,000	Motability Operations Group 1.75% 03/07/2029 EMTN Reg S	3,449	0.35

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,800,000	Schaeffler Finance 3.25% 15/05/2025 Reg S	3,436	0.35
2,922,000	Berkshire Hathaway Finance 2.375% 19/06/2039	3,322	0.34
3,342,000	AT&T 2.60% 19/05/2038	3,232	0.33
3,134,000	RSA Insurance Group 1.625% 28/08/2024 Reg S	3,160	0.32
3,100,000	Ladbrokes Group Finance 5.125% 08/09/2023 Reg S	3,160	0.32
3,010,000	Society of Lloyds 4.75% 30/10/2024 Reg S	3,156	0.32
3,106,000	BMW International Investment 1.25% 11/07/2022 EMTN Reg S	3,126	0.32
2,961,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	3,125	0.32
2,982,000	Intesa Sanpaolo 5.148% 10/06/2030 EMTN Reg S	3,107	0.31
3,100,000	Volkswagen Finance Services 1.875% 03/12/2024 EMTN Reg S	3,093	0.31
3,200,000	Blackstone Property Partners EUR Holdings 2.20% 24/07/2025 EMTN Reg S	3,042	0.31
2,708,000	Motability Operations Group 2.375% 03/07/2039 EMTN Reg S	3,039	0.31
2,788,000	Bank of America Corporation 3.648% VRN 31/03/2029 EMTN Reg S	3,039	0.31
2,963,000	Royal Bank Scotland Group 3.622% VRN 14/08/2030 Reg S	3,033	0.31
2,900,000	Abertis Infraestructuras 3.375% 27/11/2026 EMTN Reg S	3,001	0.30
2,704,000	Royal London Finance Bonds 6.125% VRN 30/11/2043 Reg S	2,973	0.30
1,715,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	2,957	0.30
2,694,000	Bristol-Myers Squibb 4.25% 26/10/2049 144A	2,906	0.29
2,700,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	2,811	0.28
3,000,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	2,806	0.28
3,150,000	Upjohn 4.00% 22/06/2050 144A	2,758	0.28
2,500,000	Prudential 6.25% VRN 20/10/2068 Reg S	2,747	0.28
2,800,000	Shaftesbury Carnaby 2.487% 30/09/2031	2,717	0.27
2,450,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	2,645	0.27
2,638,000	AA Bond 4.2487% 31/07/2043 Reg S	2,634	0.27
2,594,000	China Development Bank 1.25% 21/01/2023 EMTN Reg S	2,602	0.26
1,770,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	2,582	0.26
2,829,000	Berkshire Hathaway 0.00% 12/03/2025	2,557	0.26
2,636,000	National Express Group 2.375% 20/11/2028 Reg S	2,522	0.25
2,474,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	2,491	0.25
2,303,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	2,439	0.25
1,700,000	HSBC Holdings 7.00% 07/04/2038 EMTN Reg S	2,376	0.24
2,490,000	AbbVie 4.05% 21/11/2039 144A	2,356	0.24
4,272,000	Intu SGS Finance 4.625% 17/03/2028 Reg S	2,326	0.23
2,300,000	Daimler International Finance 2.00% 04/09/2023 EMTN Reg S	2,323	0.23
1,900,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	2,285	0.23
2,342,000	Teva Pharmaceutical Finance Netherlands III BV 6.00% 31/01/2025 Reg S	2,257	0.23
2,330,000	AA Bond 5.50% 31/07/2050 Reg S	2,257	0.23
2,140,000	EDF 6.00% 22/01/2114 144A	2,243	0.23
2,200,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	2,243	0.23
2,150,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	2,155	0.22
1,750,000	Clydesdale Bank 4.625% 08/06/2026 EMTN	2,143	0.22
1,963,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	2,106	0.21
2,223,000	Airbus SE 2.375% 09/06/2040 EMTN Reg S	2,102	0.21
2,083,000	Aviva 4.00% VRN 03/06/2055 Reg S	2,099	0.21
1,998,000	Comcast 1.875% 20/02/2036	2,069	0.21
1,850,000	Fiserv 3.00% 01/07/2031	2,069	0.21
2,300,000	Engie 0.50% 24/10/2030 EMTN Reg S	2,049	0.21
2,026,000	Dwr Cymru Fing UK 1.625% 31/03/2026 EMTN Reg S	2,035	0.21
1,550,000	WM Treasury 2 3.25% 20/10/2048 Reg S	2,021	0.20
1,250,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	2,001	0.20
2,194,000	Jerrold Finco 4.875% 15/01/2026 Reg S	1,990	0.20
2,275,000	Glencore Funding 4.125% 12/03/2024 144A	1,988	0.20

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,900,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	1,982	0.20
1,869,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	1,969	0.20
1,850,000	HSBC Holdings 3.00% VRN 22/07/2028	1,959	0.20
1,832,000	Pension Insurance 4.625% 07/05/2031	1,905	0.19
1,889,000	BUPA Finance 4.125% 14/06/2035 Reg S	1,894	0.19
1,200,000	Walmart Stores 5.625% 27/03/2034	1,876	0.19
1,928,000	Unilever 1.25% 25/03/2025 EMTN Reg S	1,861	0.19
2,200,000	Tenneco 5.00% 15/07/2024 Reg S	1,826	0.18
2,200,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	1,798	0.18
1,850,000	CYBG 5.00% VRN 09/02/2026 Reg S	1,793	0.18
1,900,000	Ford Motor Credit 4.535% 06/03/2025 EMTN	1,793	0.18
2,100,000	Takeda Pharmaceutical 3.375% 09/07/2060	1,714	0.17
1,850,000	Logicor Financing SARL 1.50% 14/11/2022 EMTN Reg S	1,708	0.17
1,688,000	Aroundtown 4.75% VRN (Perpetual)	1,673	0.17
1,550,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	1,671	0.17
1,900,000	Pershing Square Holdings 5.50% 15/07/2022 Reg S	1,634	0.16
1,875,000	QBE Insurance Group 5.875% VRN (Perpetual)	1,578	0.16
1,400,000	Apple 4.65% 23/02/2046	1,560	0.16
1,325,000	National Grid Electric Transmission 2.75% 06/02/2035 EMTN Reg S	1,540	0.16
1,393,000	Fidelity National Information Services 2.602% 21/05/2025	1,485	0.15
1,725,000	UniCredit 6.572% 14/01/2022 144A	1,485	0.15
1,900,000	Western Gas Partners 4.05% 01/02/2030	1,479	0.15
1,300,000	Volkswagen International Finance 4.125% 17/11/2031 Reg S	1,445	0.15
1,550,000	AbbVie 2.95% 21/11/2026 144A	1,372	0.14
1,150,000	Home Group 3.125% 27/03/2043 Reg S	1,362	0.14
1,636,000	Duke Energy Ind 2.75% 01/04/2050	1,353	0.14
1,500,000	Bankia 3.75% VRN 15/02/2029 EMTN Reg S	1,352	0.14
1,493,000	NewRiver (REIT) 3.50% 07/03/2028 Reg S	1,328	0.13
940,000	Heathrow Funding 6.45% VRN 10/12/2031 Reg S	1,313	0.13
1,447,000	E.ON SE 0.625% 07/11/2031 EMTN Reg S	1,296	0.13
1,250,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	1,287	0.13
1,400,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	1,285	0.13
1,281,000	AA Bond 2.875% 31/07/2043 Reg S	1,241	0.13
1,175,000	Yorkshire Building Society 3.00% VRN 18/04/2025 EMTN Reg S	1,222	0.12
1,112,000	TP ICAP 5.25% 29/05/2026 Reg S	1,222	0.12
1,199,000	CK Hutchison Group Telecom Finance 2.00% 17/10/2027 Reg S	1,203	0.12
1,100,000	Assura Financing 3.00% 19/07/2028 Reg S	1,194	0.12
900,000	IPIC GMTN 6.875% 14/03/2026 EMTN Reg S	1,136	0.11
2,200,000	Intu Metrocentre Finance 4.125% 06/12/2028	1,124	0.11
1,105,000	General Electric Capital 4.875% 18/09/2037 EMTN	1,113	0.11
1,030,000	Glencore Finance (Europe) 6.00% VRN 03/04/2022 Reg S	1,099	0.11
1,074,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	1,084	0.11
850,000	Lloyds Bank 4.875% 30/03/2027 EMTN	1,078	0.11
1,100,000	Volkswagen International Finance 2.625% 16/11/2027 Reg S	1,078	0.11
1,007,000	Guinness Partnership 2.00% 22/04/2055 Reg S	1,073	0.11
1,050,000	TSB Banking Group 5.75% VRN 06/05/2026 EMTN	1,048	0.11
1,000,000	Yorkshire Building Society 3.375% VRN 13/09/2028 EMTN Reg S	1,029	0.10
887,000	Optivo Finance 2.857% 07/10/2035 Reg S	1,022	0.10
1,000,000	Close Brothers Group 4.25% 24/01/2027 Reg S	1,021	0.10
853,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	1,018	0.10
1,100,000	Provident Financial 8.25% STEP 04/06/2023 EMTN Reg S	1,010	0.10
1,200,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	997	0.10
700,000	Aviva 6.875% VRN 20/05/2058 EMTN	992	0.10

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
900,000	Legal & General Group 5.125% VRN 14/11/2048 Reg S	981	0.10
981,000	Nationwide Building Society 5.875% VRN (Perpetual)	980	0.10
680,000	Massachusetts Institute of Technology 5.60% 01/07/2111	979	0.10
1,357,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	973	0.10
787,000	Northern Electric Finance 2.75% 24/05/2049 Reg S	965	0.10
1,051,000	Lloyds Banking Group 0.50% VRN 12/11/2025 EMTN Reg S	936	0.09
806,000	Fidelity National Information Services 3.36% 21/05/2031	931	0.09
895,000	M&G 3.875% VRN 20/07/2049 Reg S	892	0.09
850,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	848	0.09
779,000	Direct Line Insurance Group 4.00% 05/06/2032	798	0.08
1,005,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	788	0.08
750,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	774	0.08
1,400,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	770	0.08
891,000	AA Bond 5.50% 31/07/2043 Reg S	753	0.08
700,000	EDF 5.875% VRN (Perpetual) Reg S	723	0.07
550,000	Abbey National Treasury Services 5.75% 02/03/2026 EMTN Reg S	706	0.07
600,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	656	0.07
550,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	617	0.06
650,000	Blackstone Property Partners EUR Holdings 1.40% 06/07/2022 EMTN Reg S	600	0.06
600,000	Virgin Money UK 9.25% VRN (Perpetual)	578	0.06
525,000	UNITE (USAF) II 3.921% 30/06/2025 Reg S	568	0.06
450,000	America Movil 5.00% 27/10/2026	546	0.06
370,000	Bankers Investment Trust 8.00% 31/10/2023	433	0.04
375,000	Digital Stout Holding 3.75% 17/10/2030 Reg S	429	0.04
340,000	Peel Holdings 8.375% STEP 30/04/2040	407	0.04
356,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	393	0.04
280,000	London Merchant Securities 6.50% 16/03/2026	357	0.04
400,000	Empresa de Transporte de Pasajeros Metro 4.75% 04/02/2024 Reg S	353	0.04
3,769,000	Rowan Companies 5.40% 01/12/2042	315	0.03
260,000	Edinburgh Investment Trust 7.75% 30/09/2022	296	0.03
200,000	PGH Capital 6.625% 18/12/2025	230	0.02
150,000	Petroleos Mexicanos 8.25% 02/06/2022 EMTN Reg S	154	0.02
160,000	Westpac Banking 3.35% 08/03/2027	148	0.01
150,000	Autostrade per Litalia 1.625% 12/06/2023	129	0.01
100,000	Investec 4.50% 05/05/2022 EMTN Reg S	103	0.01
100,000	Close Brothers Finance 3.875% 27/06/2021 EMTN Reg S	103	0.01
50,000	HSBC Holdings 6.75% 11/09/2028 Reg S	64	0.01
68,000	Microsoft 2.675% 01/06/2060	58	0.01
635,000	Cattles 6.875% VRN 17/01/2014 EMTN (Defaulted)	0	0.00
50,000	Cattles 7.125% 05/07/2017 (Defaulted)	0	0.00
		<b>482,290</b>	<b>48.65</b>
	<b>Gilt Edged Securities - (51.87%)</b>		
24,920,000	UK Gilt 4.25% 07/09/2039 Reg S	41,757	4.21
21,295,000	UK Gilt 3.75% 22/07/2052 Reg S	40,957	4.13
17,550,000	UK Gilt 4.00% 22/01/2060 Reg S	39,213	3.96
32,000,000	UK Gilt 2.75% 07/09/2024 Reg S	35,795	3.61
16,850,000	UK Gilt 4.25% 07/12/2049	33,342	3.36
13,190,000	UK Gilt 4.25% 07/12/2055	28,734	2.90
25,950,000	UK Gilt 1.25% 22/07/2027 Reg S	28,245	2.85
16,140,000	UK Gilt 4.50% 07/09/2034 Reg S	25,309	2.55
14,250,000	UK Gilt 4.75% 07/12/2038	24,866	2.51
11,750,000	UK Gilt 4.50% 07/12/2042	21,395	2.16
13,860,000	UK Gilt 4.75% 07/12/2030	20,455	2.06

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
15,000,000	UK Gilt 2.25% 07/09/2023 Reg S	16,113	1.63
12,175,000	UK Gilt 3.75% 07/09/2021 Reg S	12,719	1.28
11,220,000	UK Gilt 4.00% 07/03/2022	11,993	1.21
5,100,000	UK Gilt 3.50% 22/07/2068	11,563	1.17
10,000,000	UK Gilt 1.50% 22/07/2026 Reg S	10,948	1.10
5,740,000	UK Gilt 4.25% 07/12/2040 Reg S	9,814	0.99
6,180,000	UK Gilt 1.75% 07/09/2022	6,429	0.65
3,360,000	UK Gilt 1.50% 22/07/2047 Reg S	4,099	0.41
2,160,000	UK Gilt 4.25% 07/03/2036	3,403	0.34
3,000,000	UK Gilt 2.00% 07/09/2025 Reg S	3,329	0.34
1,700,000	UK Gilt 3.50% 22/01/2045 Reg S	2,813	0.28
1,000,000	UK Gilt 2.50% 22/07/2065 Reg S	1,789	0.18
1,100,000	UK Gilt 5.00% 07/03/2025	1,361	0.14
550,000	UK Gilt 1.75% 22/01/2049 Reg S	713	0.07
320,000	UK Gilt 4.25% 07/12/2027	421	0.04
400,000	UK Gilt 1.50% 22/01/2021 Reg S	403	0.04
100,000	UK Gilt 6.00% 07/12/2028	150	0.02
		<b>438,128</b>	<b>44.19</b>
	<b>Mortgage Related Bonds - (5.32%)</b>		
4,620,000	Newday Partnership Funding 2017 1 0.8441% VRN 15/12/2027 Reg S	4,510	0.45
4,100,000	Abu Dhabi Crude Oil Pipeline 4.60% 02/11/2047 Reg S	3,946	0.40
2,775,500	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	2,762	0.28
1,641,083	Tesco Property Finance 2 6.0517% 13/10/2039	2,202	0.22
1,575,750	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	1,599	0.16
1,200,000	Broadgate Financing 4.999% 05/10/2031 Reg S	1,439	0.15
1,375,000	SLM Student Loan Trust FRN 5.15% 15/12/2039 Reg S	1,274	0.13
1,605,000	Dignity Finance 4.6956% 31/12/2049 Reg S	1,241	0.13
1,200,000	Greene King Finance 3.593% 15/03/2035 Reg S	1,198	0.12
1,248,405	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	1,122	0.11
1,098,559	Together Asset Backed Securitisation 1 1.1976% VRN 12/03/2049 Reg S	1,096	0.11
847,377	Highbury Finance 7.017% 20/03/2023	935	0.09
770,935	Telereal Securitisation 5.5534% 10/12/2033	928	0.09
900,000	Telereal Securitisation 4.0902% VRN 10/12/2033	920	0.09
665,008	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	891	0.09
882,194	Together Asset Backed Securitisation 2018-1 1.3776% VRN 12/07/2050 Reg S	879	0.09
585,000	Virgin Media Secured Finance 6.25% 28/03/2029 Reg S	617	0.06
500,000	RHP Finance 3.25% 05/02/2048 Reg S	588	0.06
665,125	Empresa Electrica Angamos 4.875% 25/05/2029 Reg S	565	0.06
355,288	Premiertel 6.175% 08/05/2032	438	0.04
345,325	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	435	0.04
330,000	Equity Release Funding 3 5.05% 26/04/2033	414	0.04
293,997	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	395	0.04
324,863	Equity Release Funding 3 5.70% 26/02/2031	382	0.04
320,938	Sprint Spectrum 3.36% 20/03/2023 144A	265	0.03
190,000	Peel South East 10.00% 30/04/2026	255	0.03
213,589	Longstone Finance 4.791% 19/04/2036	250	0.03
205,232	Meadowhall Finance 4.986% 12/07/2037 Reg S	250	0.03
132,201	Dignity Finance 3.5456% 31/12/2034 Reg S	140	0.01
160,000	Greene King Finance 5.702% 15/12/2034	135	0.01
16,484	Equity Release Funding 2 5.88% 26/05/2032	20	0.00
		<b>32,091</b>	<b>3.24</b>

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Government Bonds - (2.89%)</b>		
6,350,000	Saudi Arabia 3.25% 26/10/2026 Reg S	5,589	0.56
4,850,000	Qatar 3.75% 16/04/2030 Reg S	4,501	0.45
4,500,000	Qatar 2.375% 02/06/2021 Reg S	3,711	0.37
4,150,000	Abu Dhabi 2.125% 30/09/2024 Reg S	3,488	0.35
3,200,000	Kuwait 2.75% 20/03/2022 Reg S	2,686	0.27
2,700,000	Abu Dhabi 3.875% 16/04/2050 Reg S	2,599	0.26
1,750,000	Mexico 5.625% 19/03/2114 EMTN	1,775	0.18
200,000	Qatar 3.25% 02/06/2026 Reg S	177	0.02
		<b>24,526</b>	<b>2.47</b>
	<b>Municipal Bond - (0.36%)</b>		
2,370,000	University of California Revenues 4.858% 15/05/2112	2,746	0.28
		<b>2,746</b>	<b>0.28</b>
	<b>Financials - (0.00%)</b>		
95	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	2,001	0.20
		<b>2,001</b>	<b>0.20</b>
	<b>Interest Rate Swaps - (0.13%)</b>		
15,000,000	Receive fixed 2.9077% pay float 6 Month AUD Bank Bill 12/10/2028	1,489	0.15
5,700,000	Receive fixed 2.6843% pay float 3 Month USD LIBOR 04/02/2029	843	0.09
5,000,000	Receive fixed 2.7163% pay float 3 Month USD LIBOR 19/02/2029	754	0.08
4,000,000	Receive fixed 1.5228% pay float 6 Month GBP LIBOR 18/01/2033	567	0.06
15,000,000	Receive fixed 1.1628% pay float 6 Month GBP LIBOR 11/04/2024	530	0.05
2,000,000	Receive fixed 1.6138% pay float 6 Month GBP LIBOR 19/01/2035	349	0.04
5,200,000	Receive fixed 0.9723% pay float 6 Month GBP LIBOR 11/07/2029	304	0.03
5,000,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 04/06/2028	283	0.03
3,000,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 29/01/2028	166	0.02
10,000,000	Receive fixed 1.0663% pay float 6 Month GBP LIBOR 26/01/2022	135	0.01
2,400,000	Receive fixed 0.6328% pay float 6 Month GBP LIBOR 15/08/2029	66	0.01
12,600,000	Receive fixed 0.6848% pay float 3 Month USD LIBOR 22/06/2030	59	0.01
1,000,000	Receive fixed 0.4098% pay float 6 Month CHF LIBOR 04/04/2028	56	0.01
14,000,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	51	0.01
3,300,000	Receive fixed 0.1587% pay float 6 Month CHF LIBOR 11/06/2029	50	0.01
13,600,000	Receive fixed 0.6633% pay float 3 Month USD LIBOR 26/05/2030	43	0.00
18,400,000	Receive fixed 0.3598% pay float 3 Month STIBOR 26/05/2030	10	0.00
38,100,000	Receive fixed -0.0252% pay float 6 Month JPY LIBOR 07/05/2030	(3)	0.00
6,500,000	Pay fixed -0.2058% receive float 6 Month EURIBOR 09/03/2030	(3)	0.00
3,300,000	Pay fixed -0.1298% receive float 6 Month EURIBOR 25/05/2030	(19)	0.00
4,100,000	Receive fixed -0.3862% pay float 6 Month CHF LIBOR 26/05/2030	(27)	0.00
94,300,000	Receive fixed 0.2253% pay float 3 Month STIBOR 16/03/2030	(48)	0.00
5,300,000	Receive fixed -0.4382% pay float 6 Month CHF LIBOR 24/02/2030	(52)	(0.01)
18,000,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	(60)	(0.01)
937,800,000	Receive fixed 0.0427% pay float 6 Month JPY LIBOR 13/08/2029	(61)	(0.01)
2,500,000	Pay fixed 0.1018% receive float 6 Month EURIBOR 14/10/2029	(70)	(0.01)
6,500,000	Pay fixed 0.0087% receive float 6 Month EURIBOR 15/04/2030	(125)	(0.01)
5,000,000	Pay fixed 1.2025% receive float New Zealand Bank Bill 3 Month Index 19/08/2029	(126)	(0.01)
6,900,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(186)	(0.02)
8,300,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(187)	(0.02)
6,000,000	Pay fixed 1.4328% receive float New Zealand Bank Bill 3 Month Index 24/02/2030	(218)	(0.02)
4,200,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(264)	(0.03)
27,500,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	(464)	(0.05)

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
12,000,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(532)	(0.05)
8,100,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(632)	(0.06)
9,100,000	Pay fixed 2.90% receive float NZD Bank Bill 3 Month Index 08/10/2028	(899)	(0.09)
		<b>1,779</b>	<b>0.18</b>
	<b>Index Credit Default Swaps - (0.00%)</b>		
6,500,000	Sold Protection on ITRAXX XOver S33 20/06/2025	266	0.03
		<b>266</b>	<b>0.03</b>
	<b>Futures - ((0.11)%)</b>		
78,500,000	Long Gilt Commodity Future 28/09/2020	323	0.03
(11,100,000)	US Ultra Bond Commodity Future 21/09/2020	4	0.00
(3,100,000)	Euro-Schatz Commodity Future 08/09/2020	(2)	0.00
(7,000,000)	US 2 Year Treasury Note (CBT) Commodity Future 30/09/2020	(3)	0.00
(7,900,000)	US 20 Year Long Bond (CBT) Commodity Future 21/09/2020	(23)	0.00
(9,000,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2020	(35)	0.00
(19,900,000)	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2020	(67)	(0.01)
(25,900,000)	Euro-Bobl Commodity Future 08/09/2020	(130)	(0.01)
(15,400,000)	US 10 Year Ultra Future 21/09/2020	(137)	(0.01)
(17,200,000)	Euro-Bund Commodity Future 08/09/2020	(237)	(0.02)
		<b>(307)</b>	<b>(0.03)</b>
	<b>Forward Foreign Exchange Contracts - ((0.42)%)</b>		
4,673,000	Bought EUR sold GBP @ 0.901074 for settlement 13/08/2020	61	0.01
3,128,000	Bought USD sold GBP @ 0.805313 for settlement 13/08/2020	57	0.01
(6,944,000)	Bought GBP sold USD @ 1.223360 for settlement 13/08/2020	19	0.00
(4,767,000)	Bought GBP sold USD @ 1.228255 for settlement 13/08/2020	(3)	0.00
1,522,000	Bought USD sold GBP @ 0.805313 for settlement 13/08/2020	(13)	0.00
(4,698,000)	Bought GBP sold USD @ 1.233110 for settlement 13/08/2020	(18)	0.00
(3,514,000)	Bought GBP sold USD @ 1.237458 for settlement 13/08/2020	(23)	0.00
(925,000)	Bought GBP sold EUR @ 1.127757 for settlement 13/08/2020	(25)	0.00
(3,845,000)	Bought GBP sold EUR @ 1.112175 for settlement 13/08/2020	(58)	(0.01)
(3,149,000)	Bought GBP sold EUR @ 1.120902 for settlement 13/08/2020	(69)	(0.01)
(2,716,000)	Bought GBP sold USD @ 1.279804 for settlement 13/08/2020	(91)	(0.01)
(4,386,000)	Bought GBP sold EUR @ 1.122288 for settlement 13/08/2020	(101)	(0.01)
(132,077,000)	Bought GBP sold USD @ 1.245230 for settlement 13/08/2020	(1,544)	(0.16)
(67,258,000)	Bought GBP sold EUR @ 1.147315 for settlement 13/08/2020	(2,860)	(0.29)
		<b>(4,668)</b>	<b>(0.47)</b>
	<b>Portfolio of investments</b>	<b>978,852</b>	<b>98.74</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>12,513</b>	<b>1.26</b>
	<b>Net assets</b>	<b>991,365</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (27.01%)</b>		
480,217	Fidelity Special Situations Fund - W Acc	14,219	9.39
259,400	Prudential	3,170	2.09
1,923,564	Royal Bank of Scotland Group	2,337	1.54
6,894,925	Lloyds Banking Group	2,147	1.42
127,927	Hargreaves Lansdown	2,134	1.41
202,465	St James Place	1,935	1.28
15,730	JPMorgan Chase	1,192	0.79
44,145	Admiral Group	1,025	0.68
114,744	3i Group	972	0.64
641,800	Greencoat UK Wind	918	0.61
520,898	Primary Health Properties	829	0.55
60,392	Liontrust Asset Management	800	0.53
277,655	Grainger	796	0.53
327,700	Legal & General Group	725	0.48
107,507	Phoenix Group Holdings	698	0.46
252,555	Direct Line Insurance Group	695	0.46
4,430	Visa (A)	691	0.46
487,070	Man Group	641	0.42
86,574	Great Portland Estates	557	0.37
90,198	RSA Insurance Group	376	0.25
86,667	Chesnara	244	0.16
70,167	Aviva	193	0.13
56,018	Helical Bar	176	0.12
12,267	Close Brothers Group	137	0.09
18,280	Mattioli Woods	128	0.08
10,857	Bank of Georgia Group	116	0.08
14,191	Capital & Counties Property	21	0.01
0	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	1	0.00
		<b>37,873</b>	<b>25.02</b>
	<b>Consumer Goods - (13.20%)</b>		
151,075	British American Tobacco	4,728	3.12
104,529	Unilever	4,606	3.04
141,482	Diageo	3,814	2.52
48,411	Reckitt Benckiser Group	3,593	2.37
101,842	Persimmon	2,345	1.55
40,318	Coca-Cola	1,457	0.96
83,944	Burberry Group	1,344	0.89
33,324	Cranswick	1,195	0.79
3,694	L'Oreal	965	0.64
20,359	Berkeley Group Holdings	849	0.56
296,207	Headlam Group	809	0.53
56,679	Tate & Lyle	382	0.25
103,582	Codemasters Group Holdings	355	0.23
23,364	Nichols	304	0.20
10,402	Frontier Development	191	0.13
25,839	Team17 Group	140	0.09
1,529	Bovis Homes Group	11	0.01
		<b>27,088</b>	<b>17.89</b>

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Consumer Services - (12.70%)</b>		
179,605	RELX	3,366	2.22
1,238,900	Tesco	2,872	1.90
1,076	Amazon.com	2,350	1.55
240,972	Auto Trader Group	1,268	0.84
225,634	Rightmove	1,245	0.82
23,700	Next	1,163	0.77
30,391	InterContinental Hotels Group	1,102	0.73
101,654	Ryanair Holdings (GB)	992	0.66
176,577	Howden Joinery Group	986	0.65
418,712	WM Morrison Supermarkets	801	0.53
254,201	Dominos Pizza UK & Ireland	791	0.52
26,903	Ocado Group	548	0.36
66,183	GVC Holdings	497	0.33
4,164	Flutter Entertainment	445	0.29
288,634	Marks & Spencer Group	291	0.19
435,465	Restaurant Group	253	0.17
6,423	Whitbread	142	0.09
65,346	Mitchells & Butlers	122	0.08
		<b>19,234</b>	<b>12.71</b>
	<b>Health Care - (8.12%)</b>		
73,341	AstraZeneca	6,192	4.09
232,165	GlaxoSmithKline	3,812	2.52
5,817	Roche Holdings	1,640	1.08
30,666	Novo Nordisk (B)	1,613	1.07
10,505	Johnson & Johnson	1,191	0.79
8,194	EssilorLuxottica	860	0.57
22,369	Genus	783	0.52
77,136	Oxford BioMedica	542	0.36
		<b>16,633</b>	<b>10.99</b>
	<b>Industrials - (10.01%)</b>		
24,763	Ferguson	1,638	1.08
337,854	Polypipe Group	1,498	0.99
47,852	Experian	1,354	0.89
1,198,798	Breedon Group	928	0.61
22,071	Renishaw	864	0.57
521,632	Serco Group	797	0.53
26,285	Spectris	668	0.44
144,317	Network International Holdings	645	0.43
33,652	Diploma	603	0.40
96,875	Smart Metering Systems	557	0.37
81,605	Grafton Group	546	0.36
77,570	Electrocomponents	515	0.34
60,482	PayPoint	375	0.25
156,569	Biffa	318	0.21
262,134	Melrose Industries	303	0.20
99,218	QinetiQ Group	301	0.20
94,128	IWG	252	0.17
84,835	Meggitt	252	0.17
20,067	Weir Group	214	0.14
42,148	Inchcape	205	0.14
58,177	Clipper Logistics	172	0.11
43,295	PageGroup	165	0.11

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
76,247	lbstock	139	0.09
31,454	Rolls-Royce Holdings	91	0.06
4,801	Dynamics	77	0.05
		<b>13,477</b>	<b>8.90</b>
	<b>Basic Materials - (5.66%)</b>		
137,054	Rio Tinto	6,185	4.09
101,437	Mondi Group	1,534	1.01
54,795	Anglo American	1,017	0.67
172,689	KAZ Minerals	844	0.56
40,971	Victrex	803	0.53
5,412	BHP	89	0.06
		<b>10,472</b>	<b>6.92</b>
	<b>Oil &amp; Gas - (10.67%)</b>		
1,168,664	BP	3,618	2.39
130,465	Royal Dutch Shell (A)	1,705	1.13
84,301	Equinor ASA	974	0.64
77,036	Royal Dutch Shell (B)	958	0.63
10,527	Pioneer Natural Resources	810	0.54
139,924	Ceres Power	764	0.50
122,330	ITM Power	338	0.22
48,676	Energean	301	0.20
		<b>9,468</b>	<b>6.25</b>
	<b>Utilities - (5.09%)</b>		
171,120	SSE	2,370	1.57
171,412	National Grid	1,691	1.12
142,976	Pennon Group	1,606	1.06
57,468	Severn Trent	1,432	0.95
139,993	United Utilities Group	1,291	0.85
		<b>8,390</b>	<b>5.54</b>
	<b>Telecommunications - (2.31%)</b>		
2,467,017	Vodafone Group	3,162	2.09
537,984	BT Group	620	0.41
		<b>3,782</b>	<b>2.50</b>
	<b>Technology - (2.12%)</b>		
8,158	Apple	2,406	1.59
		<b>2,406</b>	<b>1.59</b>
	<b>Portfolio of investments</b>	<b>148,823</b>	<b>98.31</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>2,561</b>	<b>1.69</b>
	<b>Net assets</b>	<b>151,384</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Gilt Edged Securities - (72.56%)</b>			
6,770,000	UK Gilt 4.50% 07/09/2034 Reg S	10,617	16.29
5,420,000	UK Gilt 3.25% 22/01/2044 Reg S	8,536	13.10
2,170,000	UK Gilt 4.00% 22/01/2060 Reg S	4,848	7.44
2,500,000	UK Gilt 3.75% 22/07/2052 Reg S	4,808	7.38
4,200,000	UK Gilt 3.75% 07/09/2021 Reg S	4,388	6.73
3,870,000	UK Gilt 2.75% 07/09/2024 Reg S	4,329	6.64
1,250,000	UK Gilt 4.50% 07/12/2042	2,276	3.49
1,900,000	UK Gilt 1.25% 22/07/2027 Reg S	2,068	3.17
850,000	UK Gilt 3.50% 22/07/2068	1,927	2.96
850,000	UK Gilt 1.75% 22/07/2057 Reg S	1,190	1.83
550,000	UK Gilt 4.25% 07/12/2049	1,088	1.67
440,000	UK Gilt 4.25% 07/12/2055	959	1.47
505,000	UK Gilt 4.25% 07/09/2039 Reg S	846	1.30
700,000	UK Gilt 1.75% 07/09/2022	728	1.12
250,000	UK Gilt 4.25% 07/06/2032	367	0.56
250,000	UK Gilt 1.50% 22/07/2047 Reg S	305	0.47
150,000	UK Gilt 2.50% 22/07/2065 Reg S	268	0.41
150,000	UK Gilt 5.00% 07/03/2025	186	0.29
		<b>49,734</b>	<b>76.34</b>
<b>Corporate Bonds - (19.00%)</b>			
700,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	756	1.16
713,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	715	1.10
725,000	Shaftesbury Carnaby 2.487% 30/09/2031	704	1.08
600,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	665	1.02
530,000	Rabobank 4.625% 23/05/2029 EMTN Reg S	626	0.96
590,000	Cadent Finance 2.125% 22/09/2028 EMTN Reg S	625	0.96
520,000	AT&T 4.375% 14/09/2029	617	0.95
550,000	Goldman Sachs Group 3.125% 25/07/2029 EMTN Reg S	608	0.93
530,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	532	0.82
472,000	Volkswagen Finance Services 3.00% 06/04/2025 EMTN Reg S	461	0.71
470,000	UBS Group 6.875% VRN (Perpetual)	401	0.62
300,000	British Land 5.264% 24/09/2035	399	0.61
340,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	351	0.54
230,000	University of Oxford 2.544% 08/12/2117 Reg S	348	0.53
346,000	Airbus SE 2.00% 07/04/2028 Reg S	334	0.51
250,000	Telefonica Emisiones SAU 5.445% 08/10/2029 EMTN Reg S	328	0.50
300,000	AA Bond 4.2487% 31/07/2043 Reg S	299	0.46
266,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	281	0.43
255,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	238	0.37
160,000	Sovereign Housing Capital 2.375% 04/11/2048 Reg S	184	0.28
150,000	Bankers Investment Trust 8.00% 31/10/2023	176	0.27
175,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	175	0.27
150,000	Edinburgh Investment Trust 7.75% 30/09/2022	171	0.26
163,000	Comcast 1.875% 20/02/2036	169	0.26
300,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	165	0.25
150,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	158	0.24
130,000	Experian Finance 3.25% 07/04/2032 EMTN Reg S	151	0.23
207,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	148	0.23
100,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	119	0.18
100,000	Guinness Partnership 2.00% 22/04/2055 Reg S	107	0.16

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
200,000	Intu Metrocentre Finance 4.125% 06/12/2028	102	0.16
150,000	Cattles 7.125% 05/07/2017 (Defaulted)	0	0.00
25,000	Cattles 6.875% VRN 17/01/2014 EMTN (Defaulted)	0	0.00
		<b>11,113</b>	<b>17.06</b>
	<b>Mortgage Related Bonds - (5.31%)</b>		
1,500,000	Newday Partnership Funding 2017 1 0.8441% VRN 15/12/2027 Reg S	1,464	2.25
450,000	SLM Student Loan Trust FRN 5.15% 15/12/2039 Reg S	417	0.64
321,991	Together Asset Backed Securitisation 1 1.1976% VRN 12/03/2049 Reg S	321	0.49
214,875	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	218	0.33
136,544	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	123	0.19
117,626	Together Asset Backed Securitisation 2018-1 1.3776% VRN 12/07/2050 Reg S	117	0.18
		<b>2,660</b>	<b>4.08</b>
	<b>Government Bonds - (2.30%)</b>		
400,000	Qatar 3.75% 16/04/2030 Reg S	371	0.57
250,000	Abu Dhabi 3.875% 16/04/2050 Reg S	241	0.37
		<b>612</b>	<b>0.94</b>
	<b>Financials - (0.01%)</b>		
0	Fidelity Institutional Liquidity Fund - Sterling A Accumulation	10	0.02
		<b>10</b>	<b>0.02</b>
	<b>Futures - ((0.06)%)</b>		
(100,000)	US 10 Year Ultra Future 21/09/2020	(1)	0.00
(900,000)	US 20 Year Long Bond (CBT) Commodity Future 21/09/2020	(3)	0.00
(100,000)	Euro-Buxl 30 Year Commodity Future 08/09/2020	(4)	(0.01)
		<b>(8)</b>	<b>(0.01)</b>
	<b>Interest Rate Swaps - (0.05%)</b>		
1,500,000	Receive fixed 2.8647% pay float 6 Month AUD Bank Bill 28/09/2028	144	0.22
900,000	Receive fixed 2.3553% pay float 3 Month USD LIBOR 01/04/2029	114	0.17
1,000,000	Receive fixed 0.4123% pay float 6 Month CHF LIBOR 29/01/2028	55	0.08
500,000	Receive fixed 0.74% pay float 6 Month GBP LIBOR 20/03/2030	19	0.03
800,000	Receive fixed 0.6633% pay float 3 Month USD LIBOR 26/05/2030	3	0.00
800,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	3	0.00
700,000	Receive fixed 0.6848% pay float 3 Month USD LIBOR 22/06/2030	3	0.00
33,500,000	Pay fixed -0.008% receive float 6 Month JPY LIBOR 26/05/2030	2	0.00
400,000	Receive fixed -0.3137% pay float 6 Month CHF LIBOR 05/05/2030	0	0.00
200,000	Pay fixed -0.2058% receive float 6 Month EURIBOR 09/03/2030	0	0.00
100,000	Receive fixed -0.3862% pay float 6 Month CHF LIBOR 26/05/2030	(1)	0.00
100,000	Pay fixed 1.2025% receive float New Zealand Bank Bill 3 Month Index 19/08/2029	(3)	0.00
103,000,000	Receive fixed 0.0085% pay float 6 Month JPY LIBOR 24/06/2029	(4)	(0.01)
1,100,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	(4)	(0.01)
8,000,000	Receive fixed 0.2253% pay float 3 Month STIBOR 16/03/2030	(4)	(0.01)
300,000	Pay fixed 0.0087% receive float 6 Month EURIBOR 15/04/2030	(6)	(0.01)
200,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(13)	(0.02)
700,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(16)	(0.02)
700,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(19)	(0.03)
400,000	Pay fixed 0.6312% receive float 6 Month EURIBOR 12/02/2029	(28)	(0.04)
2,200,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	(37)	(0.06)
1,000,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(44)	(0.07)
900,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(70)	(0.11)
1,300,000	Pay fixed 2.90% receive float NZD Bank Bill 3 Month Index 08/10/2028	(127)	(0.20)
		<b>(33)</b>	<b>(0.05)</b>

## Portfolio Statement

as at 30 June 2020

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Forward Foreign Exchange Contracts - ((0.15)%)</b>		
1,643,000	Bought USD sold GBP @ 0.804390 for settlement 13/08/2020	35	0.06
3,167,000	Bought USD sold GBP @ 0.804390 for settlement 13/08/2020	29	0.04
454,000	Bought EUR sold GBP @ 0.894284 for settlement 13/08/2020	15	0.02
377,000	Bought NZD sold GBP @ 0.488386 for settlement 13/08/2020	13	0.02
668,000	Bought EUR sold GBP @ 0.894284 for settlement 13/08/2020	6	0.01
206,000	Bought EUR sold GBP @ 0.894284 for settlement 13/08/2020	6	0.01
274,000	Bought EUR sold GBP @ 0.894284 for settlement 13/08/2020	5	0.01
1,271,000	Bought USD sold GBP @ 0.804390 for settlement 13/08/2020	5	0.01
(466,000)	Bought GBP sold USD @ 1.223360 for settlement 13/08/2020	1	0.00
285,000	Bought USD sold GBP @ 0.804390 for settlement 13/08/2020	0	0.00
215,000	Bought USD sold GBP @ 0.804390 for settlement 13/08/2020	(2)	0.00
(249,000)	Bought GBP sold AUD @ 1.813240 for settlement 13/08/2020	(2)	0.00
(170,000)	Bought GBP sold USD @ 1.252904 for settlement 13/08/2020	(3)	0.00
(254,000)	Bought GBP sold EUR @ 1.112175 for settlement 13/08/2020	(4)	(0.01)
(7,578,000)	Bought GBP sold USD @ 1.237725 for settlement 13/08/2020	(52)	(0.08)
(2,199,000)	Bought GBP sold EUR @ 1.144045 for settlement 13/08/2020	(87)	(0.14)
		<b>(35)</b>	<b>(0.05)</b>
	<b>Portfolio of investments</b>	<b>64,053</b>	<b>98.33</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,100</b>	<b>1.67</b>
	<b>Net assets</b>	<b>65,153</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2019. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Further Information

### Fidelity Institutional Funds

#### Registered Office

Beech Gate  
Millfield Lane  
Lower Kingswood  
Tadworth  
Surrey KT20 6RP  
United Kingdom  
www.fidelity.co.uk

Authorised and regulated in the UK by the Financial Conduct Authority.

#### Authorised Corporate Director (ACD), Investment Manager, General Distributor, Administrator and Registrar

FIL Investment Services (UK) Limited  
Beech Gate  
Millfield Lane  
Lower Kingswood  
Tadworth  
Surrey KT20 6RP  
United Kingdom

The ACD is FIL Investment Services (UK) Limited and is the sole director.

Authorised and regulated in the UK by the Financial Conduct Authority.

Registered in England and Wales No 2016555.

#### Depository

J.P. Morgan Europe Limited

#### Registered Office:

25 Bank Street  
Canary Wharf  
London E14 5JP  
United Kingdom

#### Head Office:

Chaseside  
Bournemouth  
Dorset BH7 7DA  
United Kingdom

Authorised and regulated in the UK by the Financial Conduct Authority.

#### Independent Auditors

Deloitte LLP  
1 New Street Square  
London EC4 3HQ  
United Kingdom

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- The Report and Financial Statements of the Company and the Instrument of Incorporation may be inspected free of charge between 9.00 a.m. and 5.00 p.m. on every business day at the offices of the Authorised Corporate Director (ACD) at Beech Gate, Millfield Lane, Lower Kingswood, Tadworth, Surrey KT20 6RP, United Kingdom.

Shareholders may obtain copies of the above documents, including long form accounts, free of charge, from the same address, or alternatively from our website [www.fidelity.co.uk](http://www.fidelity.co.uk).

It is possible to receive information about the full holdings of the funds in which you invest. This is available on request, and may, at our discretion, be subject to you entering into an agreement with us to keep the information confidential. If you wish to receive full holdings information in accordance with the policy, please put your request in writing to: Data Policy Fund Holdings, Beech Gate, Millfield Lane, Lower Kingswood, Tadworth, Surrey KT20 6RP, United Kingdom quoting your name, address and account number or client reference number.

The AFM is required to conduct a detailed assessment of whether its funds provide value to investors and publish an annual statement summarising the outcome of the review. The AFM will publish the outcome in a separate document available during the third quarter of 2020.

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