

Aberdeen Investment Funds UK ICVC II

Annual Long Report
For the year ended 31 December 2018



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Report of the Authorised Corporate Director

Aberdeen Investment Funds UK ICVC II (the Company) is an open-ended investment company with variable capital. The Company is registered and authorised in the United Kingdom by the Financial Conduct Authority (the FCA) and has UCITS status. The Company is structured as an umbrella scheme for the purposes of the Collective Investment Schemes Sourcebook (COLL) and consists of nine live Sub-funds.

Appointments

Authorised Corporate Director

Aberdeen Standard Fund Managers Limited

Registered office

Bow Bells House
1 Bread Street
London
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Correspondence address

PO Box 12233
Chelmsford
Essex
CM99 2WJ

Investment Adviser

Aberdeen Asset Managers Limited

Registered office

10 Queen's Terrace
Aberdeen
AB10 1XL

Correspondence address

Bow Bells House
1 Bread Street
London
EC4M 9HH

Depositary

Citibank Europe plc, acting through its UK Branch
Citigroup Centre
Canada Square
Canary Wharf
London
E14 5LB

Registrar

DST Financial Services Europe Limited
DST House
St Nicholas Lane
Basildon
Essex
SS15 5FS

Independent auditors

KPMG LLP
319 St Vincent Street
Glasgow
G2 5AS

Note:

The Authorised Corporate Director (the ACD), Aberdeen Asset Managers Limited, Aberdeen Standard Investments (Asia) Limited, and Aberdeen Asset Management plc are wholly owned subsidiaries of Standard Life Aberdeen plc, and are accordingly associates. The Investment Advisers have the authority of the ACD to make decisions on its behalf in all aspects of the investment management of the investments and other property of the Company. The main terms of the agreement with each Investment Adviser are that it should have the authority of the ACD to make decisions on its behalf in all aspects of the investment management of the investments and other property of the Company, including the Company's powers to enter into hedging transactions relating to efficient portfolio management. The Adviser's powers extend to all of the property of the Company except any part which the ACD excludes from the Adviser's powers. The Adviser is to report details of each transaction to the ACD and to confer with the ACD when required by it. The ACD will notify the adviser of additional cash available for the investment.

The ACD and Authorised Fund Manager of the Company is Aberdeen Standard Fund Managers Limited, a private company limited by shares which was incorporated in England and Wales on 7 November 1962. Its ultimate holding company is Standard Life Aberdeen plc, which is incorporated in Scotland.

Financial details and Fund Managers' reviews of the individual Sub-funds for the year ended 31 December 2018 are given in the following pages of this report.

Each Sub-fund has an individual investment objective and policy and each differs in regard to the extent to which they concentrate on achieving income or capital growth. There may be Sub-funds added to the umbrella of Aberdeen Investment Funds UK ICVC II (with consent of the FCA and the Depositary) in the future.

The Sub-funds are valued on a mid-price basis and dealt at a single price regardless of whether a purchase or sale is being affected. The daily price for each Sub-fund appears on the Aberdeen website at **aberdeenstandard.com**.

The Sub-funds are segregated portfolios of assets and, accordingly, the assets of a Sub-fund belong exclusively to that Sub-fund and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the Company, or any other Sub-fund, and shall not be available for any such purpose.

Shareholders are not liable for the debts of the Company.

All fees charged by the Investment Adviser will be borne by the ACD.

Developments and prospectus updates since 31 December 2017

- Performance and dilution figures were refreshed, as appropriate;
- State Street's head office address was updated, for the period in which State Street Trustees Limited provided services to the Sub-funds;
- The address of the Company's auditor (KPMG) was updated;
- The post code of the registered office of the Investment Adviser (Aberdeen Asset Managers Limited) was changed following a database correction at Royal Mail;
- The Taxation sections were refreshed as appropriate;
- The list of directors for Aberdeen Standard Fund Managers Limited (formerly known as Aberdeen Fund Managers Limited) was updated;
- The sub-custodians list was refreshed;
- New disclosures were added in respect of the EU Benchmark Regulation;
- Three new share classes were launched on 24 August 2018 - Aberdeen UK Equity Enhanced Index Fund – X Acc, Aberdeen World Equity Enhanced Index Fund – X Acc and Aberdeen Asia Pacific Equity Enhanced Index Fund – X Acc;
- A new Sub-fund Aberdeen Global Government Bond Tracker Fund was added. This Sub-fund will launch at a future date.
- The investment sub-adviser, Aberdeen Asset Management Asia Limited, was renamed as Aberdeen Standard Investments (Asia) Limited;
- The Product Reference Number (PRN) for Aberdeen Global Government Bond Tracker Fund was added;
- On 24 September 2018 the Depositary changed from State Street Trustees Limited to Citibank Europe plc, acting through its UK Branch. The prospectus was updated to reflect the change of Depositary and Custodian together with various changes to fund accounting and associated functions;
- Nine new share classes were launched between 26 November 2018 and 30 November 2018 - Aberdeen Asia Pacific Equity Enhanced Index Fund - A Acc, Aberdeen European Equity Enhanced Index Fund - A Acc, Aberdeen Global Corporate Bond Tracker Fund - A Acc and A Inc, Aberdeen Japan Equity Enhanced Index Fund - A Acc, Aberdeen Northern American Equity Enhanced Index Fund - A Acc, Aberdeen UK All Share Tracker Fund - A Inc, Aberdeen UK Equity Enhanced Index Fund - A Acc and Aberdeen World Equity Enhanced Index Fund - A Acc;
- Various references to the Custodian to ensure consistency throughout the prospectus were updated;
- The risk warnings regarding 'Investing in Mainland China' were updated;
- Aberdeen Global High Yield Bond Fund was removed (to reflect completion of its termination);
- The change of split of the stock lending fee was reflected;
- On 10 December 2018 changes were made throughout the Prospectus to reflect the change in the name of the ACD from Aberdeen Fund Managers Limited to Aberdeen Standard Fund Managers Limited.
- The list of Funds managed by the ACD was updated;
- References to minimum partial redemption were removed;
- The "Sale" and "Redemption" sections of the Prospectus were updated to reflect the change in settlement periods from T+4 to T+3;
- A section relating to "Mandatory Conversions" was added which gives the ACD the power to require that shares in a particular share class be converted to another share class;

- On 10 December 2018 the sections relating to shareholdings were updated for Class A and Class B Shares:
 - Class A Shares – minimum initial investment changes from £1,000 to £500, minimum subsequent investment changes from £100 to £50 (for Aberdeen UK All Share Tracker and Aberdeen UK Equity Index Managed Fund only minimum subsequent investment changes from £1,000 to £50) and minimum holding changes from £1,000 to £500.
 - Class B Shares - minimum initial investment changes from £5,000,000 to £1,000,000, minimum subsequent investment changes from £10,000 to £50,000 and minimum holding changes from £1,000,000 to £50,000 (these changes were made to Class C shares for the Aberdeen UK All Share Tracker Fund, as it is the institutional class) Restrictions apply to new investors from (and including) 10 December 2018.
 - Class B Shares (Aberdeen UK All Share Tracker Fund only) minimum initial investment changes from £10,000,000 to £150,000,000, minimum subsequent investment changes from £10,000 to £150,000,000 and minimum holding changes from £2,000,000 to £150,000,000.
 - Class B Shares (Aberdeen UK Equity Index Managed Fund and Aberdeen Global Corporate Bond Tracker Fund only) minimum initial investment changes from £1,000 to £1,000,000, minimum subsequent investment changes from £1,000 to £50,000 and minimum holding changes from £1,000 to £50,000. Restrictions apply to new investors from (and including) 10 December 2018.
- The definition of government and public securities was updated;
- The deferred redemption wording was amended;
- Timely settlement wording was added;
- The wording relating to accounting for profit was updated;
- AN EEA State definition was added;
- References to Data Protection Act 1998 were removed;
- List of share classes updated to include Class A gross accumulation shares and Class A gross income shares;
- Contact address, phone number and fax number were updated for ASFML.

Significant event

The following Sub-funds were launched post year end:

- Aberdeen US Equity Tracker Fund launch date 26 February 2019
- Aberdeen European Equity Tracker Fund launch date 26 February 2019
- Aberdeen Japan Equity Tracker Fund launch date 26 February 2019
- Aberdeen Short Dated Sterling Corporate Bond Tracker Fund launch date 26 February 2019
- Aberdeen Short Dated Global Index-Linked Bond Tracker Fund launch date 26 February 2019
- Aberdeen Short Dated Global Corporate Bond Tracker Fund 6 March 2019
- Aberdeen Global Index-Linked Bond Tracker Fund 13 March 2019
- Aberdeen Emerging Markets Local Currency Bond Tracker Fund 19 March 2019

Crossholding information

There were no cross holdings between Sub-funds in Aberdeen Investment Funds UK ICVC II as at 31 December 2018.

Global overview

Global equity markets delivered negative returns for investors during 2018. Market weakness towards the end of the year erased gains made during the first nine months. The year started well for investors, with favourable global economic trends boosting sentiment. However, volatility rose amid concerns that strong growth could lead interest rates to rise faster than anticipated. Political concerns also came to the fore, with fears of a trade war between China and the US.

A strong corporate reporting season in the US, which carried into the summer, arrested the widespread sell off. Soothing words from the US Federal Reserve (Fed) regarding interest rates also pushed markets higher. However, volatility once again beset equity markets towards the end of the period. Worries about rising interest rates, slowing global growth and escalating political risks combined to unnerve investors. In particular, many questioned the Fed's December rate hike, given that global growth showed signs of faltering. UK and European markets were also weak because of Brexit uncertainty.

UK

UK equities endured a difficult 12 months, as the stock market weathered political upheaval and Brexit-related uncertainty. The pound fluctuated over the year, with periods of weakness helping to lift firms that make their revenues overseas. The see-saw nature of Brexit negotiations was not helpful for share prices or sterling, with the latter slumping when talks failed to advance meaningfully. Prime Minister Theresa May faced major parliamentary dissent over her proposed withdrawal agreement. Elsewhere, the retail sector continued to struggle amid a torrid environment for the High Street. An underwhelming Christmas period compounded matters.

US

Despite a challenging year, US equities generally outperformed other major equity markets. Positive corporate results and consistently strong economic data provided a lift. It was not all plain sailing, however. A market sell-off in October and December meant US equities suffered their worst final quarter since 2011. Concerns about the sustainability of domestic economic expansion and a deepening trade dispute with China drained investor confidence. Meanwhile, the Federal Reserve raised interest rates four times during the 12-month review period. The latest rise in December contributed towards market falls as it pushed up borrowing costs for households and businesses.

Europe

As with other major equity markets, European shares fell sharply in December and produced a negative return for 2018 overall. Bourses were volatile early on due to fears that rising inflation would necessitate higher interest rates, particularly in the US. The trade dispute between the US and China also weighed heavily on sentiment. Export-dependent Europe particularly suffered, especially the auto industry. It struggled with the twin challenges of the trade dispute and dealing with new emission regulations. On the political front, Italy grabbed the headlines with the election of a new populist government. As promised, the government announced public spending plans that set it on a collision course with Brussels. This badly affected banks in Italy given their fragile health.

Japan

Japanese equities finished down over the 12 months. Concerns around global trade, the slowing global economy and recent yen strength drove sentiment. The market was positive at the start of the period. The yen weakened on the prospect of higher US interest rates, boosting exporters. This prompted investors to buy export-driven stocks likely to benefit. Meanwhile, the Japanese economy rallied in the second quarter after contracting in the previous three months. Encouragingly, domestic activity drove that growth. Corporate profits seemed healthy. However, escalating trade tensions soon took centre stage. This caused equity markets to slump, wiping out much of the year's gains. The yen also climbed thanks to its 'safe-haven' status. This hurt a number of companies that sell goods overseas.

Asia Pacific

Asian equities were down for the last 12 months, with trading conditions deteriorating as the period progressed. Higher US interest rates, a weakening Chinese economy and concerns around China/US trade drove negative sentiment. After a relatively positive start to the period, with the Chinese economy performing well, conditions became more challenging. Tensions between the US and China intensified, with each side announcing tit-for-tat tariffs. This had a knock-on impact for the wider region, with technology stocks bearing the brunt of the selling. Meanwhile, China's economy expanded 6.4% year-on-year in the fourth quarter of 2018 – its weakest quarter since 1990. Concerns about the global economy also weighed on South Korea and Taiwan. Elsewhere, Indian equities sold-off after the rupee hit a record-low against the US dollar.

Fixed Income

Central bank actions and rhetoric dominated bond markets over the last year. Throughout much of the period, the same underlying themes continued to trouble the market. These included the US-China trade war; unease over Brexit; Italy's clash with the European Union over fiscal spending, and the recent oil price fall. The main factors influencing global government bond markets were the economic growth outlook and uncertainty over US monetary policy. Corporate bonds struggled in the current risk-off environment. Sterling spreads over government bonds widened in each of the last four months of 2018.

Statement of the Authorised Corporate Director's Responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ("the COLL Rules") require the Authorised Corporate Director ("ACD") to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company and of the net income and net gains on the property of the Company for the period.

In preparing the financial statements the ACD is responsible for:

- selecting suitable accounting policies and then apply them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company and its Sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Company or its Sub-funds or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, the Prospectus and the COLL Rules.

Authorised Corporate Director's Statement

In accordance with the requirements of the COLL sourcebook as issued and amended by the Financial Conduct Authority, we hereby certify the report on behalf of Aberdeen Standard Fund Managers Limited, the Authorised Corporate Director.



Aron Mitchell
Director
Aberdeen Standard Fund Managers Limited
28 March 2019



Gary Marshall
Director
Aberdeen Standard Fund Managers Limited
28 March 2019

Statement of Depositary's Responsibilities in respect of the Scheme and Report of the Depositary to the Shareholders of the Aberdeen Investment Funds UK ICVC II

The Depositary is responsible for the safekeeping of all the property of the Company which is entrusted to it and ensuring proper registration of tangible moveable property, and for the collection of income arising from all such scheme property.

It is the duty of the Depositary to take reasonable care to ensure that the Company is managed and operated by the Authorised Corporate Director in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("the Sourcebook"), the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), the Company's Instrument of Incorporation, and the Prospectus, as appropriate, concerning: the pricing of and dealing in Shares in the Company; the application of income of the Company; and the investment portfolio and borrowing activities of the Company.

Having carried out procedures and enquiries considered duly necessary to discharge our responsibilities as Depositary of the Company, based on information and explanations provided to us, we believe that, in all material respects, the Company, acting through the Authorised Corporate Director:

- (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 Sourcebook, and where applicable, the OEIC regulations, the Company's Instrument of Incorporation, and the Prospectus;
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company; and
- (iii) has, otherwise, ensured the proper operation of the Company.



Citibank Europe plc, UK Branch

London,
28 March 2019

Independent auditor's report to the shareholders of Aberdeen Investment Funds ICVC II ('the Company')

Opinion

We have audited the financial statements of the Company for the year ended 31 December 2018 which comprise the Statements of Total Return, the Statements of Changes in Net Assets Attributable to Shareholders, the Balance Sheets, the Related Notes and Distribution Tables for each of the Company's Sub-funds listed on the contents page and the accounting policies set out on pages 11 to 14.

In our opinion the financial statements:

- give a true and fair view, in accordance with UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland, of the financial position of each of the Sub-funds as at 31 December 2018 and of the net revenue and the net capital gains/net capital losses on the property of each of the Sub-funds for the year then ended; and
- have been properly prepared in accordance with the Instrument of Incorporation, the Statement of Recommended Practice relating to Authorised Funds, and the COLL Rules.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Company in accordance with, UK ethical requirements including the FRC Ethical Standard.

We have received all the information and explanations which we consider necessary for the purposes of our audit and we believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

The impact of uncertainties due to the UK exiting the European Union on our audit

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors and related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the Company's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the Company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

Going concern

The Authorised Corporate Director has prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or its Sub-funds or to cease their operations, and as they have concluded that the Company and its Sub-funds' financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over their ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the Authorised Corporate Director's conclusions, we considered the inherent risks to the company's and its Sub-funds' business model, including the impact of Brexit, and analysed how those risks might affect the company's and its Sub-funds' financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Company or its Sub-funds will continue in operation.

Other information

The Authorised Corporate Director is responsible for the other information presented in the Annual Report together with the financial statements. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the other information; and
- in our opinion the information given in the Authorised Corporate Director's Report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where under the COLL Rules we are required to report to you if, in our opinion:

- proper accounting records for the Company have not been kept; or
- the financial statements are not in agreement with the accounting records.

Authorised Corporate Director's Aberdeen Standard Fund Managers Limited responsibilities

As explained more fully in their statement set out on page 7 the Authorised Corporate Director is responsible for: the preparation of financial statements which give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Company and its Sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Company or its Sub-funds or to cease operations, or have no realistic alternative but to do so.

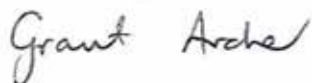
Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Company's shareholders, as a body, in accordance with Rule 4.5.12 of the Collective Investment Schemes sourcebook ('the COLL Rules') issued by the Financial Conduct Authority under the Open-Ended Investment Companies Regulations 2001. 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.



Grant Archer
for and on behalf of KPMG LLP,
Statutory Auditor
Chartered Accountants
St Vincent Plaza,
319 St Vincent Street
Glasgow
G2 5AS
28 March 2019

Notes to the financial statements of Aberdeen Investment Funds UK ICVC II

For the year ended 31 December 2018

1. Accounting policies

(a) Basis of accounting

The financial statements for each of the Sub-funds have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice (SORP) for Financial Statements of Authorised Funds issued by the Investment Management Association in May 2014 (IMA SORP 2014), Financial Reporting Standard (FRS) 102 and United Kingdom Generally Accepted Accounting Practice.

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

(b) Revenue

Dividends on equities and preference stocks are recognised when the securities are quoted ex-dividend, or in the case of unquoted securities when the dividend is declared.

Dividends from overseas securities are grossed up at the appropriate rate of withholding tax and the tax consequences are shown within the tax charge. Any precompte associated with dividends from French companies is treated as a tax credit rather than a repayment of withholding tax.

Dividends from Real Estate Investment Trusts ("REITs") are recognised as distributable revenue when the securities are quoted ex-dividend. Dividends received from UK REITs are split into PID (Property Income Distributions) and Non-PID components for tax purposes.

Revenue arising from UK REITs tax-exempt rental business is colloquially known as PID revenue and is taxable in the hands of the Company. A UK REIT may also carry out activities that give rise to taxable profits and gains. It is from these that the REIT will make a Non-PID distribution.

These are treated for tax purposes in the same way as dividends from normal UK companies.

Dividends from Australian, French, Hong Kong, Japanese, Singapore and US Real Estate Investment Trusts ("REITs") are recognised as distributable revenue when the securities are quoted ex-dividend and reflected within the financial statements as property revenue from overseas REITs. For dividends received from US Real Estate Investment Trusts ("REITs"), on receipt of the capital/revenue split in the following calendar year, the allocation of the dividend is adjusted within the financial statements.

Interest on deposits and fixed interest securities are recognised as earned. Revenue from debt securities is accounted for on an effective yield basis.

Revenue from other authorised collective investment schemes is recognised when the investments are quoted ex-dividend.

Where accumulation units or shares are held in another authorised collective investment scheme, the accumulation of revenue relating to the holding is recognised in the revenue account including any withholding taxes but excluding tax credits.

Equalisation on distributions received is deducted from the cost of the investment.

Underwriting commission is recognised when the issue takes place. Where the Sub-fund is required to take up some or all of the shares underwritten, an appropriate proportion of the commission earned is deducted from the cost of those shares.

Special dividends may be treated as repayments of capital or as revenue dependent on the facts of the particular case. Revenue from trail commission is recognised on a receipts basis.

Scrip dividends which have been released to the market as a normal dividend at XD point will be treated as such until further detail has been provided. If receipt of the scrip option uptake is in the subsequent accounting period, the dividend will be reclassified in the following period within the financial statements.

The ordinary element of stocks received in lieu of cash dividends is recognised as revenue and where applicable, is included in the distribution. In the case of enhanced scrip dividends, the value of the enhancement is treated as capital.

Distributions from Brazilian corporations may take the form of interest on capital as an alternative to making dividend distributions. Interest on capital distributions are recognised on an accruals basis.

Currency gains or losses arising from the repatriation of foreign dividends are still treated as taxable and therefore the overseas taxable revenue amount may be negative.

Currency gains or losses arising from the repatriation of tax reclaims are still treated as overseas non-taxable revenue and therefore the overseas non-taxable revenue amount may be negative.

Interest Rate Swaps' cash flows are recognised as revenue and where applicable, are included in the distributable income. Credit Default Swaps' premiums are recognised as revenue except where the Sub-fund's objective is to provide a positive capital return,

over the long term, regardless of market conditions. The exposure to the open position on these contracts is shown in the balance sheet as open derivatives commitments and the resulting profit or loss is reflected in the net capital gains/(losses).

Revenue is allocated when earned in the proportion of the Net Asset Value of each share class to the total Net Asset Value of the Sub-fund.

Revenue from offshore Funds is recognized when reported.

(c) Expenses

The underlying Sub-funds may have a number of different share classes. Each share class may suffer a different Authorised Corporate Director ("ACD") fee. Consequently the level of expenses attributable to each share class will differ.

All expenses other than those relating to the purchase and sale of investments are included in expenses in the statement of total return. The ACD's annual fee is charged to the revenue property of the respective Sub-funds, with the exception of:

Aberdeen UK Equity Index Managed Fund and Aberdeen UK All Share Tracker Fund can charge all or part of the ACD fee to capital. However in this period none have been charged to capital.

Where fees are payable from capital, these will not form part of the distribution, described in note (d).

Expenses incurred in respect of, or attributable to, the Sub-funds as a whole are allocated when incurred in the proportion of the net asset value of each share class to the total net asset value of the Sub-fund.

Expenses are charged to the revenue property of the respective Sub-funds. Rebates are applied where ACD fees are incurred by the underlying investments. Internal management fee rebates are offset against the ACD periodic charge meaning in some circumstances the ACD fee will be negative due to rebates received.

Where it is the policy of the underlying investment to charge its management fees to capital in determining its distribution, the Sub-fund recognises such management rebates as capital within note 1 on an accruals basis. Otherwise the rebate is recognised as revenue on an accruals basis within note 2, or 3 if internal, and forms part of the distribution.

In the Aberdeen UK All Share Tracker Fund the ACD reimburses the Sub-fund in respect of expenses incurred by the K share class so as to cap the expenses of the share class at 0.10%.

No Registrar's fee is currently deducted but is borne by the ACD for the following Sub-funds:

Aberdeen Asia Pacific Equity Enhanced Index Fund Class B share class;

Aberdeen European Equity Enhanced Index Fund Class B and Class X share classes;

Aberdeen Global Corporate Bond Tracker Fund Class B share classes;

Aberdeen Japan Equity Enhanced Index Fund Class B and Class X share classes;

Aberdeen Northern American Equity Enhanced Index Fund Class B and Class X share classes;

Aberdeen UK All Share Tracker Fund Class B, Class K, Class L and Class X share classes;

Aberdeen UK Equity Enhanced Index Fund Class B share class;

Aberdeen UK Equity Index Managed Fund Class Q share class;

and Aberdeen World Equity Enhanced Index Fund Class B share class.

(d) Distribution policy

The revenue from the Sub-funds' investments accumulates during each accounting period. If revenue exceeds expenses during the period, the net revenue of the Sub-funds is available for distribution (or re-investment) at share class level to the shareholders in accordance with the OEIC Regulations. If expenses exceed revenue during the period, the net revenue shortfall may be funded from capital.

All Sub-funds pay a dividend distribution with the exception of Aberdeen Global Corporate Bond Tracker Fund which pays an interest distribution.

Gains and losses on non-derivative investments and currencies, whether realised or unrealised, are taken to capital and are not available for distribution. For derivative investments, where positions are undertaken to enhance capital return, the gains and losses are taken to capital, otherwise where they generate revenue, the amounts are included as revenue or expense and affect distributions.

(e) Taxation

Provision is made for corporation tax at the current rate on the excess of taxable income over allowable expenses. UK dividend revenue is disclosed net of any related tax credit. Overseas dividends continue to be disclosed gross of any foreign tax suffered, the tax element being separately disclosed in the taxation note.

Deferred taxation is provided on all timing differences that have originated but not reversed by the balance sheet date other than those differences regarded as permanent. Any liability to deferred tax is provided at the average rate of tax expected to apply. Deferred tax assets and liabilities are not discounted to reflect the time value of money.

Deferred tax assets are only recognised to the extent that it is regarded more likely than not that there will be taxable profits against which the reversal of underlying timing differences can be offset.

Brazilian IOF tax, a 2% Brazilian government financial operations tax on foreign capital inflows into the Brazilian financial and capital markets, is recognised in the taxation note.

Any windfall tax reclaims received are netted off against irrecoverable overseas tax and therefore the irrecoverable overseas tax line in the taxation note may be negative. Any windfall tax reclaims recognised but not yet received are treated as capital items along with the associated expenses incurred to make the reclaim. On receipt of the cash, amounts received will be treated as distributable and a transfer of the relevant amounts of income and expense will be transferred from capital to revenue. During the year, the ACD considered reclaims relating to French withholding tax suffered in previous periods as 'virtually certain' in terms of eventual receipt and therefore Sub-funds with reclaims in this jurisdiction have recognised the reclaimed amount in the current period.

(f) Valuation of investments

The listed investments of the Company have been valued at market value on 31 December 2018 at close of business, excluding any accrued interest in the case of fixed interest securities. Market value is defined by the SORP as fair value, which is generally the bid value of each security. Where applicable, illiquid, unlisted, delisted, unapproved or suspended securities are based on the ACD's assessment of their fair value.

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the Sub-funds disclosed in the balance sheet and portfolio statement of the individual Sub-funds.

OTC derivatives (Interest Rate Swaps and Credit Default Swaps) are held at fair value. Data from a primary source will initially be used in valuing derivatives, usually the counterparty valuation. However tolerance checks are also performed between valuations derived from different sources in order to validate the calculated valuations, detect any potential discrepancies and, if appropriate, select a secondary or tertiary price for use in the valuation instead.

Open forward currency contracts are shown in the portfolio statement and are valued using contracted forward rates. The net gains/ (losses) are reflected in "Forward foreign exchange currency contracts" in Net capital gains/(losses).

Open futures contracts are shown in the portfolio statement and are valued at the market value at close of business on 31 December 2018. The net gains/(losses) are reflected in "Future, option and swap contracts" in Net capital gains/(losses).

Open options contracts are shown in the portfolio statement and are valued using either the market value or broker prices. The net gains/ (losses) are reflected in "Future, option and swap contracts" in Net capital gains/(losses). Written option premiums have been reflected as capital.

Open swap contracts are shown in the portfolio statement and are valued using the Aberdeen Price Source Authorisation ("PSA"). Primary, secondary and tertiary price sources are identified, validated and compared, and applied by following a defined process. The net gains/(losses) are reflected in "Future, option and swap contracts" in Net capital gains/(losses).

Investment asset prices are reviewed regularly by the ACD to identify those assets where the price has not moved since the previous review period. This review provides an initial indication that the market for each identified asset may be inactive. These assets are then reviewed by an internal committee who may identify an alternative price source for them. On conclusion that a particular asset is illiquid, the ACD will identify an alternative pricing method. The ACD will first identify if an appropriate price can be obtained from a recognised independent broker. Where this is the case, the broker will be approved as a price source for the asset.

For debt security investments where no independent price is readily available, an internal model price methodology is used. Credit spreads are often used as inputs into fair value modelling.

A review of all illiquid assets and prices obtained or calculated is conducted by the Investment Adviser on a monthly basis.

Unquoted debt securities

In order to ensure that a fair value is recognised for unquoted or illiquid debt securities, there are primary, secondary and tertiary price sources in the first instance and an independent broker will be used if necessary. The primary, secondary and tertiary price sources are regularly compared with one another to ensure accuracy. A formal review is then carried out by the ACD which challenges the external valuation and includes consideration of the impact of any relevant movements in underlying variables such as:

- underlying movements in the relevant markets, for example credit spreads;
- how current transactions are being priced in the market;
- how the security is structured; and
- any supporting quantitative analysis as appropriate, for example with reference to Bloomberg or internal models. A review of all illiquid assets and prices obtained or calculated is conducted by the Investment Adviser on a monthly basis.

(g) Exchange rates

Assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates prevailing at close of business on 31 December 2018.

Foreign currency transactions are translated at the rates of exchange ruling on the date of such transactions. Exchange differences on such transactions follow the same treatment as the principal amounts.

(h) Dilution adjustment

In certain circumstances (as detailed in the Prospectus) the ACD may apply a dilution adjustment on the creation or cancellation of shares, which is applied to the capital of the relevant Sub-fund on an accruals basis. The adjustment is intended to protect existing investors from the costs of buying or selling underlying investments as a result of large inflows or outflows from the Company.

(i) Derivatives

Some of the Sub-funds may enter into permitted transactions such as derivative contracts or forward foreign currency transactions. Where these transactions are used to protect or enhance revenue, the revenue and expenses are included within net revenue in the statement of total return. Where the transactions are used to protect or enhance investments, the gains/(losses) are treated as capital and included within gains/(losses) on investments in the statement of total return. Any open positions in these types of transactions at the year end are included in the balance sheet at their mark to market value and shown in the portfolio statement.

(j) Stocklending

Any income arising from stocklending is treated as revenue on a receipts basis and is disclosed in the notes to the Financial Statements net of directly attributable fees. The value of the collateral must always exceed the value of the stock on loan. The accepted collateral include cash, equities, certain types of bonds and money market instruments as agreed with the Depositary.

2. Risk exposures and risk management policies

Generic risks that the Aberdeen range of Funds are exposed to and the risk management techniques employed are disclosed below. Numerical disclosures and specific risks related to the Sub-funds, where relevant, are disclosed within the financial statements.

Risk Management Process (RMP)

Regulated funds must establish, implement and maintain an adequate and documented Risk Management Process ("RMP") for identifying the risks to which a fund is, or might be, exposed. The RMP must comprise of such procedures as are necessary to enable a management company to assess the exposure of each fund it manages to market risk, liquidity risk, counterparty risk, operational risk and all other risks that might be material for that fund.

The risk management policy must address at least the following elements:

1. the techniques, tools and arrangements that enable compliance with the applicable COLL and FUND rules;
2. the allocation of responsibilities pertaining to risk management; and
3. the terms, contents and frequency of reporting of the risk management function.

The RMP provides explanations, descriptions and demonstrations of the control environment for the funds. It also provides an overview of the governance arrangements set by Aberdeen Standard Fund Managers Limited (AFML), as the Management Company (either the Authorised Corporate Director (ACD) or Alternative Investment Fund Manager (AIFM)); a subsidiary of Aberdeen Asset Management PLC; as well as explaining the processes and allocation of responsibilities relating to risk management including the form, content and frequency of reporting. It also provides details of the policies, arrangements, processes and techniques used in the identification, monitoring and measurement of the material risks for the funds to ensure compliance with regulatory and internal limits.

There is also a requirement in the FCA COLL and FUND rules (the "Rules") that a manager uses a risk management process to enable it to monitor and measure at any time the risk of its funds' positions and their contribution to the overall risk profile of those funds.

Further information on the RMP is available on request.

Types of risks

Funds are broadly exposed to many types of risk, all of which can have an impact on the return from an investment. These can be categorised into:

- Market Risk
- Counterparty Risk
- Liquidity Risk
- Operational Risk

The first three are primarily focused on the investment itself and the financial losses associated with it. Within the Group these risks are monitored independently by the Investment Risk Department. Operational risk is defined as the risk of loss that can arise from inadequate or failed internal processes, people and systems, or from external events such as fraud. Within the Group these risks are monitored by the Business Risk Department.

General Market Risks Affecting All Asset Types

Below is a non-exhaustive list:

Country risk - an adverse change in the outlook (or, the perceived outlook) for a country, can result in the price of the assets in that country fluctuating and the portfolio experiencing a loss. Emerging market and frontier countries tend to fluctuate more (i.e. be more volatile) than developed countries and as a result are perceived to be more risky.

Sector risk - when the outlook (or, the perceived outlook) for a sector changes, the price of the securities in that sector adjust and the portfolio can experience a loss.

Asset-class risk - changes in the outlook (or, the perceived outlook) for a specific asset-class, can result in the price of the underlying securities within that asset-class to shift, thus the portfolio can experience a loss.

Inflation/deflation risk - the risk that the value of assets or income from investments will be worth less in the future as inflation erodes the value of money.

Interest rate risk - an unfavourable change in interest rates can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

Currency risk - fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

Derivatives risk - utilising derivatives can increase leverage and risk. This can result in the portfolio having higher volatility, where small market moves can lead to a more than proportionate increase in profits or losses. Additionally where derivatives are used for hedging purposes, there may be situations where hedge positions are not perfectly correlated with the underlying asset, which may lead to losses arising from market movements.

Concentration risk - the risk associated with any single exposure or group of exposures with the potential to produce large enough losses to materially threaten the portfolio's value. This may be from concentration in a single name or an industry.

Default risk - the risk of a loss arising from an issuer that is unlikely to pay its loan obligations in full. Default risk will impact all credit-sensitive transactions, including loans, securities and derivatives.

Equity Risk

Equity risk - an adverse change in the price of a stock, sector or index (e.g. Vodafone, Utilities, FTSE 100, etc.).

Market capitalisation - smaller companies, due to their size can be more sensitive to both market and stock specific information. As a result smaller companies tend to be more volatile and less liquid than larger companies.

Fixed Income Risk

Sovereign risk - the risk of a portfolio loss arising from a sovereign state freezing foreign currency payments or when it defaults on its obligations. The probability of these events occurring tends to be linked with the country's economic performance and its political stability.

Ratings risk - an unfavourable change in the credit ratings (e.g. general downgrades from S&P, Moody's, or Fitch) can result in a loss in value for the portfolio.

Issuer risk - changes in the creditworthiness of an issuer, or group of issuers can affect the price of a security resulting in a loss in the value for the portfolio.

Direct Property Risks

Refinancing risk - the risk that upon a specific refinancing date an asset's valuation has fallen below the value of the financing.

Covenant risk - the risk that a property or portfolio of properties fail(s) a covenant due to falling valuation or a fall in interest coverage ratios.

Re-letting risk - the risk that a property no longer meets the requirements of prospective tenants and ceases to be an attractive rental opportunity, and the subsequent impact on resale value.

Development risk - the risk that a development or a redevelopment of a property fails to deliver the expected uplift in income or valuation, or that the costs of development are materially higher than budgeted.

Property Multi-Manager Risks

Direct property risk - the risks that all direct property investments are exposed to as detailed above.

Manager risk - the risk that the underlying manager of an investment fails to carry out its duties as set out in the constitutional documents or its legal obligations to the fund and its investors.

Multi-Asset Funds, Fund of Long-Only Funds and Fund of Hedge Funds Risks

These types of funds have the ability to invest in all the other assets classes, and therefore will be subject to the relevant market risks. Additionally the funds can invest into other asset classes where risks may be relevant, such as:

Commodity risk - an adverse change in commodity prices (e.g. cotton, gold, natural gas, crude oil, etc.).

Funding/Liquidity risk - the risk that an underlying fund is unable to meet margin calls to fund its open positions (particularly relevant in the Fund of Hedge Funds business where underlying managers may use significant levels of leverage).

Manager risk - the risk that the underlying manager of an investment fund fails to carry out its duties as set out in the constitutional documents or its legal obligations to the fund and its investors.

Private Equity Risks

Funding/Liquidity risk - risk that debt facility or unfunded commitments cannot be funded when they fall due.

Returns risk - the possibility that targeted returns are not achieved.

Manager risk - the risk that the underlying manager of an investment Fund fails to carry out its duties as set out in the constitutional documents or its legal obligations to the fund and its investors.

Infrastructure Risks

Portfolio risk - risk that deals/transactions do not close; targeted returns are not achieved; market conditions are not optimal for asset disposals.

Project risk - risk that the fund incurs a loss of equity; a lack of alignment of interest arising between sponsor and other shareholders; a deviation from the business plan; a lack of diversification in terms of contractors used on projects; and Counterparty risk pertaining to external counsels with respect to local knowledge.

Construction risk - The risk of partial or full loss during a project's construction period.

Funding/Liquidity risk - risk that unfunded commitments cannot be funded when they fall due.

Refinancing Risk - The risk of adverse market conditions changing terms and conditions of refinancing.

Factors that cause changes in market risks include, but are not limited to: future perceived prospects (i.e. changes in perception regarding the future economic position of countries, companies, sectors, etc.); shifts in demand and supply of products and services; political turmoil, changes in interest rate/inflation/taxation policies; major natural disasters; recessions; and terrorist attacks.

How Market Risk is measured

The RMP uses several ways to review and measure Market Risk:

Leverage: has the effect of gearing a fund's expected performance by allowing it to gain greater exposure to underlying investment opportunities (gains and losses). The higher the leverage the greater the risk (potential loss).

Volatility, Value-at-Risk (VaR) and Conditional VaR (CVaR): Volatility indicates how a fund is expected to perform. The higher the volatility the higher the risk. VaR measures with a degree of probability the minimum the fund could expect to lose in any given time frame. Assuming a normal (Gaussian) distribution, this is a function of the volatility. The higher the volatility, the higher the VaR, the greater the risk. CVaR determines the expected loss, given that the VaR has been reached.

Tracking Error (TE): Measures the expected magnitude of divergence of returns between the fund and benchmark over a given time.

"Systematic" and "Stock Specific" Risk: systematic risk represents the proportion of a fund's risk that is attributable to market exposure; and specific risk represents the risk that is intrinsic to individual stocks (i.e. particular to a given stock's attributes).

Sensitivity Analysis: Effective duration and dollar value per basis point (DV01) measures allow the quantification of the interest rate risk across portfolios.

Stress Tests and Scenario Analysis: This captures how much the current portfolio will make or lose if certain conditions occur.

Concentration Risk: By grouping the portfolio into various different exposures (e.g. country, sector, issuer, asset, etc.), we are able to see where, if any, concentration risk exists.

Tenant and Rent Roll Risk: This measure considers property vacancies, lease rolls, tenant quality and tenant concentration at an asset level (being direct funds at a property level, Property Multi-Manager at a target fund level) to provide an indication of the stability of income.

Debt Risk: After a certain level, debt can significantly increase the volatility of return and limit the capacity of managing the asset appropriately. This measure considers and weights the loan to gross asset value, debt expiry, current and potential covenant breach and cost of debt at asset level to provide an indication of whether debt is endangering the stability of income and the capacity of the fund management team to follow the fund's strategy.

Loan-To-Value (LTV): similar to leverage, but is debt facility specific, giving a portfolio increased exposure to a particular asset through the use of a secured bank loan. Unequal application of LTV within a portfolio can lead to outsized exposure to investment risk, particularly if gearing is at high levels.

Refinancing Risk: This measure considers the risks inherent in refinancing any debt held within a portfolio.

Returns Risk: Within Private Equity the market uses Total Value to Paid-In (TVPI) and Distributions to Paid-In (DPI) ratio's, to help monitor the fund's performance.

Managing Risk

For some of the risk measurements above, specific risk limits appropriate for each Sub-fund will be set. The limits will generally be either hard limits or soft limits.

Hard limits are strictly enforced to ensure the Management Company does not inadvertently (or deliberately) breach them and add additional risk exposure to the fund. Where possible, this is hard coded into the front office dealing system, Charles River (used for equities, fixed income, multi-asset and the fund of long-only funds businesses). This is done in a pre-trade capacity, preventing the fund manager adding to these exposures and breaching the set limits before the trade is actually executed. Investment Control monitor this activity, escalating any breaches immediately.

Soft limits, are generally internal limits or guidelines, and are designed to highlight any potential issues. These soft limits will be measured on individual basis and any exceptions from the limits will be discussed with the Management Company and where necessary rectified within a reasonable timeframe.

Additionally, the Investment Risk Department reviews all positions on each Sub-fund on an appropriate basis, generally monthly, to ensure that the Sub-fund is not overly concentrated in any one specific area or issuer. Where the mandate is expressly focused in one particular country, region or asset class, the Investment Risk Department will take this into account. Any issues or concerns arising from these concentrations are immediately investigated and discussed with the fund manager, and any remedial action is taken and the implementation monitored.

Various risk management reports are produced regularly and circulated to various business areas including the relevant Board meetings. As stated above, Risk can be separated into market risk, counterparty risk and liquidity risk. Each type of risk is discussed in turn below.

Market Risk

Market Risk is a type of Investment Risk and measures the exposures to underlying market factors. It is the risk of loss resulting from fluctuations in the market value of a Sub-fund's portfolio attributable to changes in market variables.

Specific Risk (sometimes called Idiosyncratic Risk) is the part of risk directly associated with a particular asset, outside the realms of and not captured by Systematic Risk. In other words, it is the component of risk that is peculiar to a specific asset, and may manifest itself in various guises, for example: corporate actions, fraud or bankruptcy.

Market risk is monitored through factor modelling and discounted cash flow techniques used to calculate both absolute and relative ex ante quantities such as tracking error ("TE") and Value at Risk ("VaR"). The market risk is further monitored through the computation of the level of leverage by both the gross and net approach. The leverage is calculated by converting each financial derivative instrument into the equivalent position in the underlying assets of those derivatives, on a net asset value basis. The market risk linked to the concentration risk is mitigated through investment restrictions set according to the basic principle of diversification.

Types of Market Risk include foreign currency risk and interest rate risk. Exposure to each is disclosed within the Sub-funds' financial statements.

a) Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

b) Interest rate risk

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

c) Global Exposure

The Sub-funds must ensure that global exposure relating to derivatives and forward transactions held does not exceed the net value of the scheme property. Global exposure can be calculated as either as: (1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property (the commitment approach, refer to Leverage); or (2) the market risk of the scheme property (the VaR approach).

The method suitable is determined by the investment strategy; types and complexities of the derivatives; and the proportion of the Sub-funds comprising derivatives.

Objectives and limitations of the VaR Methodology

The Advanced Portfolio Technologies (APT) model uses statistical factor techniques to capture a maximal spanning set under its component model. Risk is subsequently decomposed according to explanatory variable regression techniques. The APT bond model provides an integrated framework to measure and decompose the risk of portfolios of all fixed income securities. These can include government and corporate bonds, convertibles, and various categorisations of swaps, futures and option contracts. Portfolios are modelled at the asset level to ensure every position is represented within the component approach. The VaR model is designed to measure market risk in a normal market environment.

The use of VaR has limitations because it is based on historical correlations and volatilities in market price returns and assumes that future price movements will follow a statistical distribution. Due to the fact that VaR relies significantly on historical data to provide information and may not clearly predict the future changes and modifications of the risk factors, the probability of large market moves may be underestimated if changes in risk factors fail to align with the given distribution assumption. VaR may also be under- or over-estimated due to the assumptions placed on risk factors and the relationship between such factors for specific instruments.

Even though positions may change throughout the day, the VaR only represents the risk of the portfolios at the close of each business day. In practice, the actual trading results will differ from the VaR calculation and, in particular, the calculation does not provide a meaningful indication of profits and losses in stressed market conditions. To determine the reliability of the VaR models, actual outcomes are monitored regularly to test the validity of the assumptions and the parameters used in the VaR calculation, i.e. the model is back tested. Market risk positions are also subject to regular stress tests to measure the response of the Sub-fund to an extreme market event.

Leverage

Funds may achieve some leverage through the use of derivatives and other efficient portfolio management techniques. The use of leverage allows the manager to commit a relatively small amount of cash (generally known as premium or margin) to obtain exposure to the full returns of the associated underlying asset. Funds which use derivatives for investment purposes rather than for hedging or efficient portfolio management only may be more highly leveraged than funds which use derivatives solely for efficient portfolio management.

Leverage can be calculated in two ways. The Commitment Approach converts the derivative into the market value of the equivalent position in the underlying asset, adds leverage from reinvestment of collateral in non risk-free assets to the net asset value (NAV) of the fund and then divides this amount by the NAV. The derivative calculation can be reduced for any netting and/or hedging arrangement. The manager applies very limited hedging strategies for this purpose, mainly forward FX transactions used for hedging currency and exchange rate risks and other derivatives for duration hedging. The sum of notional approach takes the notional derivative positions without hedging reductions described above and provides an overall total of the absolute values, adds leverage from reinvestment of collateral in non risk-free assets, adds the NAV and then divides the total by the NAV. The figures may therefore appear elevated especially when short term interest rate products are used (which require significantly larger notionals to achieve a similar degree of sensitivity/exposure to short term key rates of an interest rate curve compared to longer term rates).

The Risk Management Process (RMP) provides further details on the calculation methodologies and any netting arrangements and further information is available on request.

Funds which have an average leverage figure/ratio greater than 3 or 300% are considered to employ significant leverage.

Counterparty Risk

Credit Risk is an explicit or implicit exposure of ASI to the default of a counterparty which arises as an indirect consequence of the financial instrument or investment activity being procured or undertaken. This is conceptually distinct from the fundamental risk or exposure that is being actively taken through the relevant investment decision-making process (e.g. when purchasing an equity or bond) where the client mandate or equivalent directs that this investment exposure is taken to meet the objectives of the mandate. Credit Risk may arise from a number of sources, including but not limited to money market instruments, bank deposits, commercial paper, derivative instruments, custodian balances etc.

The ASI Global Credit Counterparty Policy ensures that appropriate governance standards and processes are in place to mitigate, monitor and control Credit Risk. In this regard it establishes: the requirement that all counterparties are approved before Credit Risk can be taken against them, the need for regular credit assessments to be completed, and, where appropriate, exposure limits to be set for all such counterparties, and; the limit-setting and exposure calculation methodologies.

The ASI Global Credit Counterparty Policy and the underlying processes it establishes are supported and governed primarily by the ASI Credit Committee, a committee which forms a part of the ASI Global Investment Governance Committee framework. It is the ASI Credit Committee's responsibility to approve the terms of the ASI Global Credit Counterparty Policy; approve individual counterparties based on detailed credit assessments; agree any counterparty exposure limits, and; ensure that agreed limits are monitored and enforced.

Specific terms applicable to Derivatives

For the avoidance of doubt. Transactions involving OTC derivatives are entered into with counterparties that are approved by the ASI Credit Committee.

OTC derivatives are traded under the terms of an ISDA Master agreement which defines the rights and obligations of parties engaging in derivatives trading. The Credit Support Annex (CSA) to the ISDA Master agreement contains the collateral terms applicable to the OTC derivatives contracts. The CSA highlights credit and operational thresholds that collateral movements are subject to.

Liquidity risk

Liquidity Risk is the probability of an adverse change in capital markets affecting the availability of debt and equity financing (liability side) and the lack of ability to dispose of investments to redeem equity and/or debt without incurring losses (asset side).

The Management Company has a Liquidity Risk Policy in place applicable to the Sub-funds and set out in accordance with its overall Risk Management Process, relative to the size, scope and complexity of the Sub-funds. Liquidity Risk is monitored on both the asset and liability sides. To measure and monitor asset liquidity risk the management company employs a number of methods specific to the underlying assets. In all cases, the approach is to reference the actual holdings of the Company against a true measure of the market at both an aggregate and a position level. A Group Pricing Committee is responsible for the review and monitoring of asset pricing, in addition to the approval of pricing methodologies and asset-level fair value price adjustments and the Group Investor Protection Committee which looks at fund-level fair value approaches. The Management Company has implemented a Group Pricing Policy which details the operational responsibilities for pricing assets. On the liability side, investor transactions and, beyond this, investor behaviour are the main driver of liquidity within the Company. In this context, the articles and prospectuses contain certain key provisions or limits which provide protection to the Company and ultimately investors, in situations where liquidity might become a concern. In addition, the Company receives and analyses periodic reports in respect of the unitholder concentration within the Company. Any unitholder concentrations and transactional behaviour are identified and any particular concerns noted are escalated to the relevant Group Committee and respective Boards, if material.

Risk Limits

During the reporting year, none of the Funds breached any of the risk limits under which they operate.

Aberdeen Asia Pacific Equity Enhanced Index Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to achieve long-term capital growth by investing in equity and equity-related securities of companies in the Asia Pacific region (excluding Japan).

The investment policy of the Fund is to invest primarily in equities and equity-related securities of companies that are constituents of the MSCI AC Asia Pacific ex Japan Index. The Fund will use a variety of quantitative techniques and adopt a disciplined approach to stock selection whilst seeking to maintain a level of risk similar to that of the MSCI AC Asia Pacific ex Japan Index.

Equity-related securities include but are not limited to depository receipts, convertible securities, equity-linked notes (debt securities linked to the performance of an equity security) warrants, and bonds convertible into common or preferred shares. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives.

It is not currently intended that derivatives will be used for any purpose other than the efficient portfolio management of the Fund, although derivatives may, subject to the ACD obtaining and maintaining the requisite permissions from the FCA under the Financial Services and Markets Act 2000 and on giving not less than 60 days' notice to shareholders in the Fund, use derivatives in pursuit of its investment objective as well as hedging in the future. If derivatives are used for the purpose of meeting the investment objective of the Fund as well as hedging it is not intended that the use of derivatives would raise the risk profile.

Performance review

For the year ended 31 December 2018, the value of Aberdeen Asia Pacific Equity Enhanced Index Fund B Accumulation shares decreased 8.23%, compared with a decrease of 8.32% in the benchmark, MSCI AC Asia Pac ex Japan index.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market Review

Asian equities were down for the last 12 months, with trading conditions deteriorating as the period progressed. Higher US interest rates, a weakening Chinese economy and concerns around China/US trade drove negative sentiment.

The period started well, as China's economy remained in fine shape and data elsewhere was encouraging. In India, the decision to recapitalise the country's public sector banks was well-received by investors. However, a huge scandal at Punjab National Bank in February took the shine off this move. Thereafter, the US/China trade spat started in earnest. The US introduced tariffs on steel, aluminium and a number of other goods, such as solar panels. China retaliated by drawing up a list of 128 US products that it might target.

As we moved through the remainder of 2018, conditions became more challenging. Tensions between the US and China intensified. This had a knock-on impact for the wider region, with technology stocks bearing the brunt of the selling. Meanwhile, China's economy expanded 6.4% year-on-year in the fourth quarter of 2018 – its weakest quarter since 1990. Concerns about the global economy also weighed on South Korea and Taiwan. Elsewhere, Indian equities sold-off after the rupee hit a record-low against the US dollar. In December, the US and China agreed a three-month truce in their trade war. Equities climbed in response. But it didn't last – and the mood soon soured on scepticism that both sides would be able to resolve their differences within 90 days.

Portfolio Review

Over the year, the Fund outperformed. In terms of our enhanced factors, value and trend outperformed, while financial strength underperformed.

The Fund benefited from an overweight position in the Taiwanese display panel manufacturer Au Optronics. The stock rose after results showed that it was successfully changing its product mix to higher value-added ones. The company scored above average for measures of prudent management. In addition, an active position in HK-listed China Railway Construction was a positive contributor to performance. The shares rose after China's State Council published subway approval guidelines that were less strict than expected. The company ranked highly on our proprietary sentiment metrics. On the downside, an underweight position in Hong Kong's bourse operator, Hong Kong Exchanges and Clearing, held back performance. It did well after encouraging news flow on cross-border initiatives and upcoming listings. The exchanges registered a poor score on several value measures.

Outlook

China's economic moderation adds to fears of a deeper global slowdown, although we might see further stimulus from Beijing. Doubts persist over whether the mainland and the US can end their trade skirmishes. Political risks will also become more salient, as major elections in India and Indonesia could derail reform efforts, while Thai voters will also cast their ballots. Meanwhile, as the Fed normalizes monetary policy, global liquidity will continue to shrink. Higher rates present challenges for Asia and the broader emerging economies. However, this means rallies fueled by excess liquidity are subsiding. A stabilizing US dollar is another positive for Asian markets.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
 - Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment.
 - Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries. This may mean your money is at greater risk.
 - Derivative Risk: Derivatives may currently be used for efficient portfolio management only. At times, though the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

A Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(0.63)
Operating charges	(0.01)
Return after operating charges*	(0.64)
Distributions	(0.21)
Retained distributions on accumulation shares*	0.21
Closing net asset value per share	99.36
 * after direct transaction costs of:	 0.01
Performance	
Return after charges	(0.64%)
Other information	
Closing net asset value (£'000)	-
Closing number of shares	100
Operating charges	0.09%
Direct transaction costs	0.08%
Prices	
Highest share price	104.74
Lowest share price	98.63

^A Share class A Accumulation was launched 26 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares ^A	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	154.63	123.02	100.00 ^B
Return before operating charges*	(12.02)	32.04	23.36
Operating charges	(0.44)	(0.43)	(0.34)
Return after operating charges*	(12.46)	31.61	23.02
Distributions	(4.54)	(3.87)	(2.46)
Retained distributions on accumulation shares*	4.54	3.87	2.46
Closing net asset value per share	142.17	154.63	123.02
 * after direct transaction costs of:	 0.12	 0.11	 0.11
Performance			
Return after charges	(8.06%)	25.70%	23.02%
Other information			
Closing net asset value (£'000)	164,296	189,021	161,156
Closing number of shares	115,566,587	122,240,098	130,996,298
Operating charges	0.29%	0.30%	0.30%
Direct transaction costs	0.08%	0.07%	0.10%
Prices			
Highest share price	161.53	156.87	131.59
Lowest share price	136.29	123.75	93.09

^A Share class B Accumulation was launched 22 March 2016.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

X Accumulation shares^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(8.06)
Operating charges	(0.03)
Return after operating charges*	(8.09)
Distributions	(0.85)
Retained distributions on accumulation shares*	0.85
Closing net asset value per share	91.91
 * after direct transaction costs of:	 0.03
Performance	
Return after charges	(8.09%)
Other information	
Closing net asset value (£'000)	5
Closing number of shares	5,216
Operating charges	0.09%
Direct transaction costs	0.08%
Prices	
Highest share price	100.82
Lowest share price	88.07

^A Share class X Accumulation was launched 24 August 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market Value £'000	Percentage of total net assets
Equities (97.18%)		157,041	95.59
North American Equities (16.80%)		131	0.08
Bermuda (1.89%)		nil	nil
Cayman Islands (14.62%)		nil	nil
United States (0.29%)		131	0.08
117,000	Nexteer Automotive	131	0.08
Pacific Basin Equities (80.38%)		156,910	95.51
Australia (17.07%)		27,219	16.57
182,048	AGL Energy	2,063	1.26
112,071	Alumina	143	0.09
37,302	Aurizon	86	0.05
60,847	Australia & New Zealand Bank	819	0.50
31,283	Bank of Queensland	167	0.10
37,577	Bendigo & Adelaide	224	0.14
162,464	BHP Billiton	3,062	1.86
52,214	Bluescope Steel	316	0.19
30,840	CIMIC	730	0.45
54,054	Coca-Cola Amatil	244	0.15
6,508	Cochlear	622	0.38
70,397	Coles	457	0.28
53,420	Commonwealth Bank of Australia	2,129	1.30
83,320	Computershare	778	0.47
19,604	CSL	2,005	1.22
17,092	Flight Centre Travel	404	0.25
161,644	Harvey Norman	282	0.17
79,579	Insurance Australia	308	0.19
23,615	Macquarie	1,418	0.86
696,302	Medibank Private	989	0.60
1,042,454	Mirvac	1,291	0.79
95,477	National Australia Bank	1,267	0.77
26,384	Newcrest Mining	316	0.19
26,040	Rio Tinto	1,121	0.68
16,811	Santos	51	0.03
382,556	South32	708	0.43

			Market Value £'000	Percentage of total net assets
Holding	Investment			
521,999	Stockland Trust		1,016	0.62
219,689	Telstra		346	0.21
16,297	Treasury Wine Estates		132	0.08
70,397	Wesfarmers		1,253	0.76
109,044	Westpac Banking		1,508	0.92
31,620	Woodside Petroleum		547	0.33
25,783	Woolworths		417	0.25
China (11.22%)			40,839	24.86
4,700	58.com		200	0.12
162,000	Agile		149	0.09
3,387,883	Agricultural Bank of China		1,165	0.71
168,000	Air China		115	0.07
46,768	Alibaba ADR		5,033	3.06
176,000	Angang Steel		95	0.06
88,500	Anhui Conch Cement		337	0.21
37,075	ANTA Sports Products		139	0.08
1,600	Autohome		98	0.06
499,500	BAIC Motor		206	0.13
11,196	Baidu ADR		1,396	0.85
3,987,476	Bank of China		1,348	0.82
651,112	Bank of Communication		398	0.24
384,953	Beijing Capital International Airport		320	0.20
1,218,181	China CITIC Bank		582	0.35
173,628	China Communications Construction		129	0.08
712,692	China Communications Services		463	0.28
2,837,547	China Construction Bank		1,836	1.12
106,644	China Everbright Bank		36	0.02
117,000	China Evergrande		275	0.17
180,000	China Huarong Asset Management		26	0.02
678,000	China Longyuan Power		362	0.22
327,000	China Medical System		239	0.15
72,321	China Merchants Bank		208	0.13
1,199,400	China Minsheng Banking		648	0.39
306,000	China Oriental		143	0.09
65,600	China Pacific Insurance		167	0.10
3,206,000	China Petroleum		1,794	1.09
390,903	China Railway		279	0.17
162,512	China Railway Construction		177	0.11
436,382	China Shenhua Energy		751	0.46

		Market Value £'000	Percentage of total net assets
Holding	Investment		
675,790	China Telecom	270	0.16
754,592	Chongqing Rural Commercial Bank	318	0.19
663,000	CNOOC	803	0.49
234,000	Country Garden	223	0.14
26,896	Country Garden Services	34	0.02
30,408	CRRC	23	0.01
18,118	Ctrip.com ADR	385	0.23
706,000	Datang International Power	130	0.08
663,829	Dongfeng Motor	471	0.29
5,400	ENN Energy	38	0.02
354,000	Fosun International	403	0.25
278,000	Future Land Development	149	0.09
311,932	Geely Automobile	431	0.26
521,098	Guangzhou Automobile	408	0.25
6,454	Haitian International	10	0.01
74,000	Huaneng Power	37	0.02
142,000	Huaneng Renewables	30	0.02
2,973,988	Industrial and Commercial Bank of China	1,667	1.01
12,017	JD.com ADR	197	0.12
224,000	Logan Property	220	0.13
214,000	Maanshan Iron & Steel	74	0.05
641,000	Metallurgical Corp of China	121	0.07
4,300	Momo	80	0.05
1,903	NetEase	352	0.21
3,349	New Oriental Education & Technology	144	0.09
8,037	Noah	273	0.17
1,426,000	People's Insurance Company Group of China	449	0.27
1,288,000	PetroChina 'H'	629	0.38
922,489	PICC Property & Casualty	738	0.45
153,318	Ping An Insurance	1,063	0.65
292,000	Shandong Weigao	186	0.11
40,000	Shenzhou	356	0.22
1,024,500	Shui On Land	179	0.11
1,670	SINA	70	0.04
930,000	Sino-Ocean	321	0.20
519,508	Sinopec Shanghai Petrochemical	178	0.11
16,400	Sinopharm	54	0.03
195,000	Sinotruk Hong Kong	230	0.14
39,000	Sunac China	100	0.06
5,100	Sunny Optical Technology	36	0.02
3,900	TAL Education	82	0.05
193,689	Tencent	6,095	3.71

		Market Value £'000	Percentage of total net assets
Holding	Investment		
538,000	Tingyi	564	0.34
13,644	Tsingtao Brewery	43	0.03
100,000	Uni-President China	68	0.04
29,176	Vipshop	125	0.08
271,000	Want Want China	149	0.09
569	Weibo ADR	26	0.02
569,500	Weichai Power	511	0.31
646,054	Yangzijiang Shipbuilding	462	0.28
268,000	Yanzhou Coal Mining	170	0.10
32,472	Yum China	855	0.52
470,000	Yuzhou Properties	152	0.09
5,418	YY ADR	254	0.15
424,834	Zhejiang Expressway	289	0.18
Hong Kong (7.90%)		19,223	11.70
488,314	AIA	3,183	1.94
144,980	Bank of China	423	0.26
262,000	China Everbright	365	0.22
18,102	China Everbright International	13	0.01
19,000	China Mengniu Dairy	46	0.03
248,842	China Mobile	1,877	1.14
30,000	China Resources Gas	93	0.06
15,374	China State Construction	10	0.01
92,600	China Taiping Insurance	199	0.12
992,000	China Unicom	828	0.50
526,000	CITIC	648	0.39
159,571	CK Asset	915	0.56
307,000	CK Hutchison	2,315	1.41
89,914	CLP	798	0.49
58,000	Galaxy Entertainment	288	0.17
111,072	Haier Electronics	213	0.13
452,812	Hanergy Thin Film Power*	-	-
67,800	Hang Seng Bank	1,195	0.73
138,257	HK Electric Investments	110	0.07
769,960	HKT Trust & HKT	869	0.53
59,000	Hong Kong Exchanges & Clearing	1,340	0.82
3,500	Jardine Strategic Holdings	101	0.06
179,503	Kerry Properties	482	0.29
33,500	Kingboard	70	0.04
5,697	Melco Resorts & Entertainment	79	0.05
88,690	NWS	142	0.09

Holding	Investment	Market Value £'000	Percentage of total net assets
247,110	PCCW	112	0.07
107,634	Power Assets	586	0.36
147,000	Shanghai Industrial	233	0.14
66,500	Shimao Property	138	0.08
396,000	Sino Biopharmaceutical	204	0.12
4,327	Sun Art Retail	3	-
18,080	Sun Hung Kai Properties	202	0.12
66,145	Techtronic Industries	276	0.17
337,189	WH	204	0.12
42,142	Wharf Real Estate Investment	198	0.12
103,547	Wheelock	465	0.28
India (7.71%)		13,841	8.43
1,108	Bajaj Auto	34	0.02
47,146	Bharat Petrol	192	0.12
45,290	Bharti Infratel	132	0.08
6,373	Cadila Healthcare	25	0.02
66,220	Dabur India	320	0.20
223,121	GAIL India	901	0.55
5,120	Glenmark Pharmaceuticals	40	0.02
23,930	Godrej Consumer Products	218	0.13
24,900	HCL Technologies	270	0.16
10,582	Hero MotoCorp	368	0.22
211,135	Hindalco Industries	535	0.33
177,014	Hindustan Petroleum	504	0.31
55,439	Hindustan Unilever	1,134	0.69
38,564	Housing Development Finance	852	0.52
38,920	ICICI Bank	158	0.10
13,488	Indiabulls Housing Finance	129	0.08
219,280	Indian Oil	338	0.21
298,922	Infosys	2,217	1.35
3,091	InterGlobe Aviation	41	0.02
20,764	ITC	66	0.04
21,205	JSW Steel	73	0.04
21,284	LIC Housing Finance	116	0.07
6,720	Nestle India	839	0.51
49,074	NTPC	82	0.05
393,093	Oil & Natural Gas	662	0.40
161,328	Petronet LNG	406	0.25
200,738	REC	274	0.17
41,000	Reliance Industries	519	0.32

			Market Value £'000	Percentage of total net assets
Holding	Investment			
9,741	Shriram Transport Finance		136	0.08
31,070	Tata Consultancy Services		661	0.40
322,053	Tata Power		278	0.17
85,837	Tech Mahindra		697	0.42
6,559	United Spirits		47	0.03
96,389	Wipro		358	0.22
107,234	Yes Bank		219	0.13
Indonesia (2.61%)			3,966	2.41
292,553	Astra		131	0.08
222,500	Bank Central Asia		316	0.19
1,860,300	Bank Mandiri		749	0.46
1,530,688	Bank Negara Indonesia		733	0.45
5,693,710	Bank Rakyat Indonesia		1,135	0.69
1,987,200	Bumi Serpong Damai		136	0.08
637,428	Charoen Pokphand Indonesia		251	0.15
70,900	Gudang Garam		324	0.20
92,200	Indah Kiat Pulp & Paper		58	0.03
182,084	Indofood Sukses Makmur		74	0.04
434,800	Perusahaan Gas Negara		50	0.03
90,137	Surya Citra Media		9	0.01
Macau (0.00%)			527	0.32
86,400	Sands China		295	0.18
136,000	Wynn Macau		232	0.14
Malaysia (2.50%)			4,454	2.71
336,900	Hartalega		392	0.24
450,400	IOI		381	0.23
24,045	Kuala Lumpur Kepong		113	0.07
1,727	Maxis		2	-
713,354	Petronas Chemicals		1,259	0.77
179,200	Petronas Gas		652	0.40
2,617	PPB		9	-
101,900	Public Bank		479	0.29
8,791	RHB Bank*		0	-
452,057	Tenaga Nasional		1,167	0.71

Holding	Investment	Market Value £'000	Percentage of total net assets
New Zealand (0.12%)		217	0.13
24,514	a2 Milk	142	0.09
13,238	Ryman Healthcare	75	0.04
Philippines (1.17%)		1,820	1.11
167,500	Aboitiz Power	88	0.05
680,301	Alliance Global	121	0.07
37,804	Ayala	508	0.31
1,207,452	DMCI	227	0.14
10,111	GT Capital	147	0.09
3,153,556	Megaworld	224	0.14
4,453,991	Metro Pacific Investments	308	0.19
7,910	PLDT	133	0.08
27,850	Security Bank	64	0.04
Singapore (3.57%)		5,627	3.42
414,400	Ascendas REIT	611	0.37
23,688	Capitamall Trust REIT	31	0.02
98,800	City Developments	462	0.28
56,609	DBS	773	0.47
825,800	Genting Singapore	464	0.28
162,954	Oversea-Chinese Banking	1,055	0.64
126,611	Singapore Exchange	521	0.32
100,272	United Overseas Bank	1,419	0.86
82,000	UOL	291	0.18
South Korea (14.60%)		19,469	11.85
505	AmorePacific	26	0.02
2,329	BGF	13	0.01
2,943	Celltrion	461	0.28
19,256	Cheil Worldwide	305	0.19
1,158	CJ	99	0.06
173	CJ (Preference)	4	-
6,395	Daelim Industrial	459	0.28
24,808	Daewoo Engineering & Construction	94	0.06
1,231	E-MART	158	0.10
3,849	GS Engineering	118	0.07
7,321	GS	265	0.16
3,904	GS Retail	111	0.07

Holding	Investment	Market Value £'000	Percentage of total net assets
1,169	Hanmi Science	65	0.04
2,331	Hanwha	51	0.03
2,260	Hanwha Chemical	32	0.02
4,033	HDC Hyundai Development Co-Engineering & Construction	137	0.08
44	Hyundai Construction Equipment	1	-
36	Hyundai Electric & Energy System	1	-
168	Hyundai Heavy Industries	15	0.01
30	Hyundai Heavy Industries Holdings	7	-
5,467	Hyundai Marine & Fire Insurance	158	0.10
542	Hyundai Mobis	72	0.04
20,227	KB Financial	661	0.40
3	KCC	1	-
16,425	Kia Motors	389	0.24
7,194	Korea Gas	244	0.15
12,191	Korean Air Lines	283	0.17
10,077	KT	211	0.13
10,571	KT&G	755	0.46
3,122	Kumho Petrochemical	192	0.12
6,742	LG	332	0.20
1,629	LG Display	21	0.01
936	LG Household & Health Care	725	0.44
33,758	LG Uplus	419	0.26
1,176	Lotte Chemical	229	0.14
623	Medy-Tox	253	0.15
2,512	OCI	189	0.12
1,051	Orion	88	0.05
88	Ottogi	45	0.03
3,391	POSCO	579	0.35
1,782	Posco Daewoo	23	0.01
385	Samsung C&T	29	0.02
1,591	Samsung Electro-Mechanics	115	0.07
230,983	Samsung Electronics	6,282	3.82
28,250	Samsung Electronics (Preference)	630	0.38
1,398	Samsung SDS	201	0.12
865	Sillajen	45	0.03
3,734	SK	682	0.41
39,230	SK Hynix	1,670	1.02
3,621	SK Innovation	456	0.28
5,343	SK Telecom	1,013	0.62
381	Yuhan	55	0.03

			Market Value £'000	Percentage of total net assets
Holding	Investment			
Taiwan (9.76%)			16,101	9.80
353,007	Asia Cement		306	0.19
729,000	AU Optronics		228	0.14
51,000	Catcher Technology		293	0.18
328,580	Chailease		813	0.49
54,488	Chang Hwa Commercial Bank		24	0.01
48,000	China Steel		30	0.02
203,700	Eva Airways		82	0.05
342,000	Far Eastern New Century		243	0.15
141,363	Far Eastone Telecommunications		276	0.17
177,274	Formosa Chemicals & Fibre		471	0.29
12,637	Formosa Petrochemical		35	0.02
107,513	Foxconn Technology		166	0.10
33,000	Globalwafers		237	0.14
1,571,836	Innolux		390	0.24
8,000	Mediatek		46	0.03
47,000	Nanya Technology		66	0.04
152,000	Novatek Microelectronics		551	0.34
3,181	Phison Electronics		19	0.01
87,000	Pou Chen		72	0.04
134,637	Powertech Technology		227	0.14
55,000	President Chain Store		437	0.27
125,000	Realtek		457	0.28
370	Ruentex Development		-	-
102,396	Standard Foods		130	0.08
331,317	Synnex Technology		307	0.19
786,800	Taiwan Cement		715	0.43
958,509	Taiwan Semiconductors Manufacturing		5,509	3.35
1,200,803	Uni-President Enterprises		2,141	1.30
1,839,000	United Microelectronics		526	0.32
21,000	Yageo		171	0.10
2,881,000	Yuanta Financial		1,133	0.69
Thailand (2.15%)			3,607	2.20
37,400	Delta Electronics		63	0.04
41,300	Electricity Generating		247	0.15
148,793	Glow Energy		318	0.19
39,511	Kasikornbank		175	0.11
276,561	Krung Thai Bank		127	0.08
847	Land & Houses		-	-

		Market Value £'000	Percentage of total net assets
Holding	Investment		
496,990	PTT	551	0.34
60,500	PTT Exploration & Production	165	0.10
391,758	PTT Global Chemical	671	0.41
96,848	Siam Commercial Bank	311	0.19
331,560	Thai Oil	530	0.32
3,235,548	TMB Bank	172	0.10
2,233,700	True Corp	277	0.17
Exchange Traded Funds (2.00%)		5,607	3.41
145,495	iShares MSCI AC Far East ex-Japan UCITS ETF	5,607	3.41
Collective Investment Schemes (0.65%)		-	-
-	Aberdeen Liquidity Fund - Sterling ^{†A}	-	-
Derivatives (0.02%)		(31)	(0.02)
Forward Currency Contracts (0.01%)		(36)	(0.02)
	Buy AUD 2,148,200 Sell GBP 1,224,920 14/03/2019	(40)	(0.02)
	Buy GBP 110,923 Sell AUD 196,000 14/03/2019	3	-
	Buy GBP 17,899 Sell HKD 178,000 14/03/2019	-	-
	Buy HKD 294,000 Sell GBP 29,385 14/03/2019	-	-
	Buy HKD 4,973,488 Sell GBP 496,763 14/03/2019	1	-
Futures (0.01%)		5	-
4	Long Hang Seng Index Future 30/01/2019	8	-
14	Long SPI 200 Future 21/03/2019	(3)	-
Total investment assets and liabilities		162,617	98.98
Net other assets		1,684	1.02
Total Net Assets		164,301	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†]Managed by subsidiaries of Standard Life Aberdeen plc

^ADelisted

^A The value of Aberdeen Liquidity Fund - Sterling was £218 as at 31 December 2018

Statement of total return

For the year ended 31 December 2018

		2018	2017
	Notes	£'000	£'000
Income:			
Net capital (losses)/gains	1	(19,852)	35,888
Revenue	3	6,452	5,928
Expenses	4	(484)	(524)
Interest payable and similar charges	5	(136)	(2)
Net revenue before taxation		5,832	5,402
Taxation	6	(486)	(457)
Net revenue after taxation		5,346	4,945
Total return before distributions		(14,506)	40,833
Distributions	7	(5,346)	(4,945)
Change in net assets attributable to shareholders from investment activities		(19,852)	35,888

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018	2017
	£'000	£'000
Opening net assets attributable to shareholders	189,021	161,156
Amounts receivable on the issue of shares	3,701	6,017
Amounts payable on the cancellation of shares	(13,871)	(18,887)
Dilution adjustment	(10,170)	(12,870)
Change in net assets attributable to shareholders from investment activities (see above)	(19,852)	35,888
Retained distribution on accumulation shares	5,298	4,837
Closing net assets attributable to shareholders	164,301	189,021

Balance sheet

As at 31 December 2018

	Notes	2018 £'000	2017 £'000
Assets:			
Fixed assets:			
Investment assets		162,660	188,751
Current assets:			
Debtors	8	464	180
Cash and bank balances	9	1,414	340
		1,878	520
Total assets		164,538	189,271
Liabilities:			
Investment liabilities		(43)	(5)
Creditors	10	(194)	(231)
Bank overdrafts		-	(14)
		(194)	(245)
Total liabilities		(237)	(250)
Net assets attributable to shareholders		164,301	189,021

Notes to the financial statements

For the year ended 31 December 2018

1. Net Capital (Losses)/Gains

	2018	2017
	£'000	£'000
Non-derivative securities	(19,661)	35,510
Derivative contracts	(140)	380
Forward currency contracts	(4)	139
Other losses	(17)	(115)
Handling charges taken from the capital account	(30)	(26)
Net capital (losses)/gains	(19,852)	35,888

2. Equity Purchases, Sales and Transaction Costs

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	57,396	57,949
Commissions	9	8
Taxes & other fees	29	27
Total purchase transaction costs	38	35
Purchases including transaction costs	57,434	57,984
Sales		
Equities	64,866	65,643
Commissions	(9)	(9)
Taxes & other fees	(90)	(90)
Total sale transaction costs	(99)	(99)
Total sales net of transaction costs	64,767	65,544

	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.02	0.01
Taxes & other fees	0.05	0.05
Sales		
Commissions	0.01	0.01
Taxes & other fees	0.14	0.14

	2018	2017
Equity Purchases, Sales Analysis to Average NAV	% Average NAV	% Average NAV
Purchases		
Commissions	0.01	0.00
Taxes & other fees	0.02	0.01
Sales		
Commissions	0.01	0.00
Taxes & other fees	0.05	0.05

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	57,434	57,984
Collective investment schemes	23,186	32,881
Sales		
Equities	64,767	65,544
Collective investment schemes	22,136	32,727

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.33% (2017: 0.18%), this is representative of the average spread on the assets held during the year.

3. Revenue

	2018	2017
	£'000	£'000
Overseas dividends	6,374	5,709
Franked dividend distributions	70	73
Taxable distributions on offshore funds	4	4
Bank interest	1	132
Stocklending income	3	10
Total revenue	6,452	5,928

4. Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	356	365
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	19	20
Safe custody fee	80	96
	99	116
Other:		
Professional fees	17	31
Audit fee	8	8
Printing fees	1	2
Out of pocket expenses	3	2
	29	43
Total expenses	484	524

5. Interest Payable and Similar Charges

	2018	2017
	£'000	£'000
Interest payable	135	2
Derivative expense	1	-
Total interest payable & similar charges	136	2

6. Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	486	457
Total current tax	486	457
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	5,832	5,402
Corporation tax at 20% (2017: 20%)	1,166	1,080
Effects of:		
Revenue not subject to taxation	(1,260)	(1,124)
Overseas taxes	486	457
Overseas tax expensed	(1)	(2)
Excess allowable expenses	95	46
Total tax charge for year (note 6a)	486	457

Authorised Open-Ended Investment Companies are exempt from tax on capital gains in the UK. Therefore, any capital gain is not included in the above reconciliation.

(c) Factors that may affect future tax charge

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £161,000 (2017: £66,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

7. Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	2,504	2,531
Final distribution	2,794	2,306
	5,298	4,837
Add: Income deducted on cancellation of shares	98	116
Deduct: Income received on issue of shares	(50)	(8)
Net distribution for the year	5,346	4,945

Details of the distribution per share are set out in this Fund's distribution tables.

8. Debtors

	2018	2017
	£'000	£'000
Sales awaiting settlement	-	2
Accrued revenue	329	170
Foreign withholding tax recoverable	135	-
Amounts receivable for issue of shares	-	8
Total debtors	464	180

9. Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	89	88
Cash and bank balances	1,325	252
Total cash and bank balances	1,414	340

10. Creditors

	2018	2017
	£'000	£'000
Amounts payable to the ACD for cancellation of shares	100	133
Accrued expenses payable to ACD	28	32
Accrued expenses payable to the Depositary or associates of the Depositary	2	2
Other accrued expenses	54	64
Capital gains tax payable	10	-
Total creditors	194	231

11. Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

12. Securities on loan

The aggregate value of securities on loan at 31 December 2018 is £946,000 (2017: £1,042,000). The identities of these counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 31 December 2018 is £1,030,000 (2017: £1,119,000). This collateral is listed in the collateral held table below.

	2018	2017
	£'000	£'000
Counterparties		
Citigroup Global Markets Limited	514	948
UBS AG	432	94
Total securities on loan	946	1,042
	2018	2017
	£'000	£'000
Collateral held		
Equities	1,030	1,119
Total collateral held	1,030	1,119

The gross earnings and fees paid for the year are £4,000 (2017: £12,000) and £1,000 (2017: £2,000).

13 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 35. £128,000 was due to the ACD at the year end.

As at the year end the Fund held investments valued at £nil (2017: £1,226,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

14. Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	-	100	-	100
B Accumulation shares	122,240,098	2,556,253	(9,229,764)	115,566,587
X Accumulation shares	-	6,291	(1,075)	5,216

15. Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	157,041	-	-	187,475	-	-
Collective Investment Schemes	5,607	-	-	1,226	-	-
Derivatives	8	4	-	21	29	-
Total investment assets	162,656	4	-	188,722	29	-
Derivatives	(3)	(40)	-	-	(5)	-
Total investment liabilities	(3)	(40)	-	-	(5)	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

16. Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £8,132,000 (2017: £9,435,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £7,951,000 (2017: £9,286,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets	
	2018	2017
	£'000	£'000
Australian Dollar	28,254	33,555
Hong Kong Dollar	51,011	53,711
Indian Rupee	13,866	14,575
Indonesian Rupiah	3,967	4,928
Malaysian Ringgit	4,454	4,769
New Zealand Dollar	218	224
Philippines Peso	1,821	2,211
Singapore Dollar	6,088	6,661
South Korean Won	19,730	27,599
Taiwan Dollar	16,243	18,466
Thai Baht	3,607	4,058
US Dollar	9,751	14,964

(c) Interest rate risk

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets/(liabilities)	Financial assets not carrying interest	Total
2018	£'000	£'000	£'000
Currency			
UK Sterling	1,489	3,802	5,291
Australian Dollar	(97)	28,351	28,254
Hong Kong Dollar	(18)	51,029	51,011
Indian Rupee	32	13,834	13,866
Indonesian Rupiah	1	3,966	3,967
Malaysian Ringgit	-	4,454	4,454
New Zealand Dollar	1	217	218
Philippines Peso	-	1,821	1,821
Singapore Dollar	-	6,088	6,088
South Korean Won	-	19,730	19,730
Taiwan Dollar	7	16,236	16,243
Thai Baht	-	3,607	3,607
US Dollar	-	9,751	9,751
2017	£'000	£'000	£'000
Currency			
UK Sterling	231	3,069	3,300
Australian Dollar	65	33,490	33,555
Hong Kong Dollar	(11)	53,722	53,711
Indian Rupee	-	14,575	14,575
Indonesian Rupiah	-	4,928	4,928
Malaysian Ringgit	30	4,739	4,769
New Zealand Dollar	-	224	224
Philippines Peso	-	2,211	2,211
Singapore Dollar	-	6,661	6,661
South Korean Won	-	27,599	27,599
Taiwan Dollar	7	18,459	18,466
Thai Baht	-	4,058	4,058
US Dollar	4	14,960	14,964

(d) Counterparty Risk**Credit quality of debt security investment assets**

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

	2018	2017
	£'000	£'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	1,594	1,785
Forward foreign exchange	1,841	1,785
Total Market Exposure	3,435	3,570
Total Market Exposure as a percentage of Fund value	2%	2%

*FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	4	12
Direct operational costs and fees incurred for stocklending (stocklending agent costs)	(1)	(2)
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	3	10
Underlying exposure obtained through EPM techniques†	3,435	3,570

	2018	2017
	£'000	£'000
Uncollateralised counterparty exposure		
Bank of America Merrill Lynch	(3)	30
BNP Paribas	-	1
Goldman Sachs International	37	-
HSBC Bank	(2)	-
UBS AG	-	(5)
Total uncollateralised counterparty exposure	32	26

Collateral**The type and amount of collateral received to reduce counterparty exposure:**

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

†The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(e) **Liquidity risk**

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table**For the six months ended 30 June 2018**

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	2.1266	-	2.1266*	1.9815
Group 2	1.2323	0.8943	2.1266*	1.9815

* Distribution accumulated on 30 June 2018.

For the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1 ^A	0.2100	-	0.2100*	-
Group 2 ^B	-	-	-	-
B Accumulation shares				
Group 1	2.4174	-	2.4174*	1.8863
Group 2	0.3374	2.0800	2.4174*	1.8863
X Accumulation shares				
Group 1 ^C	0.8469	-	0.8469*	-
Group 2 ^D	0.8199	0.0270	0.8469*	-

* Distribution accumulated on 31 December 2018.

^A shares created for initial seeding of the share class prior to 26 November 2018^B shares purchased between 26 November 2018 and 31 December 2018^C shares created for initial seeding of the share class prior to 24 August 2018^D shares purchased between 24 August 2018 and 31 December 2018**Equalisation**

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Aberdeen European Equity Enhanced Index Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to achieve long-term capital growth by investing in equity and equity-related securities of companies in Europe.

The investment policy of the Fund is to invest primarily in equities and equity-related securities of companies that are constituents of the MSCI Europe ex UK Index. The Fund will use a variety of quantitative techniques and adopt a disciplined approach to stock selection whilst seeking to maintain a level of risk similar to that of the MSCI Europe ex UK Index.

Equity-related securities include but are not limited to depository receipts, convertible securities, equity-linked notes (debt securities linked to the performance of an equity security) warrants, and bonds convertible into common or preferred shares. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives.

It is not currently intended that derivatives will be used for any purpose other than the efficient portfolio management of the Fund, although derivatives may, subject to the ACD obtaining and maintaining the requisite permissions from the FCA under the Financial Services and Markets Act 2000 and on giving not less than 60 days' notice to shareholders in the Fund, use derivatives in pursuit of its investment objective as well as hedging in the future. If derivatives are used for the purpose of meeting the investment objective of the Fund as well as hedging it is not intended that the use of derivatives would raise the risk profile.

Performance review

For the year ended 31 December 2018, the value of Aberdeen European Equity Enhanced Index Fund B Accumulation shares decreased by 10.59%, compared with a decrease of 9.10% in the benchmark, MSCI Europe ex UK index.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market Review

As with all other equity markets Europe produced a negative return for 2018. It fell sharply during the last month of the year.

Markets were volatile due to fears that rising inflation would necessitate higher interest rates, particularly in the US. The trade dispute between the US and China also weighed heavily on sentiment. Export-dependent Europe particularly suffered, especially the auto industry. It was the weakest sector as it struggled with the twin challenges of the trade dispute and dealing with new emission regulations.

On the political front, Italy grabbed the headlines with the election of a new populist government. As promised, the government announced public spending plans that set it on a collision course with Brussels. This badly affected banks in Italy given their fragile health. European banks generally had a difficult time, given the turmoil in Turkey during the summer.

Economic indicators in Europe deteriorated and business confidence fell as the year progressed. Business survey data softened, Germany posted negative GDP growth and Italian growth stalled. Despite these signals of weakness, the ECB confirmed the ending of its bond-buying programme in December.

Portfolio Review

Overall the Fund underperformed. During the year our trend and sentiment enhanced factors outperformed. However, the value factor underperformed.

The Fund benefited from an overweight position in the French luxury goods manufacturer and retailer Kering. The share price increased in sterling terms driven by growth in its Gucci brand. Kering scored well on our measures of prudent management. Furthermore, an underweight position in the Italian bank UniCredit was another positive. The stock fell as a result of Italy's ongoing political uncertainty. UniCredit had a low score for prudent management. On the downside, an overweight position in German airline Deutsche Lufthansa held back performance. It was badly affected by the high oil price in the first nine months of the year. However, the airliner ranked highly on financial strength.

Outlook

Rising bond yields and higher inflation were critical issues for European investors. However, political turmoil, heightened world-trade anxiety and the sharp oil price decline have since become important themes. The potential for a sharp global slowdown in 2019, led by the US, has become a real fear. Despite this, companies continue to report growth, although the rate has slowed somewhat. Moreover, inflationary pressures remain – particularly in Germany where wage costs are rising. Broadly speaking, European corporate balance sheets remain healthy.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

A Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(3.90)
Operating charges	-
Return after operating charges*	(3.90)
Distributions	(0.15)
Retained distributions on accumulation shares*	0.15
Closing net asset value per share	96.10
 * after direct transaction costs of:	 0.01
Performance	
Return after charges	(3.90%)
Other information	
Closing net asset value (£'000)	-
Closing number of shares	100
Operating charges	0.04%
Direct transaction costs	0.06%
Prices	
Highest share price	102.41
Lowest share price	95.18

^A Share class A Accumulation was launched 26 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	140.27	119.32	98.31
Return before operating charges*	(14.23)	21.27	21.27
Operating charges	(0.33)	(0.32)	(0.26)
Return after operating charges*	(14.56)	20.95	21.01
Distributions	(3.72)	(3.09)	(2.74)
Retained distributions on accumulation shares*	3.72	3.09	2.74
Closing net asset value per share	125.71	140.27	119.32
 * after direct transaction costs of:	 0.08	 0.03	 0.03
Performance			
Return after charges	(10.38%)	17.56%	21.37%
Other information			
Closing net asset value (£'000)	209,489	160,687	170,984
Closing number of shares	166,650,874	114,552,145	143,303,080
Operating charges	0.24%	0.24%	0.24%
Direct transaction costs	0.06%	0.03%	0.03%
Prices			
Highest share price	146.64	145.15	119.65
Lowest share price	124.50	119.66	87.72

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

X Accumulation shares ^A	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	128.43	109.04	100.00 ^B
Return before operating charges*	(13.05)	19.44	9.08
Operating charges	(0.05)	(0.05)	(0.04)
Return after operating charges*	(13.10)	19.39	9.04
Distributions	(3.66)	(3.06)	(0.25)
Retained distributions on accumulation shares*	3.66	3.06	0.25
Closing net asset value per share	115.33	128.43	109.04
 * after direct transaction costs of:	 0.08	 0.03	 0.03
Performance			
Return after charges	(10.20%)	17.78%	9.04%
Other information			
Closing net asset value (£'000)	4,116	7,176	269
Closing number of shares	3,568,959	5,586,889	246,699
Operating charges	0.04%	0.04%	0.04%
Direct transaction costs	0.06%	0.03%	0.03%
Prices			
Highest share price	134.43	132.87	109.35
Lowest share price	114.21	109.35	97.18

^A Share class X Accumulation was launched 1 August 2016.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market Value £'000	Percentage of total net assets
Equities (95.96%)		203,830	95.42
European Equities (95.84%)		203,465	95.25
Austria (1.00%)		575	0.27
5,994	OMV	205	0.10
15,773	Voestalpine	370	0.17
Belgium (1.31%)		2,648	1.24
8,276	Anheuser-Busch InBev	428	0.20
1,726	Colruyt	96	0.05
14,316	Solvay	1,121	0.52
2,200	Telenet	79	0.04
14,511	UCB	924	0.43
Denmark (4.52%)		8,054	3.77
32,788	Carlsberg	2,730	1.28
137,910	Danske Bank	2,133	1.00
9	DSV	1	-
22,299	Lundbeck	763	0.35
61,433	Novo Nordisk	2,197	1.03
3,875	Vestas Wind Systems	230	0.11
Finland (2.69%)		6,442	3.02
13,806	Neste	833	0.39
224,015	Nokia	1,009	0.47
45,942	Sampo	1,577	0.74
91,552	Stora Enso	825	0.39
110,746	UPM-Kymmene	2,198	1.03
France (20.96%)		49,066	22.97
21,669	Airbus	1,633	0.76
7,889	Amundi	326	0.15
22,155	Arkema	1,486	0.70
30,589	Atos	1,963	0.92
181,959	AXA	3,075	1.44
7,594	BIC	607	0.28

			Market Value £'000	Percentage of total net assets
Holding	Investment			
50,315	BNP Paribas		1,783	0.83
18	Bollore		-	-
12,386	Cap Gemini		962	0.45
13,315	Carrefour		178	0.08
17,830	Casino Guichard-Perrachon		582	0.27
10,671	Danone		586	0.27
361	Dassault Aviation		390	0.18
13,995	Dassault Systemes		1,302	0.61
12,338	Eiffage		805	0.38
174,899	Engie		1,956	0.92
4,331	Essilor		429	0.20
13,476	Eutelsat Communications		208	0.10
9,299	Faurecia		275	0.13
2,014	Hermes		873	0.41
2,462	Ingenico		109	0.05
2,113	Ipsen		214	0.10
6,831	Kering		2,523	1.18
60,483	Klepierre		1,464	0.69
98	Legrand		4	-
15,725	LVMH		3,644	1.71
10,563	Michelin		818	0.38
4,303	Orange		55	0.03
65	Pernod Ricard		8	-
97,052	Peugeot		1,621	0.76
19,338	Publicis		864	0.40
28,360	Renault		1,389	0.65
96,573	Rexel		804	0.38
14,888	Safran		1,402	0.66
52,235	Sanofi		3,539	1.66
33,168	Schneider Electric		1,778	0.83
34,789	Societe Generale		868	0.41
16,435	Thales		1,497	0.70
118,216	TOTAL		4,900	2.29
635	Ubisoft Entertainment		40	0.02
5,075	Unibail-Rodamco		617	0.29
34,668	Veolia Environment		556	0.26
14,433	Vinci		933	0.44
Germany (19.91%)			35,500	16.62
3,709	1&1 Drillisch		147	0.07
12,251	Adidas		2,007	0.94

Holding	Investment	Market Value £'000	Percentage of total net assets
23,119	Allianz	3,646	1.71
50,089	BASF	2,719	1.27
49,590	Bayer	2,700	1.26
5,387	BMW	342	0.16
6,587	BMW (Preference)	365	0.17
8,999	Brenntag	304	0.14
8,435	Continental	911	0.43
59,941	Covestro	2,324	1.09
79,824	Deutsche Lufthansa	1,410	0.66
263,450	Deutsche Telekom	3,506	1.64
127,239	E.ON	986	0.46
10,441	Evonik Industries	205	0.10
705	Fraport Frankfurt Airport Services Worldwide	40	0.02
44,742	Fresenius	1,699	0.80
21,052	Fresenius Medical Care	1,068	0.50
14,225	Hannover Rueck	1,496	0.70
1,029	HeidelbergCement	49	0.02
1,447	Henkel	124	0.06
6,782	HOCHTIEF	713	0.33
3,672	Hugo Boss	177	0.08
35,227	Infineon Technology	551	0.26
7,017	KION	278	0.13
564	LANXESS	20	0.01
58,914	METRO AG	706	0.33
41,569	ProSiebenSat.1 Media	580	0.27
24,753	RWE	423	0.20
36,707	SAP	2,873	1.35
16,516	Siemens	1,450	0.68
6,292	Siemens Healthineers	207	0.10
93,621	Telefonica Deutsch	288	0.13
8,985	Volkswagen	1,121	0.52
547	Wirecard	65	0.03
Ireland (0.27%)		1,049	0.49
5,751	AerCap	179	0.08
60,587	AIB	199	0.09
95,022	Bank of Ireland	415	0.20
12,371	Smurfit Kappa	256	0.12

Holding	Investment	Market Value £'000	Percentage of total net assets
Italy (2.55%)		10,769	5.04
31,979	Assicurazioni Generali	419	0.20
82,179	Atlantia	1,333	0.62
820,781	Enel	3,715	1.74
116,609	ENI	1,437	0.67
819,501	Intesa Sanpaolo	1,426	0.67
26,714	Leonardo	184	0.09
113,069	Mediobanca	735	0.34
33,810	Moncler	877	0.41
107,066	Telecom Italia	46	0.02
56,245	Terna	249	0.12
39,208	UniCredit	348	0.16
Luxembourg (0.36%)		1,076	0.50
49,818	ArcelorMittal	811	0.38
6,363	RTL	265	0.12
Netherlands (9.54%)		19,208	8.99
184,692	Aegon	674	0.32
18,172	ASML	2,236	1.05
1,726	EXOR	73	0.03
95,916	Fiat Chrysler Automobiles	1,085	0.51
3,541	Heineken Holding	233	0.11
4,449	Heineken	308	0.14
95,763	ING	809	0.38
176,184	Koninklijke Ahold Delhaize	3,491	1.63
20,132	Koninklijke DSM	1,285	0.60
187,341	Koninklijke KPN	430	0.20
52,811	NN Group	1,642	0.77
15,801	NXP Semiconductors	909	0.42
50,980	Philips Electronics	1,414	0.66
68,089	Unilever	2,897	1.36
37,383	Wolters Kluwer	1,722	0.81
Norway (1.29%)		2,838	1.33
40,903	DNB Bank	512	0.24
52,081	Equinor	867	0.41

Holding	Investment	Market Value £'000	Percentage of total net assets
38,646	Norsk Hydro	138	0.06
87,034	Telenor	1,321	0.62
Portugal (0.16%)		-	-
1,636	Banco Espirito Santo*	-	-
Spain (8.14%)		16,570	7.76
7,072	Aena	862	0.40
35,493	Amadeus	1,938	0.91
635,728	Banco Santander	2,266	1.06
361,760	BBVA	1,505	0.71
19,535	CaixaBank	55	0.03
74,187	Enagas	1,572	0.74
88,600	Endesa	1,601	0.75
47,567	Ferrovial	755	0.35
57,141	Grupo ACS	1,730	0.81
208,127	IAG	1,289	0.60
880	Iberdrola	6	-
194,038	Repsol	2,452	1.15
194,038	Repsol (Rights)	-	-
81,747	Telefonica	539	0.25
Sweden (6.43%)		14,659	6.86
19,839	Atlas Copco 'A'	369	0.17
20,817	Atlas Copco 'B'	357	0.17
54,206	Boliden	919	0.43
18,163	Epiroc 'A'	134	0.06
19,639	Epiroc 'B'	136	0.06
247,051	Ericsson 'B'	1,700	0.80
52,244	Industrivarden	828	0.39
82,929	Investor	2,750	1.29
14,592	Kinnevik	275	0.13
6,951	Lundin Petroleum	136	0.06
181,851	Sandvik	2,033	0.95
61,836	SEB	471	0.22
52,481	SKF Series 'B'	624	0.29
62,188	Swedbank	1,087	0.51
40,001	Swedish Match	1,233	0.58
156,804	Volvo	1,607	0.75

Holding	Investment	Market Value £'000	Percentage of total net assets
Switzerland (16.71%)		35,011	16.39
713	Barry Callebaut	869	0.41
69	Chocoladefabriken Lindt & Spruengli	335	0.16
9,500	Holcim	306	0.14
147,709	Nestle	9,386	4.39
110,780	Novartis	7,414	3.47
5,279	Partners	2,502	1.17
43,856	Roche	8,500	3.98
8,900	Sonova	1,138	0.53
2,830	STMicroelectronics	32	0.01
1,911	Swatch	378	0.18
2,323	Swiss Life	700	0.33
2,616	Swisscom	978	0.46
10,596	Zurich	2,473	1.16
UK Equities (0.12%)		365	0.17
Consumer Goods (0.12%)		365	0.17
10,148	Coca-Cola European Partners	365	0.17
Collective Investment Schemes (3.53%)		7,767	3.64
7,767	Aberdeen Liquidity Fund - Sterling [†]	7,767	3.64
Derivatives (-0.08%)		(209)	(0.10)
Exchange Traded Options (0.00%)		(9)	0.00
(85)	Sell Call Euro Stoxx 50 Index 18/01/2019	(2)	-
(84)	Sell Call Euro Stoxx 50 Index 18/01/2019	(1)	-
(73)	Sell Call Euro Stoxx 50 Index 18/01/2019	(1)	-
(48)	Sell Call Euro Stoxx 50 Index 18/01/2019	(4)	-
(24)	Sell Call Euro Stoxx 50 Index 18/01/2019	(1)	-
Forward Currency Contracts (0.01%)		87	0.04
	Buy CHF 976,580 Sell GBP 770,379 14/03/2019	10	0.01
	Buy EUR 410,000 Sell GBP 365,052 14/03/2019	4	-
	Buy EUR 536,000 Sell GBP 479,141 14/03/2019	3	-
	Buy EUR 11,848,759 Sell GBP 10,591,972 14/03/2019	71	0.03
	Buy GBP 20,805 Sell CHF 26,000 14/03/2019	-	-
	Buy GBP 166,497 Sell EUR 184,000 14/03/2019	1	-

Holding	Investment	Market Value £'000	Percentage of total net assets
	Buy GBP 238,791 Sell EUR 264,000 14/03/2019	1	-
	Buy GBP 262,439 Sell EUR 291,000 14/03/2019	1	-
	Buy GBP 770,324 Sell EUR 863,000 14/03/2019	(6)	-
	Buy GBP 1,455,555 Sell EUR 1,615,000 14/03/2019	2	-
Futures (-0.09%)		(287)	(0.14)
312	Long Euro Stoxx 50 Index Future 15/03/2019	(258)	(0.12)
11	Long Swiss Market Index Future 15/03/2019	(29)	(0.02)
Total investment assets and liabilities		211,388	98.96
Net other assets		2,217	1.04
Total Net Assets		213,605	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†] Managed by subsidiaries of Standard Life Aberdeen plc

* Delisted

Statement of total return

For the year ended 31 December 2018

		2018	2017
	Notes	£'000	£'000
Income:			
Net capital (losses)/gains	1	(23,834)	24,168
Revenue	3	5,371	5,104
Expenses	4	(379)	(367)
Interest payable and similar charges	5	(4)	(6)
Net revenue before taxation		4,988	4,731
Taxation	6	(499)	(657)
Net revenue after taxation		4,489	4,074
Total return before distributions		(19,345)	28,242
Distributions	7	(4,489)	(4,076)
Change in net assets attributable to shareholders from investment activities		(23,834)	24,166

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018	2017
	£'000	£'000
Opening net assets attributable to shareholders	167,863	171,253
Amounts receivable on the issue of shares	82,586	13,131
Amounts payable on the cancellation of shares	(17,593)	(44,676)
Dilution adjustment	64,993	(31,545)
	88	20
Change in net assets attributable to shareholders from investment activities (see above)	(23,834)	24,166
Retained distribution on accumulation shares	4,495	3,969
Closing net assets attributable to shareholders	213,605	167,863

Balance sheet

As at 31 December 2018

	Notes	2018 £'000	2017 £'000
Assets:			
Fixed assets:			
Investment assets		211,690	167,034
Current assets:			
Debtors	8	640	426
Cash and bank balances	9	1,627	889
		2,267	1,315
Total assets		213,957	168,349
Liabilities:			
Investment liabilities		(302)	(169)
Creditors	10	(50)	(317)
		(50)	(317)
Total liabilities		(352)	(486)
Net assets attributable to shareholders		213,605	167,863

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital (Losses)/Gains

	2018	2017
	£'000	£'000
Non-derivative securities	(22,931)	23,731
Derivative contracts	(1,125)	596
Forward currency contracts	444	62
Other losses	(205)	(201)
Handling charges taken from the capital account	(17)	(20)
Net capital (losses)/gains	(23,834)	24,168

2 Equity Purchases, Sales and Transaction Costs

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	129,915	54,414
Commissions	2	1
Taxes & other fees	102	41
Total purchase transaction costs	104	42
Purchases including transaction costs	130,019	54,456
Sales		
Equities	64,435	80,232
Commissions	(1)	(3)
Total sale transaction costs	(1)	(3)
Total sales net of transaction costs	64,434	80,229

	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.08	0.08
Sales		
Commissions	0.00	0.00

	2018	2017
Equity Purchases,Sales Analysis to Average NAV	% Average NAV	% Average NAV
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.06	0.03
Sales		
Commissions	0.00	0.00

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	130,019	54,456
Collective investment schemes	25,023	36,172
Sales		
Equities	64,434	80,229
Collective investment schemes	23,192	37,155

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.14% (2017: 0.05%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
UK dividends	7	-
Overseas dividends	5,332	4,975
Bank interest	1	18
Stocklending income	3	11
Overseas scrip dividends non-taxable	-	82
Taxable distributions on offshore funds	28	18
Total revenue	5,371	5,104

4 Expenses

	2018 £'000	2017 £'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	332	315
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	18	19
Safe custody fee	20	23
	38	42
Other:		
Audit fee	8	8
Printing fees	1	2
	9	10
Total expenses	379	367

5 Interest Payable and Similar Charges

	2018 £'000	2017 £'000
Interest payable	4	6
Total interest payable & similar charges	4	6

6 Taxation

	2018 £'000	2017 £'000
(a) Analysis of charge in year		
Overseas taxes	499	657
Total current tax	499	657
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	4,988	4,731
Corporation tax at 20% (2017: 20%)	998	946
Effects of:		
Revenue not subject to taxation	(1,068)	(989)
Scrip dividends	-	(16)
Overseas taxes	499	657
Overseas tax expensed	-	(1)
Excess allowable expenses	70	60
Total tax charge for year (note 6a)	499	657

Authorised Open-Ended Investment Companies are exempt from tax on capital gains in the UK. Therefore, any capital gain is not included in the above reconciliation.

(c) Factors that may affect future tax charge

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £196,000 (2017: £126,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

7 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	3,886	3,724
Final distribution	609	245
	4,495	3,969
Add: Income deducted on cancellation of shares	74	225
Deduct: Income received on issue of shares	(80)	(118)
Net distribution for the year	4,489	4,076

Details of the distribution per share are set out in this Fund's distribution tables.

8 Debtors

	2018	2017
	£'000	£'000
Amounts receivable from the ACD for the issue of shares	115	30
Accrued revenue	181	80
Foreign withholding tax recoverable	344	316
Total debtors	640	426

9 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	924	516
Cash and bank balances	703	373
Total cash and bank balances	1,627	889

10 Creditors

	2018	2017
	£'000	£'000
Amounts payable to the ACD for cancellation of shares	1	269
Accrued expenses payable to ACD	36	27
Accrued expenses payable to the Depositary or associates of the Depositary	2	2
Other accrued expenses	11	19
Total creditors	50	317

11 Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

12 Securities on loan

The aggregate value of securities on loan at 31 December 2018 is £259,000 (2017: £nil). The identities of these counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 31 December 2018 is £339,000 (2017: £nil). This collateral is listed in the collateral held table below.

	2018	2017
Counterparties	£'000	£'000
Bank of Nova Scotia (London Branch)	259	-
Total securities on loan	259	-

	2018	2017
Collateral held	£'000	£'000
Equities	339	-
Total collateral held	339	-

The gross earnings and fees paid for the year are £4,000 (2017: £14,000) and £1,000 (2017: £3,000).

13 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 60. £78,000 was due from the ACD at the year end.

As at the year end the Fund held investments valued at £7,767,000 (2017: £5,934,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

14 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	-	100	-	100
B Accumulation shares	114,552,145	62,927,330	(10,828,601)	166,650,874
X Accumulation shares	5,586,889	359,279	(2,377,209)	3,568,959

15 Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	203,830	-	-	161,071	-	-
Collective Investment Schemes	-	7,767	-	-	5,934	-
Derivatives	-	93	-	4	25	-
Total investment assets	203,830	7,860	-	161,075	5,959	-
Derivatives	(296)	(6)	-	(166)	(3)	-
Total investment liabilities	(296)	(6)	-	(166)	(3)	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

16 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

In the current market conditions certain securities have become difficult to price. For these securities, reliance has therefore been placed on single broker prices. This has not resulted in any adjustment to the financial statements.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £10,580,000 (2017: £8,350,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £10,660,000 (2017: £8,421,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets	
	2018 £'000	2017 £'000
Danish Krone	8,094	7,628
Euro	150,434	117,629
Norwegian Krone	2,853	2,186
Swedish Krona	14,659	10,795
Swiss Franc	35,698	28,850
US Dollar	1,457	1,323

(c) Interest rate risk

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets/ (liabilities) £'000	Financial assets/ (liabilities) not carrying interest £'000	Total £'000
2018			
Currency			
UK Sterling	9,629	(9,219)	410
Danish Krone	-	8,094	8,094
Euro	(223)	150,657	150,434
Norwegian Krone	-	2,853	2,853
Swedish Krona	-	14,659	14,659
Swiss Franc	(13)	35,711	35,698
US Dollar	-	1,457	1,457
2017			
Currency			
UK Sterling	696	(1,244)	(548)
Danish Krone	-	7,628	7,628
Euro	154	117,475	117,629
Norwegian Krone	-	2,186	2,186
Swedish Krona	6	10,789	10,795
Swiss Franc	32	28,818	28,850
US Dollar	1	1,322	1,323

(d) Counterparty Risk

Credit quality of debt security investment assets

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

	2018 £'000	2017 £'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	9,066	6,484
Forward foreign exchange	15,209	6,630
Total Market Exposure	24,275	13,114
Total Market Exposure as a percentage of Fund value	11%	8%

* FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	4	11
Direct operational costs and fees incurred for stocklending (stocklending agent costs)	(1)	-
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	3	11
Underlying exposure obtained through EPM techniques[†]	24,275	13,114

	2018	2017
	£'000	£'000
Uncollateralised counterparty exposure		
Bank of America Merrill Lynch	4	(1)
BNP Paribas	(43)	-
Deutsche Bank	(7)	-
Goldman Sachs International	(2)	3
HSBC Bank	(3)	9
Royal Bank of Canada	-	-
State Street	(9)	(1)
UBS AG	(1)	-
Total uncollateralised counterparty exposure	(61)	10

Collateral

The type and amount of collateral received to reduce counterparty exposure:

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

[†] The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(e)

Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table**For the six months ended 30 June 2018**

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	3.3613	-	3.3613*	2.8877
Group 2	1.9918	1.3695	3.3613*	2.8877
X Accumulation shares				
Group 1	3.2021	-	3.2021*	2.7557
Group 2	2.4738	0.7283	3.2021*	2.7557

* Distribution accumulated on 30 June 2018.

For the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1 ^A	0.1500	-	0.1500*	-
Group 2 ^B	-	-	-	-
B Accumulation shares				
Group 1	0.3554	-	0.3554*	0.1987
Group 2	0.2426	0.1128	0.3554*	0.1987
X Accumulation shares				
Group 1	0.4568	-	0.4568*	0.3081
Group 2	0.3645	0.0923	0.4568*	0.3081

* Distribution accumulated on 31 December 2018.

^A shares created for initial seeding of the share class prior to 26 November 2018.^B shares purchased between 26 November 2018 and 31 December 2018.**Equalisation**

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Aberdeen Global Corporate Bond Tracker Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to provide a return that, before fees and expenses, matches the return of the Bloomberg Barclays Global Aggregate Corporate Index (GBP Hedged).

The Fund passively invests no less than 90% in fixed income securities that make up the Benchmark Index.

The Fund may also invest in money market instruments, cash, near cash, deposits, and shares in collective investment schemes (including those managed by the Investment Adviser or its affiliates).

Derivatives may be held, mainly credit default swaps, exchange traded futures and forward foreign exchange transactions.

Performance review

For the year ended 31 December 2018, the value of Aberdeen Global Corporate Bond Tracker Fund B Accumulation shares decreased by 2.99%, compared with a decrease of 2.66% in the benchmark, Bloomberg Barclays Global Aggregate Corporate Index (GBP Hedged).

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

The Anticipated Tracking Error calculated using the performance of the Fund against the closing position of the Benchmark Index will be in the region of 0.0-0.5%. Factors likely to affect the ability of the Fund in meeting this objective are transaction costs, small illiquid components, dividend reinvestment, rebalancing, Fund expenses, significant inflows/ outflows and the cash management thereof.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market Review

A number of themes dominated the global bond market through 2018. The ongoing trade war between the US and China was a prominent factor. For much of the period, Italy were on a collision course with the European Union (EU) over continued disagreements on fiscal spending, although Rome and Brussels appeared to have hammered out a compromise during December.

At its December monetary policy meeting, the Federal Reserve's Open Market Committee (FOMC) unanimously raised its target range for the federal funds rate by 25 basis points (bps), to 2.25%–2.50%. The December FOMC meeting is widely anticipated by markets as it is where the Committee reveal their forecasts for growth inflation and future monetary policy decision making. The meeting marked a more dovish approach from the FOMC, where they explained that they would move towards a more cautious and data-dependent pace of rate increases next year.

The median projection of FOMC members for the Fed funds rate by the end of 2019 was lowered from 3.1% in September to 2.9% in December, indicating that members now expected on average two rate hikes next year instead of three. However, the markets are pricing in one hike for 2019 indicating that markets are pricing a low peak in cycle.

Meanwhile, Brexit travails continued, as the UK government appear no closer to agreeing a Withdrawal Agreement acceptable both to Westminster and the EU.

Portfolio Review

The Fund aims to provide a return that, before fees and expenses, matches the return of the Bloomberg Barclays Global Aggregate Corporate Index (GBP Hedged). The Fund passively invests no less than 90% in fixed income securities that make up the Benchmark Index.

In accordance with the Fund's benchmark, currency hedging to GBP has been maintained in the Fund over the period. Since inception, Fund versus benchmark duration exposure across the curve for major currencies have been minimised where appropriate. The Fund has aimed to minimise active exposures to credit spreads within industries, sectors, seniorities and ratings, while ensuring appropriate issuer coverage.

Outlook

While the US remains an economy with a relatively strong structural growth rate, we think that the shine will come off at the margin as growth moderates in 2019. Higher interest rates, higher costs for businesses and an amount of fading fiscal stimulus all point to growth falling back towards trend - although the US economy will remain the strongest of the majors. Nevertheless, we think the Fed is taking a more pragmatic approach to normalisation in light of recent volatility in financial markets, adopting a wait-and-see approach as the economy adjusts to tighter financial conditions.

With the Italian budget issue resolved for now and a new round of targeted longer-term refinancing operations (TLTROs) in the pipeline for 2019, we foresee a period of relative stability in Europe. The EU parliament elections may highlight the political divides in Europe, exacerbated by the period of low growth currently being experienced. This same weakness in growth will also weigh on fiscals through the year, bringing renewed concerns over deficit limits and debt sustainability of the most indebted countries.

While the Fed has stopped the supertanker of rates normalisation in its tracks, we remain cautious due to Chairman Jerome Powell forgetting to pull the handbrake, or pausing the \$50bn monthly unwind of the balance sheet. While there is little more the Fed can do on rates short of cutting (which it will not do till a recession seems probable), the continued quantitative tightening will remain a key influence on markets, particularly while margin compression is expected.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk			Typically higher rewards, higher risk			
←			→			
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 3 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment.
- Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries. This may mean your money is at greater risk.
- Derivative Risk: Derivatives may currently be used for efficient portfolio management only. At times, though the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

A Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	0.55
Operating charges	0.00
Return after operating charges*	0.55
Distributions	(0.18)
Retained distributions on accumulation shares*	0.18
Closing net asset value per share	100.55
 * after direct transaction costs of:	 0.00
Performance	
Return after charges	0.55%
Other information	
Closing net asset value (£'000)	-
Closing number of shares	100
Operating charges	0.03%
Direct transaction costs	0.00%
Prices	
Highest share price	100.94
Lowest share price	99.75

^A Share class A Accumulation was launched 27 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

A Income shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	0.55
Operating charges	0.00
Return after operating charges*	0.55
Distributions	(0.18)
Closing net asset value per share	100.37
 * after direct transaction costs of:	 0.00
Performance	
Return after charges	0.55%
Other information	
Closing net asset value (£'000)	-
Closing number of shares	100
Operating charges	0.03%
Direct transaction costs	0.00%
Prices	
Highest share price	100.94
Lowest share price	99.75

^A Share class A Income was launched 27 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares^A	2018 pence per share	2017 pence per share
Change in net assets per share		
Opening net asset value per share	100.21	100.00 ^B
Return before operating charges*	(2.63)	0.27
Operating charges	(0.18)	(0.06)
Return after operating charges*	(2.81)	0.21
Distributions	(2.47)	(0.65)
Retained distributions on accumulation shares*	2.47	0.65
Closing net asset value per share	97.40	100.21
 * after direct transaction costs of:	 0.00	 0.00
Performance		
Return after charges	(2.81%)	0.21%
Other information		
Closing net asset value (£'000)	1,806,420	1,529,934
Closing number of shares	1,854,665,085	1,526,737,057
Operating charges	0.18%	0.19%
Direct transaction costs	0.00%	0.00%
Prices		
Highest share price	100.60	100.65
Lowest share price	96.51	99.34

^A Share class B Accumulation was launched 29 August 2017.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Income shares ^A	2018 pence per share	2017 pence per share
Change in net assets per share		
Opening net asset value per share	99.56	100.00 ^B
Return before operating charges*	(2.60)	0.28
Operating charges	(0.17)	(0.06)
Return after operating charges*	(2.77)	0.22
Distributions	(2.44)	(0.66)
Closing net asset value per share	94.35	99.56
 * after direct transaction costs of:	 0.00	 0.00
Performance		
Return after charges	(2.78%)	0.22%
Other information		
Closing net asset value (£'000)	5	6
Closing number of shares	5,000	5,997
Operating charges	0.18%	0.19%
Direct transaction costs	0.00%	0.00%
Prices		
Highest share price	100.30	100.54
Lowest share price	94.12	99.34

^A Share class B Income was launched 29 August 2017.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Bonds (98.88%)		1,764,871	97.70
Australian Dollar Denominated Bonds (0.39%)		5,980	0.33
Corporate Bonds (0.39%)		5,980	0.33
less than 5 years to maturity			
1,700,000	Apple 3.7% 2022	974	0.05
800,000	Commonwealth Bank of Australia 2.9% 2021	444	0.03
500,000	National Australia Bank 3% 2021	278	0.02
1,400,000	Telstra 4% 2022	799	0.04
1,200,000	Verizon Communications 3.5% 2023	674	0.04
1,400,000	Westpac Banking 3.125% 2022	779	0.04
between 5 and 10 years to maturity			
2,000,000	Aurizon Network 4% 2024	1,111	0.06
400,000	Ausgrid Finance 3.75% 2024	222	0.01
510,000	Pacific National Finance Pty 5.25% 2025	296	0.02
700,000	WSO Finance 4.5% 2027	403	0.02
Canadian Dollar Denominated Bonds (2.66%)		61,523	3.41
Corporate Bonds (2.60%)		51,312	2.84
less than 5 years to maturity			
500,000	AltaGas 3.57% 2023	282	0.02
1,000,000	Bank of Montreal 2.12% 2022	563	0.03
2,200,000	Bank of Montreal 2.84% 2020	1,270	0.07
3,000,000	Bank of Nova Scotia 2.27% 2020	1,722	0.10
950,000	Bank of Nova Scotia 2.36% 2022	535	0.03
1,300,000	Bank of Nova Scotia 3.27% 2021	756	0.04
1,300,000	Caisse centrale Desjardins 2.091% 2022	731	0.04
3,400,000	Canadian Imperial Bank of Commerce 2.3% 2022	1,915	0.11
1,400,000	Canadian Natural Resources 2.05% 2020	794	0.04
900,000	Enbridge Pipelines 4.45% 2020	528	0.03
1,250,000	Fairfax Financial 5.84% 2022	776	0.04
900,000	Ford Credit Canada 3.742% 2023	492	0.03
1,400,000	HSBC Bank Canada 2.938% 2020	808	0.04
550,000	Hydro One 2.57% 2021	315	0.02
600,000	Loblaw Companies 4.86% 2023	364	0.02

Holding	Investment	Market value £'000	Percentage of total net assets
2,000,000	National Bank of Canada 2.404% 2019	1,149	0.06
1,250,000	OMERS Realty 3.358% 2023	731	0.04
3,000,000	Royal Bank of Canada 2% 2022	1,681	0.09
2,200,000	TELUS 5.05% 2020	1,308	0.07
1,400,000	Toronto-Dominion Bank 1.909% 2023	771	0.04
3,000,000	Toronto-Dominion Bank 2.563% 2020	1,725	0.10
2,200,000	TransCanada PipeLines 3.69% 2023	1,289	0.07
1,900,000	Wells Fargo 2.509% 2023	1,044	0.06
between 5 and 10 years to maturity			
500,000	Alectra 2.488% 2027	275	0.02
2,200,000	Alimentation Couche-Tard 3.6% 2025	1,246	0.07
850,000	AltaLink 2.747% 2026	480	0.03
600,000	AT&T 4% 2025	342	0.02
2,550,000	Bank of Montreal 2.7% 2024	1,444	0.08
1,100,000	Bank of Montreal FRN 2026	634	0.03
1,600,000	Bank of Nova Scotia 2.62% 2026	886	0.05
650,000	Brookfield Renewable Partners 3.752% 2025	367	0.02
700,000	Bruce Power 3.969% 2026	405	0.02
1,050,000	Canadian Imperial Bank of Commerce FRN 2028	596	0.03
750,000	Choice Properties 3.556% 2024	424	0.02
550,000	Enbridge 3.95% 2024	322	0.02
600,000	Fairfax Financial 4.25% 2027	338	0.02
450,000	First Capital Realty 4.323% 2025	263	0.01
1,300,000	Husky Energy 3.6% 2027	715	0.04
550,000	Hydro One 2.77% 2026	307	0.02
650,000	Intact Financial 2.85% 2027	356	0.02
1,100,000	Inter Pipeline 2.734% 2024	602	0.03
1,300,000	Manufacturers Life Insurance FRN 2027	748	0.04
450,000	NAV Canada 7.4% 2027	338	0.02
1,000,000	Pembina Pipeline 3.54% 2025	565	0.03
1,200,000	Rogers Communications 4% 2024	706	0.04
2,200,000	Royal Bank of Canada FRN 2026	1,270	0.07
1,300,000	Shaw Communications 3.8% 2027	730	0.04
2,000,000	Sun Life Financial FRN 2028	1,137	0.06
350,000	Union Gas 2.81% 2026	196	0.01
between 10 and 15 years to maturity			
250,000	Great-West Lifeco 6.74% 2031	188	0.01
2,150,000	Toronto-Dominion Bank FRN 2031	1,310	0.07

Holding	Investment	Market value £'000	Percentage of total net assets
between 15 and 25 years to maturity			
800,000	407 International 5.96% 2035	591	0.03
500,000	Aeroports de Montreal 5.67% 2037	367	0.02
450,000	British Columbia Ferry Services 4.702% 2043	302	0.02
2,300,000	Brookfield Asset Management 5.95% 2035	1,460	0.08
350,000	CU 5.556% 2037	247	0.01
450,000	Epcor Utilities 5.75% 2039	328	0.02
600,000	FortisBC Energy 6.05% 2038	448	0.02
750,000	Greater Toronto Airports Authority 3.26% 2037	414	0.02
750,000	Hydro One 4.89% 2037	485	0.03
1,000,000	North West Redwater Partnership 4.75% 2037	620	0.03
600,000	Nova Scotia Power 4.15% 2042	352	0.02
200,000	Teranet Holdings 5.754% 2040	116	0.01
850,000	TransCanada PipeLines 4.55% 2041	478	0.03
greater than 25 years to maturity			
800,000	407 International 3.72% 2048	453	0.02
300,000	Alberta PowerLine 4.065% 2054	174	0.01
300,000	AltaGas 4.5% 2044	144	0.01
600,000	AltaLink 3.717% 2046	339	0.02
200,000	Anheuser-Busch InBev Finance 4.32% 2047	105	0.01
1,650,000	Bell Canada 4.75% 2044	941	0.05
350,000	Canadian National Railway 3.95% 2045	205	0.01
1,000,000	CU 4.085% 2044	593	0.03
500,000	CU 4.558% 2053	319	0.02
200,000	Enbridge 4.57% 2044	111	0.01
400,000	Enbridge Gas Distribution 4% 2044	232	0.01
500,000	Enbridge Pipelines 4.55% 2045	285	0.02
350,000	FortisAlberta 3.672% 2047	194	0.01
250,000	Hydro One 3.63% 2049	136	0.01
650,000	Hydro One 3.72% 2047	359	0.02
350,000	Hydro One 4% 2051	201	0.01
300,000	IGM Financial 4.115% 2047	162	0.01
300,000	METRO 5.03% 2044	180	0.01
500,000	Pembina Pipeline 4.81% 2044	276	0.02
200,000	Power Corporation of Canada 4.455% 2048	114	0.01
900,000	TELUS 4.85% 2044	513	0.03
550,000	Union Gas 4.2% 2044	329	0.02

Holding	Investment	Market value £'000	Percentage of total net assets
Government Bonds (0.06%)		10,211	0.57
less than 5 years to maturity			
13,500,000	Canada (Govt of) 1% 2022	7,515	0.42
between 5 and 10 years to maturity			
4,675,000	Canada (Govt of) 2% 2028	2,696	0.15
Euro Denominated Bonds (23.06%)		423,411	23.44
Corporate Bonds (22.93%)		407,927	22.58
less than 5 years to maturity			
1,000,000	A.P. Moller - Maersk 1.75% 2021	921	0.05
2,000,000	ABN Amro 2.125% 2020	1,865	0.10
600,000	Accor 2.375% 2023	568	0.03
600,000	AIB 1.5% 2023	526	0.03
1,400,000	Air Liquide Finance 2.125% 2021	1,327	0.07
700,000	Air Products & Chemicals 0.375% 2021	633	0.04
1,800,000	Akelius Residential Property 1.5% 2022	1,623	0.09
200,000	Albemarle 1.875% 2021	186	0.01
600,000	American Honda Finance 1.375% 2022	556	0.03
2,650,000	Anheuser-Busch InBev 4% 2021	2,592	0.14
1,300,000	APRR 2.25% 2020	1,194	0.07
700,000	Aroundtown 2.125% 2023	637	0.04
1,400,000	ASML 3.375% 2023	1,409	0.08
1,100,000	Auchan 1.75% 2021	1,007	0.06
2,850,000	Autoroutes la France 4.125% 2020	2,693	0.15
200,000	Aviva 0.625% 2023	176	0.01
3,700,000	Banco Santander 4% 2020	3,462	0.19
1,800,000	Bank of America 0.736% 2022	1,622	0.09
2,000,000	Bank of America 0.75% 2023	1,778	0.10
1,900,000	Banque Federative du Credit Mutuel 0.375% 2022	1,704	0.09
1,300,000	Barclays 1.875% 2023	1,152	0.06
1,300,000	Barclays 6.625% 2022	1,308	0.07
1,600,000	BBVA 0.75% 2022	1,413	0.08
2,500,000	Berkshire Hathaway 0.5% 2020	2,254	0.13
500,000	Bharti Airtel 3.375% 2021	451	0.02
600,000	BMW Finance 0.125% 2021	538	0.03
1,400,000	BMW Finance 0.375% 2023	1,231	0.07
1,300,000	BMW Finance 0.5% 2020	1,173	0.07

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,600,000	BMW US Capital 0.625% 2022	1,442	0.08
3,500,000	BNP Paribas 2.25% 2021	3,280	0.18
1,200,000	BNP Paribas 4.5% 2023	1,254	0.07
1,300,000	Bouygues 3.641% 2019	1,201	0.07
1,900,000	BP 1.373% 2022	1,757	0.10
2,500,000	BPCE 1.125% 2022	2,301	0.13
1,500,000	British American Tobacco 2.375% 2023	1,403	0.08
700,000	Capgemini 1.75% 2020	640	0.04
1,700,000	Cargill 2.5% 2023	1,644	0.09
800,000	Carlsberg Breweries 0.5% 2023	708	0.04
1,100,000	Carnival 1.625% 2021	1,012	0.06
1,800,000	Carrefour 1.75% 2022	1,662	0.09
700,000	Celanese 1.125% 2023	617	0.03
700,000	CNH Industrial Finance Europe 2.875% 2023	662	0.04
1,300,000	Coca-Cola European Partners 0.75% 2022	1,180	0.07
1,000,000	Commerzbank 1.5% 2022	916	0.05
1,800,000	Credit Agricole 3.125% 2023	1,792	0.10
700,000	Credit Agricole 3.9% 2021	677	0.04
1,200,000	CRH Finance 3.125% 2023	1,187	0.07
500,000	Criteria Caixa 1.625% 2022	450	0.03
4,100,000	Daimler 2.375% 2022	3,904	0.22
1,000,000	Danone 3.6% 2020	957	0.05
1,200,000	Danske Bank 0.75% 2023	1,066	0.06
1,200,000	Deutsche Bank 2.375% 2023	1,077	0.06
500,000	Deutsche Pfandbriefbank 0.875% 2021	449	0.03
700,000	Deutsche Post 2.75% 2023	693	0.04
1,700,000	Deutsche Telekom 2.125% 2021	1,589	0.09
1,000,000	Deutsche Telekom 4.25% 2022	1,015	0.06
1,100,000	DVB Bank 0.875% 2019	993	0.05
800,000	E.ON Finance 5.75% 2020	773	0.04
500,000	Enel 4.875% 2023	527	0.03
950,000	ENI 4.25% 2020	891	0.05
700,000	Eutelsat 2.625% 2020	639	0.04
800,000	Evonik Industries 1% 2023	730	0.04
600,000	Exor 2.125% 2022	562	0.03
450,000	Experian 4.75% 2020	425	0.02
700,000	Fastighets AB Balder 1.125% 2022	622	0.03
1,300,000	FCA Bank 1.25% 2020	1,172	0.07
700,000	G4S 1.5% 2023	627	0.04
2,000,000	GE Capital 5.375% 2020	1,879	0.10
2,000,000	General Electric 1.25% 2023	1,715	0.09
450,000	General Motors Financial 0.955% 2023	387	0.02

Holding	Investment	Market value £'000	Percentage of total net assets
600,000	GlaxoSmithKline 0% 2020	538	0.03
3,200,000	Glencore 1.25% 2021	2,883	0.16
1,300,000	Goldman Sachs 1.375% 2022	1,185	0.07
1,700,000	Goldman Sachs 2% 2023	1,570	0.09
900,000	Goldman Sachs 2.625% 2020	837	0.05
2,100,000	HeidelbergCement Finance Luxembourg 3.25% 2021	2,017	0.11
1,200,000	Iberdrola 2.5% 2022	1,161	0.06
2,000,000	ING 1% 2023	1,784	0.10
2,500,000	ING 4.875% 2021	2,461	0.14
600,000	Intesa Sanpaolo 2.125% 2023	540	0.03
3,250,000	Intesa Sanpaolo 4.125% 2020	3,040	0.17
500,000	Investor 4.5% 2023	526	0.03
600,000	Jefferies 2.375% 2020	551	0.03
1,200,000	Johnson & Johnson 4.75% 2019	1,120	0.06
1,600,000	JPMorgan Chase 3.875% 2020	1,528	0.08
800,000	KBC 0.875% 2023	716	0.04
1,300,000	Kering 0.875% 2022	1,182	0.07
1,100,000	Koninklijke KPN 4.25% 2022	1,103	0.06
800,000	LeasePlan 0.75% 2022	687	0.04
700,000	Legrand 0.5% 2023	627	0.04
1,800,000	Linde 2% 2023	1,732	0.10
1,800,000	Lloyds Bank 1% 2021	1,637	0.09
2,000,000	LVMH Moet Hennessy Louis Vuitton 0.375% 2022	1,801	0.10
700,000	McDonald's 1% 2023	632	0.03
700,000	Mediobanca Banca di Credito Finanziario 0.625% 2022	595	0.03
900,000	Merck & Co 1.125% 2021	828	0.05
800,000	Nasdaq 1.75% 2023	744	0.04
600,000	NN Group 0.875% 2023	539	0.03
2,000,000	Nordea Bank 4% 2020	1,903	0.11
400,000	Nykredit Realkredit 0.75% 2021	361	0.02
1,400,000	OMV 1.75% 2019	1,276	0.07
1,300,000	OP Corporate Bank 0.75% 2022	1,181	0.07
800,000	Origin Energy Finance 2.5% 2020	742	0.04
1,700,000	Pernod Ricard 1.875% 2023	1,611	0.09
1,900,000	Pfizer 0% 2020	1,708	0.10
250,000	PKO Bank Polski 0.75% 2021	224	0.01
1,200,000	Procter & Gamble 4.125% 2020	1,163	0.06
2,600,000	Rabobank 4.125% 2020	2,436	0.14
2,700,000	Rabobank 4.125% 2022	2,697	0.15
200,000	Raiffeisen Bank 6% 2023	207	0.01
1,000,000	RCI Banque 0.625% 2020	901	0.05

Holding	Investment	Market value £'000	Percentage of total net assets
2,300,000	RCI Banque 1% 2023	2,020	0.11
1,300,000	Repsol 3.625% 2021	1,274	0.07
800,000	Rio Tinto Finance 2% 2020	734	0.04
1,500,000	Roche 6.5% 2021	1,544	0.09
1,300,000	Royal Bank of Scotland 2.5% 2023	1,188	0.07
1,700,000	Ryanair DAC 1.125% 2023	1,504	0.08
800,000	Saint-Gobain 3.625% 2022	790	0.04
1,000,000	Sanofi 1.125% 2022	924	0.05
1,300,000	Sanofi 4.125% 2019	1,206	0.07
1,300,000	Santander Consumer Finance 0.9% 2020	1,177	0.07
400,000	Santander Consumer Finance 1.125% 2023	357	0.02
1,100,000	Santander UK 0.875% 2020	996	0.06
1,000,000	SAP 1.125% 2023	923	0.05
1,200,000	Schneider Electric 3.625% 2020	1,137	0.06
700,000	SES 4.625% 2020	661	0.04
1,100,000	Shell 1.625% 2021	1,022	0.06
800,000	Simon International Finance 1.375% 2022	736	0.04
800,000	Sky 1.875% 2023	747	0.04
600,000	Smiths 1.25% 2023	538	0.03
1,000,000	Societe Generale 0.5% 2023	875	0.05
1,000,000	Societe Generale 2.25% 2020	920	0.05
1,100,000	Societe Generale 4% 2023	1,083	0.06
1,400,000	SpareBank 2.125% 2020	1,286	0.07
1,400,000	Standard Chartered 3.625% 2022	1,337	0.07
1,750,000	Standard Chartered FRN 2023	1,519	0.08
2,000,000	Svenska Handelsbanken 1.125% 2022	1,840	0.10
700,000	Swedbank 0.625% 2021	634	0.04
500,000	Talanx 3.125% 2023	497	0.03
1,000,000	Talent Yield European 1.3% 2022	884	0.05
1,400,000	Telefonica 4.693% 2019	1,307	0.07
2,000,000	Telefonica Emisiones 3.961% 2021	1,945	0.11
1,200,000	Telstra 2.5% 2023	1,167	0.06
1,100,000	Total Capital Canada 1.125% 2022	1,015	0.06
1,100,000	Toyota Motor Credit 0.75% 2022	1,002	0.06
2,300,000	UBS 1.75% 2022	2,130	0.12
2,000,000	UniCredit 2% 2023	1,799	0.10
600,000	Valeo 0.375% 2022	525	0.03
3,300,000	Vodafone 0.375% 2021	2,951	0.16
4,700,000	Volkswagen International Finance 1.125% 2023	4,122	0.23
500,000	Wendel 1.875% 2020	456	0.03
500,000	Xylem 2.25% 2023	471	0.03

Holding	Investment	Market value £'000	Percentage of total net assets
1,200,000	ZF North America Capital 2.75% 2023	1,113	0.06
between 5 and 10 years to maturity			
500,000	2i Rete Gas 3% 2024	475	0.03
1,600,000	AbbVie 2.125% 2028	1,462	0.08
1,000,000	Abertis Infraestructuras 1% 2027	803	0.04
1,200,000	ABN Amro FRN 2025	1,107	0.06
200,000	ACS Servicios Comunicaciones y Energia 1.875% 2026	166	0.01
600,000	Akzo Nobel 1.75% 2024	559	0.03
2,700,000	Anheuser-Busch InBev 1.5% 2025	2,462	0.14
450,000	AP Moller - Maersk 1.75% 2026	384	0.02
600,000	Arkema 1.5% 2025	550	0.03
200,000	Aroundtown 1.625% 2028	160	0.01
400,000	Aroundtown 1.875% 2026	342	0.02
700,000	Asahi 1.151% 2025	617	0.03
600,000	AstraZeneca 1.25% 2028	525	0.03
1,800,000	AT&T 1.8% 2026	1,598	0.09
1,500,000	Atlantia 5.875% 2024	1,490	0.08
1,200,000	AusNet Services 3% 2024	1,195	0.07
600,000	Banco Santander 2.125% 2028	491	0.03
1,200,000	Banco Santander 2.5% 2025	1,075	0.06
1,400,000	Banque Federative du Credit Mutuel 1.625% 2026	1,299	0.07
1,200,000	Banque Federative du Credit Mutuel 2.375% 2026	1,078	0.06
1,400,000	Banque Federative du Credit Mutuel 2.625% 2024	1,372	0.08
1,700,000	BASF 2.5% 2024	1,667	0.09
1,300,000	Bayer 1.5% 2026	1,133	0.06
400,000	BBVA 3.5% 2027	367	0.02
600,000	Belfius Bank 1% 2024	525	0.03
1,200,000	BHP Billiton Finance 3.25% 2027	1,251	0.07
1,200,000	BMW Finance 0.875% 2025	1,056	0.06
2,500,000	BNP Paribas 1.5% 2025	2,214	0.12
700,000	BNP Paribas 2.875% 2026	646	0.04
1,200,000	Booking 2.375% 2024	1,140	0.06
600,000	Bosch 2.625% 2028	611	0.03
1,950,000	BP 2.972% 2026	1,939	0.11
700,000	BPCE 1% 2028	611	0.03
900,000	BPCE 2.75% 2027	839	0.05
600,000	Brambles 1.5% 2027	530	0.03
2,700,000	British Telecom 1.5% 2027	2,302	0.13
800,000	CaixaBank 1.125% 2024	702	0.04
800,000	CaixaBank 2.75% 2028	705	0.04

		Market value £'000	Percentage of total net assets
Holding	Investment		
400,000	Carmila 2.375% 2024	364	0.02
500,000	Cie de Saint-Gobain 1.375% 2027	433	0.02
400,000	Cie Generale des Etablissements Michelin 0.875% 2025	355	0.02
800,000	Citigroup 1.5% 2028	689	0.04
1,100,000	Citigroup FRN 2026	975	0.05
300,000	Citycon Treasury 1.25% 2026	232	0.01
500,000	CK Hutchison 2% 2028	442	0.02
2,100,000	Coca-Cola 1.125% 2027	1,889	0.10
300,000	Commerzbank 1.875% 2028	258	0.01
800,000	Commerzbank 4% 2027	739	0.04
300,000	Covivio 1.5% 2027	251	0.01
500,000	CPI Property 2.125% 2024	432	0.02
1,600,000	Credit Agricole 1.375% 2027	1,437	0.08
600,000	Credit Agricole 1.875% 2026	541	0.03
800,000	Credit Agricole 2.625% 2027	730	0.04
600,000	Credit Mutuel Arkea 3.25% 2026	542	0.03
350,000	Daimler International Finance 1% 2025	305	0.02
1,400,000	Danone 0.709% 2024	1,243	0.07
300,000	DBS FRN 2028	266	0.01
1,300,000	Deutsche Bank 1.125% 2025	1,079	0.06
400,000	Deutsche Bank 1.75% 2028	331	0.02
400,000	Deutsche Boerse 1.125% 2028	364	0.02
1,100,000	DH Europe Finance 2.5% 2025	1,070	0.06
1,700,000	DNB Bank 1.25% 2027	1,522	0.08
1,150,000	EDP 2% 2025	1,048	0.06
500,000	Elia System Operator 3.25% 2028	514	0.03
700,000	Enagas Financiaciones 1.25% 2025	643	0.04
1,300,000	Enel 1.966% 2025	1,194	0.07
800,000	Enel 5.625% 2027	918	0.05
1,900,000	Engie 1% 2026	1,702	0.09
1,050,000	ENI 3.75% 2025	1,076	0.06
900,000	Essity 1.125% 2025	803	0.04
600,000	Eurogrid 1.5% 2028	534	0.03
200,000	FCC Aqualia 2.629% 2027	177	0.01
200,000	Ferrovial Emisiones 2.5% 2024	191	0.01
800,000	Ford Motor Credit 1.355% 2025	651	0.04
1,300,000	Fresenius 4% 2024	1,307	0.07
1,500,000	Gas Natural 2.875% 2024	1,476	0.08
500,000	Gecina 1.375% 2028	432	0.02
1,000,000	Gecina 2% 2024	940	0.05
1,400,000	GlaxoSmithKline 1% 2026	1,233	0.07
400,000	Global Switch 1.5% 2024	350	0.02

Holding	Investment	Market value £'000	Percentage of total net assets
1,550,000	Goldman Sachs 2% 2028	1,353	0.07
700,000	Grand City Properties 1.375% 2026	581	0.03
200,000	Great-West Lifeco 1.75% 2026	180	0.01
800,000	HeidelbergCement Finance Luxembourg 1.625% 2026	704	0.04
600,000	Heineken 1.375% 2027	541	0.03
1,100,000	Heineken 3.5% 2024	1,121	0.06
1,500,000	Holcim Finance Luxembourg 2.25% 2028	1,315	0.07
600,000	Holding d'Infrastructures de Transport 2.25% 2025	543	0.03
2,500,000	HSBC 2.5% 2027	2,359	0.13
1,800,000	Iberdrola Finanzas 1.25% 2027	1,580	0.09
900,000	IBM 0.95% 2025	802	0.04
900,000	ICADE 1.125% 2025	768	0.04
400,000	Imerys 1.5% 2027	341	0.02
1,400,000	ING 3.625% 2026	1,327	0.07
600,000	Inmobiliaria Colonial Socimi 1.45% 2024	517	0.03
200,000	International Flavors & Fragrances 1.75% 2024	184	0.01
550,000	Intesa Sanpaolo 1.75% 2028	449	0.02
400,000	Iren 0.875% 2024	334	0.02
500,000	ISS Global 2.125% 2024	472	0.03
1,100,000	JAB 2% 2028	971	0.05
2,400,000	JPMorgan Chase 1.5% 2025	2,190	0.12
900,000	JPMorgan Chase FRN 2028	807	0.04
1,600,000	Kellogg 1.25% 2025	1,430	0.08
400,000	Kennedy Wilson Europe Real Estate 3.25% 2025	344	0.02
1,100,000	Klepierre 1.375% 2027	977	0.05
300,000	Kojamo 1.625% 2025	259	0.01
600,000	Koninklijke DSM 1% 2025	541	0.03
900,000	Kraft Heinz 2.25% 2028	791	0.04
350,000	LANXESS 1.125% 2025	308	0.02
800,000	Legrand 1% 2026	716	0.04
1,000,000	Lloyds Banking Group 1.5% 2027	833	0.05
500,000	Magna International 1.5% 2027	437	0.02
3,000,000	Mastercard 2.1% 2027	2,915	0.16
200,000	Mercialys 1.8% 2026	162	0.01
800,000	Merlin Properties Socimi 1.75% 2025	694	0.04
300,000	Mitsubishi UFJ Financial 0.872% 2024	265	0.01
400,000	Molnlycke 1.75% 2024	358	0.02
1,300,000	Mondelez International 1.625% 2027	1,162	0.06
250,000	Mondi Finance 1.625% 2026	220	0.01
2,400,000	Morgan Stanley 1.75% 2025	2,182	0.12
700,000	Mylan 2.25% 2024	626	0.03
800,000	National Australia Bank 0.625% 2024	704	0.04

Holding	Investment	Market value £'000	Percentage of total net assets
1,200,000	National Australia Bank 2% 2024	1,088	0.06
300,000	NE Property Cooperatief 1.75% 2024	220	0.01
700,000	Nestle 0.875% 2025	632	0.03
2,500,000	Nordea Bank 1.125% 2025	2,302	0.13
1,600,000	Novartis Finance 0.625% 2028	1,354	0.07
200,000	Nykredit Realkredit 2.75% 2027	186	0.01
500,000	Oracle 3.125% 2025	516	0.03
2,000,000	Philip Morris 2.875% 2026	1,946	0.11
700,000	PPG Industries 0.875% 2025	611	0.03
500,000	Praxair 1.2% 2024	460	0.03
1,400,000	Prologis 3% 2026	1,388	0.08
1,800,000	Rabobank 4.125% 2025	1,956	0.11
200,000	RCI Banque 1.625% 2026	173	0.01
500,000	Red Electrica Financiaciones 1% 2026	445	0.02
800,000	RELX 1.3% 2025	706	0.04
300,000	Ren Finance 1.75% 2028	261	0.01
600,000	Royal Bank of Scotland FRN 2026	513	0.03
400,000	Sampo 1.625% 2028	349	0.02
1,600,000	Sanofi 0.625% 2024	1,445	0.08
1,200,000	Schneider Electric 0.25% 2024	1,045	0.06
400,000	SEB FRN 2028	351	0.02
300,000	SELP Finance 1.5% 2025	256	0.01
850,000	SES 1.625% 2026	734	0.04
400,000	SIAS 3.375% 2024	377	0.02
1,000,000	Smith (DS) 1.375% 2024	864	0.05
1,500,000	Snam 1.25% 2025	1,329	0.07
500,000	Societe Generale 2.125% 2028	445	0.02
300,000	Societe Generale 2.625% 2025	274	0.02
500,000	Sodexo 2.5% 2026	492	0.03
1,000,000	Suez Environnement 5.5% 2024	1,127	0.06
1,800,000	Sumitomo Mitsui Financial 0.934% 2024	1,600	0.09
1,350,000	Sydney Airport Finance 2.75% 2024	1,325	0.07
300,000	TDF Infrastructure SAS 2.5% 2026	272	0.02
800,000	Telekom Finanzmanagement 1.5% 2026	721	0.04
1,100,000	Teliasonera 3.875% 2025	1,146	0.06
1,200,000	Terna Rete Elettrica Nazionale 1.375% 2027	1,014	0.06
500,000	Thales 0.875% 2024	448	0.02
2,500,000	Total Capital International 2.5% 2026	2,477	0.14
900,000	Transurban Finance 1.75% 2028	790	0.04
500,000	UBS Group Funding Switzerland FRN 2025	442	0.02
300,000	Valeo 1.5% 2025	258	0.01
2,500,000	Veolia Environnement 1.59% 2028	2,255	0.12

			Market value £'000	Percentage of total net assets
Holding	Investment			
2,000,000	Verizon Communications 3.25% 2026		2,013	0.11
500,000	Vier Gas Transport 2.875% 2025		504	0.03
800,000	Vinci 1% 2025		714	0.04
900,000	Vivendi 0.875% 2024		798	0.04
1,550,000	Volkswagen Bank 1.25% 2025		1,294	0.07
1,300,000	Vonovia Finance 1.25% 2024		1,134	0.06
2,000,000	Wells Fargo 2% 2026		1,846	0.10
1,700,000	Wells Fargo 2.125% 2024		1,607	0.09
300,000	Wendel 2.5% 2027		261	0.01
800,000	Whirlpool Finance Luxembourg 1.25% 2026		688	0.04
between 10 and 15 years to maturity				
1,500,000	3M 1.75% 2030		1,399	0.08
1,400,000	Allianz Finance II 1.375% 2031		1,243	0.07
2,000,000	Apple 1.375% 2029		1,815	0.10
400,000	APRR 1.5% 2033		348	0.02
1,850,000	AT&T 2.35% 2029		1,627	0.09
300,000	Autoroutes du Sud de la France 1.375% 2030		263	0.01
300,000	Autostrade per l'Italia 1.875% 2029		217	0.01
1,700,000	BG Energy Capital 2.25% 2029		1,627	0.09
800,000	British American Tobacco 2.25% 2030		659	0.04
700,000	Commonwealth Bank of Australia 1.936% 2029		596	0.03
400,000	Daimler 1.5% 2029		340	0.02
800,000	Deutsche Telekom 7.5% 2033		1,186	0.07
1,400,000	ENI 3.625% 2029		1,431	0.08
400,000	Euroclear Investments Bond 1.5% 2030		357	0.02
2,200,000	General Electric 1.5% 2029		1,708	0.09
2,400,000	IBM 1.5% 2029		2,122	0.12
300,000	ING 2.5% 2030		277	0.02
200,000	ING Groep FRN 2029		170	0.01
350,000	Investor 1.5% 2030		317	0.02
600,000	Italgas 1.625% 2029		495	0.03
700,000	McDonald's 2.625% 2029		673	0.04
400,000	Nationwide Building Society FRN 2029		333	0.02
300,000	Orange 8.125% 2033		456	0.03
1,100,000	Richemont International 1.5% 2030		980	0.05
1,300,000	Sanofi 1.375% 2030		1,171	0.06
400,000	Svenska Handelsbanken FRN 2029		355	0.02
900,000	Takeda Pharmaceutical 3% 2030		822	0.05
1,500,000	Telefonica Emisiones 2.932% 2029		1,426	0.08
600,000	Telia 3.5% 2033		629	0.03

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,800,000	Unilever 1.375% 2029	1,597	0.09
300,000	United Technologies 2.15% 2030	267	0.01
900,000	Vodafone 1.6% 2031	735	0.04
1,700,000	Volkswagen International Finance 3.3% 2033	1,502	0.08
200,000	Wal-Mart 4.875% 2029	242	0.01
between 15 and 25 years to maturity			
1,000,000	Anheuser-Busch InBev 2.75% 2036	901	0.05
2,700,000	Assicurazioni Generali 7.75% 2042	2,817	0.16
400,000	AT&T 3.15% 2036	341	0.02
500,000	BASF 1.625% 2037	423	0.02
400,000	Chubb INA 2.5% 2038	353	0.02
300,000	Cie Generale des Etablissements Michelin 2.5% 2038	277	0.02
1,300,000	CNP Assurances 6.875% 2041	1,334	0.07
450,000	Coca-Cola 1.625% 2035	395	0.02
500,000	Daimler 2.125% 2037	434	0.02
600,000	Engie 2% 2037	540	0.03
500,000	Hannover 5% 2043	508	0.03
900,000	Munich Re 6.25% 2042	937	0.05
400,000	Nestle Finance International 1.75% 2037	364	0.02
800,000	Thermo Fisher Scientific 2.875% 2037	731	0.04
2,300,000	Unibail-Rodamco 2% 2036	1,964	0.11
400,000	UNIQA Insurance FRN 2043	403	0.02
600,000	Verizon Communications 2.875% 2038	540	0.03
1,000,000	Zurich 4.25% 2043	979	0.05
greater than 25 years to maturity			
500,000	ASR Nederland 5.125% 2045	474	0.03
800,000	Bayer 2.375% 2075	680	0.04
300,000	Bertelsmann FRN 2075	262	0.01
1,200,000	BHP Billiton Finance FRN 2076	1,145	0.06
200,000	CNP Assurances FRN 2047	188	0.01
200,000	ELM BV for Helvetia Schweizerische Versicherungsgesellschaft FRN 2047	175	0.01
500,000	Enel FRN 2078	413	0.02
200,000	Evonik Industries FRN 2077	172	0.01
500,000	Mapfre FRN 2047	458	0.03
300,000	Merck 2.625% 2074	275	0.02
900,000	NGG 4.25% 2076	824	0.05
1,100,000	NN Group FRN 2044	1,038	0.06

			Market value £'000	Percentage of total net assets
	Holding	Investment		
	500,000	SCOR 3% 2046	446	0.02
	400,000	Talanx FRN 2047	324	0.02
	200,000	Vienna Insurance FRN 2046	183	0.01
	550,000	Vodafone FRN 2079	461	0.03
	500,000	Volvo Treasury FRN 2075	460	0.03
Perpetual				
	700,000	Achmea 4.25% Perpetual	609	0.03
	2,500,000	Allianz FRN Perpetual	2,462	0.14
	1,300,000	AXA 3.941% Perpetual	1,205	0.07
	600,000	BNP Paribas FRN Perpetual	533	0.03
	200,000	CNP Assurances FRN Perpetual	168	0.01
	1,300,000	Credit Agricole Assurances 4.25% Perpetual	1,155	0.06
	300,000	Danone FRN Perpetual	252	0.01
	200,000	Elia System Operator 2.75% Perpetual	175	0.01
	400,000	ELM BV for Swiss Life Insurance & Pension FRN Perpetual	369	0.02
	1,600,000	Engie 4.75% Perpetual	1,520	0.08
	500,000	Groupama FRN Perpetual	468	0.03
	200,000	Iberdrola 1.875% Perpetual	167	0.01
	200,000	Iberdrola 2.625% Perpetual	173	0.01
	200,000	NN Group FRN Perpetual	180	0.01
	300,000	OMV FRN Perpetual	306	0.02
	1,400,000	Orange FRN Perpetual	1,362	0.08
	400,000	Sogecap 4.125% Perpetual	357	0.02
	1,100,000	Suez FRN Perpetual	973	0.05
	1,400,000	TOTAL 2.25% Perpetual	1,266	0.07
	900,000	TOTAL 2.625% Perpetual	799	0.04
	400,000	TOTAL 3.369% Perpetual	366	0.02
	1,000,000	Volkswagen 5.125% Perpetual	925	0.05
	600,000	Volkswagen International Finance 3.75% Perpetual	543	0.03
	1,300,000	Volkswagen International Finance 3.875% Perpetual	1,045	0.06
	1,300,000	Vonovia Finance 4% fixed to floating Perpetual	1,198	0.07
Government Bonds (0.13%)			15,484	0.86
less than 5 years to maturity				
	16,000,000	France (Govt of) FRN 2023	14,448	0.80

Holding	Investment	Market value £'000	Percentage of total net assets
between 5 and 10 years to maturity			
1,150,000	France (Govt of) 0.75% 2028	1,036	0.06
Sterling Denominated Bonds (5.20%)		90,900	5.02
Corporate Bonds (5.20%)		83,304	4.60
less than 5 years to maturity			
1,000,000	Barclays 10% 2021	1,151	0.06
800,000	BMW US Capital 2% 2019	803	0.05
600,000	Coventry 5.875% 2022	676	0.04
400,000	Credit Suisse 3% 2022	409	0.02
400,000	Daimler 1.5% 2022	393	0.02
2,100,000	Deutsche Bank 1.875% 2020	2,071	0.12
1,000,000	Deutsche Telekom 6.5% 2022	1,145	0.06
300,000	GKN 5.375% 2022	314	0.02
1,200,000	Imperial Brands 9% fixed to floating 2022	1,433	0.08
200,000	Investec Bank 9.625% 2022	234	0.01
500,000	Marks & Spencer 3% 2023	492	0.03
600,000	Rabobank 2.25% 2022	609	0.03
1,000,000	RWE 5.5% 2022	1,119	0.06
800,000	Severn Trent 1.125% 2021	789	0.04
900,000	Southern Gas Networks 4.875% 2023	1,018	0.06
400,000	Svenska Handelsbanken 2.375% 2022	407	0.02
500,000	Telefonica Emisiones 5.597% 2020	522	0.03
600,000	United Utilities 5.75% 2022	677	0.04
800,000	Volkswagen Financial Services 1.75% 2020	798	0.04
700,000	Western Power 5.25% 2023	786	0.04
between 5 and 10 years to maturity			
300,000	ABP 6.25% 2026	360	0.02
500,000	Anglian Water 4.5% 2026	536	0.03
800,000	Barclays 3.25% 2027	766	0.04
200,000	Barclays 5.75% fixed to floating 2026	224	0.01
200,000	Bouygues 5.5% 2026	237	0.01
1,400,000	British American Tobacco 4% 2026	1,481	0.08
700,000	British Telecom 5.75% 2028	849	0.05
400,000	Brown-Forman 2.6% 2028	401	0.02
250,000	CYBG 4% 2026	231	0.01
1,150,000	Digital Stout 4.25% 2025	1,217	0.07

			Market value £'000	Percentage of total net assets
Holding	Investment			
250,000	Dwr Cymru Financing 6.015% 2028		326	0.02
900,000	Goldman Sachs 4.25% 2026		963	0.05
800,000	Hammerson 3.5% 2025		789	0.04
1,200,000	Heathrow Funding 7.125% 2024		1,441	0.08
3,100,000	HSBC 5.75% 2027		3,542	0.20
400,000	Iberdrola 7.375% 2024		497	0.03
900,000	Imperial Brands 5.5% 2026		1,027	0.06
300,000	InterContinental Hotels 3.75% 2025		312	0.02
1,000,000	Lloyds Bank 7.625% 2025		1,240	0.07
800,000	Lloyds Banking Group 2.25% 2024		765	0.04
500,000	MetLife Global Funding I 3.5% 2026		544	0.03
200,000	Morrison (Wm) 3.5% 2026		207	0.01
1,000,000	National Grid 2.125% 2028		933	0.05
800,000	Nationwide Building Society 3.25% 2028		827	0.05
600,000	Northumbrian Water 2.375% 2027		581	0.03
200,000	Orange 8.125% 2028		291	0.02
200,000	Places For People 2.875% 2026		194	0.01
700,000	Santander UK Group 3.625% 2026		706	0.04
1,200,000	Thames Water 1.875% 2024		1,165	0.07
200,000	TP ICAP 5.25% 2024		186	0.01
200,000	Tritax Big Box REIT 2.625% 2026		194	0.01
400,000	Wessex Water Services Finance 5.375% 2028		490	0.03
200,000	Yorkshire Building Society 3.375% 2028		172	0.01
between 10 and 15 years to maturity				
1,000,000	Aegon 6.125% 2031		1,354	0.07
700,000	Anheuser-Busch InBev 2.25% 2029		644	0.04
200,000	Aroundtown 3% 2029		182	0.01
400,000	BPCE 5.25% 2029		450	0.03
800,000	Centrica 7% 2033		1,115	0.06
200,000	Compass 2% 2029		193	0.01
500,000	CRH 4.125% 2029		546	0.03
800,000	E.On Finance 6.375% 2032		1,057	0.06
400,000	East Japan Railway 4.75% 2031		507	0.03
600,000	GE Capital 5.875% 2033		665	0.04
400,000	GlaxoSmithKline 5.25% 2033		523	0.03
400,000	Koninklijke KPN 5.75% 2029		484	0.03
900,000	Legal & General 5.875% 2031		1,199	0.07
400,000	Rabobank 4.625% 2029		430	0.02
200,000	Saint-Gobain 4.625% 2029		227	0.01
400,000	Segro 2.375% 2029		378	0.02

			Market value £'000	Percentage of total net assets
	Holding	Investment		
	1,000,000	South Eastern Power Networks 5.625% 2030	1,256	0.07
	200,000	Thames Water Utilities Cayman 2.625% 2032	186	0.01
	600,000	Western Power 5.75% 2032	763	0.04
between 15 and 25 years to maturity				
	200,000	America Movil 4.375% 2041	227	0.01
	600,000	Annington Funding 3.685% 2034	570	0.03
	1,000,000	AT&T 7% 2040	1,387	0.08
	1,300,000	Aviva 6.625% fixed to floating 2041	1,402	0.08
	500,000	BHP Billiton 4.3% 2042	612	0.03
	200,000	Circle Anglia 7.25% 2038	320	0.02
	500,000	Enel 5.75% 2040	589	0.03
	500,000	Eversholt 6.697% 2035	630	0.04
	200,000	Freshwater 5.182% 2035	257	0.01
	600,000	Gatwick 3.125% 2039	564	0.03
	300,000	General Electric 4.875% 2037	266	0.01
	200,000	GenFinance II 6.064% 2039	277	0.02
	200,000	Great Rolling Stock 6.875% 2035	193	0.01
	900,000	London & Quadrant Housing Trust 5.5% 2040	1,197	0.07
	300,000	Manchester Airport 4.75% 2034	356	0.02
	1,000,000	Motability Operations 3.625% 2036	1,105	0.06
	200,000	Northern Gas Networks Finance 4.875% 2035	245	0.01
	990,000	Pfizer 2.735% 2043	961	0.05
	200,000	Rabobank 5.25% 2041	276	0.02
	200,000	RL Finance 6.125% fixed to floating 2043	216	0.01
	800,000	RWE 6.125% 2039	1,077	0.06
	200,000	Sanctuary Capital 6.697% 2039	304	0.02
	300,000	Scottish Widows 7% 2043	345	0.02
	800,000	Southern Water 4.5% 2038	852	0.05
	800,000	SSE 6.25% fixed to floating 2038	1,097	0.06
	400,000	THFC Funding No.2 6.35% 2039	574	0.03
	200,000	Veolia Environment 6.125% 2037	278	0.02
	450,000	Verizon Communications 3.375% 2036	441	0.02
	700,000	Wal-Mart 5.25% 2035	965	0.05
	651,000	Wells Fargo 4.625% 2035	796	0.04
	100,000	Welltower 4.5% 2034	108	0.01
	500,000	Yorkshire Water 6.375% 2039	739	0.04
greater than 25 years to maturity				
	400,000	Aviva 6.875% 2058	445	0.03

			Market value £'000	Percentage of total net assets
Holding	Investment			
400,000	AXA 5.625% 2054		411	0.02
200,000	Bromford Housing 3.125% 2048		196	0.01
400,000	Engie 5% 2060		560	0.03
1,000,000	GlaxoSmithKline 4.25% 2045		1,211	0.07
500,000	Heathrow Funding 4.625% 2046		593	0.03
500,000	Land Securities 2.75% 2057		456	0.03
200,000	Martlet Homes 3% 2052		185	0.01
200,000	McDonald's 4.125% 2054		225	0.01
700,000	NGG 5.625% fixed to floating 2073		737	0.04
500,000	Notting Hill Housing Trust 4.375% 2054		589	0.03
200,000	Orbit Capital 3.375% 2048		198	0.01
200,000	Paragon 3.625% 2047		207	0.01
500,000	Peabody Capital 4.625% 2053		626	0.03
500,000	Prudential 5% 2055		496	0.03
200,000	Society of Lloyd's 4.875% 2047		199	0.01
500,000	Thames Water 4.625% 2046		583	0.03
200,000	University of Cambridge 3.75% 2052		256	0.01
200,000	University of Oxford 2.544% 2117		178	0.01
900,000	Vodafone 3% 2056		720	0.04
300,000	Wellcome Trust 2.517% 2118		264	0.01
200,000	Wheatley 4.375% 2044		226	0.01
200,000	WM Treasury 2 3.25% 2048		196	0.01
Perpetual				
200,000	Aviva 6.125% fixed to floating Perpetual		207	0.01
200,000	AXA 6.6862% fixed to floating Perpetual		218	0.01
800,000	BUPA FRN Perpetual		833	0.05
1,300,000	Orange 5.875% Perpetual		1,364	0.08
Government Bonds (0.00%)			7,596	0.42
less than 5 years to maturity				
7,350,000	UK (Govt of) 1.75% 2022		7,596	0.42
Swiss Franc Denominated Bonds (0.20%)			3,167	0.18
Corporate Bonds (0.20%)			3,167	0.18
less than 5 years to maturity				
3,900,000	Credit Suisse 1% 2023		3,167	0.18

Holding	Investment	Market value £'000	Percentage of total net assets
US Dollar Denominated Bonds (63.38%)		1,179,890	65.32
Corporate Bonds (62.83%)		1,161,887	64.32
less than 5 years to maturity			
1,500,000	ABB Finance USA 2.875% 2022	1,161	0.06
2,500,000	AbbVie 2.5% 2020	1,944	0.11
2,250,000	AbbVie 2.9% 2022	1,723	0.10
2,000,000	Actavis Funding 3% 2020	1,564	0.09
500,000	Adani Ports & Special Economic Zone 3.95% 2022	388	0.02
900,000	Aflac 3.625% 2023	707	0.04
1,300,000	Air Lease 2.125% 2020	1,006	0.06
700,000	Aircastle 5.5% 2022	562	0.03
1,500,000	Alibaba 3.125% 2021	1,165	0.06
2,200,000	Allergan Funding 3.45% 2022	1,699	0.09
3,300,000	Altria 2.625% 2020	2,568	0.14
2,300,000	Amazon.com 2.5% 2022	1,762	0.10
2,500,000	America Movil 3.125% 2022	1,924	0.11
450,000	American Campus Communities 3.75% 2023	350	0.02
2,100,000	American Express 2.2% 2020	1,631	0.09
2,500,000	American Express 2.5% 2022	1,893	0.10
2,000,000	American Honda Finance 2% 2020	1,552	0.09
2,200,000	American International 3.3% 2021	1,721	0.10
1,900,000	American Tower 2.25% 2022	1,430	0.08
2,200,000	Amgen 2.125% 2020	1,704	0.09
600,000	Amphenol 4% 2022	481	0.03
2,700,000	Anglo American Capital 4.125% 2021	2,123	0.12
2,600,000	Anheuser-Busch InBev 3.3% 2023	1,988	0.11
3,500,000	Apple 1.9% 2020	2,726	0.15
1,900,000	Apple 2.85% 2021	1,493	0.08
1,275,000	Applied Materials 2.625% 2020	994	0.06
400,000	ArcelorMittal 6.25% 2022	332	0.02
700,000	Ares Capital 3.625% 2022	537	0.03
3,800,000	AT&T 3.6% 2023	2,956	0.16
3,000,000	AT&T 5% 2021	2,435	0.13
900,000	Avnet 3.75% 2021	709	0.04
900,000	Azure Nova International Finance 2.625% 2021	682	0.04
1,000,000	Azure Orbit International Finance 3.75% 2023	786	0.04
1,000,000	Baidu 3.5% 2022	779	0.04
1,400,000	Baker Hughes 2.773% 2022	1,058	0.06
900,000	Banco de Credito del Peru 4.25% 2023	702	0.04
1,000,000	Banco Santander 3.125% 2023	743	0.04

Holding	Investment	Market value £'000	Percentage of total net assets
1,000,000	Bangkok Bank 3.875% 2022	792	0.04
4,800,000	Bank of America 4.1% 2023	3,829	0.21
2,350,000	Bank of America FRN 2021	1,808	0.10
5,643,000	Bank of America FRN 2023	4,303	0.24
450,000	Bank of Ireland 4.5% 2023	347	0.02
850,000	Bank of Montreal 1.9% 2021	646	0.04
1,500,000	Bank of Montreal 2.1% 2019	1,167	0.06
950,000	Bank of Montreal 2.55% 2022	722	0.04
1,200,000	Bank of Nova Scotia 2.7% 2022	922	0.05
1,700,000	Banque Federative du Credit Mutuel 2.2% 2020	1,311	0.07
1,400,000	Barclays 2.75% 2019	1,089	0.06
1,300,000	Barclays 2.875% 2020	1,001	0.06
1,700,000	Barclays 3.684% 2023	1,281	0.07
1,900,000	Bayer 2.375% 2019	1,486	0.08
600,000	BB&T 2.15% 2021	461	0.03
2,100,000	BB&T 2.45% 2020	1,638	0.09
1,000,000	BBVA Bancomer 6.5% 2021	817	0.05
1,500,000	Becton Dickinson 2.675% 2019	1,166	0.06
1,600,000	Becton Dickinson 2.894% 2022	1,217	0.07
3,000,000	Biogen 3.625% 2022	2,360	0.13
1,200,000	Blackstone 4.75% 2023	985	0.05
950,000	BNP Paribas 3.25% 2023	731	0.04
2,500,000	BNY Mellon 2.15% 2020	1,945	0.11
1,500,000	BNZ International Funding 2.65% 2022	1,135	0.06
700,000	Boardwalk Pipelines 3.375% 2023	528	0.03
2,500,000	Boeing 2.35% 2021	1,937	0.11
400,000	Boral Finance 3% 2022	303	0.02
764,000	Boston Scientific 6% 2020	617	0.03
2,000,000	BP 2.521% 2020	1,560	0.09
3,000,000	BP 3.561% 2021	2,372	0.13
800,000	BPCE 3% 2022	607	0.03
1,000,000	Braskem Finance 5.75% 2021	807	0.04
900,000	Bristol-Myers Squibb 3.25% 2023	711	0.04
3,800,000	British American Tobacco 2.75% 2020	2,931	0.16
2,009,000	British Sky Broadcasting 3.125% 2022	1,552	0.09
1,400,000	Broadcom 3% 2022	1,058	0.06
900,000	Bunge Finance 3% 2022	682	0.04
500,000	CA 3.6% 2022	384	0.02
800,000	Canadian Imperial Bank of Commerce 2.7% 2021	625	0.03
2,550,000	Capital One 2.35% 2020	1,976	0.11
1,100,000	Capital One Bank 3.375% 2023	835	0.05
900,000	Capital One Financial 3.2% 2023	686	0.04

Holding	Investment	Market value £'000	Percentage of total net assets
1,500,000	Cardinal Health 4.625% 2020	1,207	0.07
1,700,000	Caterpillar Financial Services 1.7% 2021	1,285	0.07
250,000	CBQ Finance 5% 2023	197	0.01
600,000	CBS 2.5% 2023	444	0.02
1,800,000	Celgene 3.55% 2022	1,400	0.08
2,600,000	Cenovus Energy 3.8% 2023	1,961	0.11
1,450,000	Chevron 2.193% 2019	1,134	0.06
2,500,000	Chevron 2.566% 2023	1,908	0.11
500,000	Cintas 2.9% 2022	386	0.02
3,900,000	Cisco Systems 2.45% 2020	3,045	0.17
4,000,000	Citigroup 2.65% 2020	3,098	0.17
1,100,000	Citigroup 4.05% 2022	864	0.05
4,500,000	Citigroup FRN 2023	3,419	0.19
950,000	CMHI Finance BVI 4.375% 2023	751	0.04
800,000	CMS Energy 5.05% 2022	655	0.04
700,000	CNH Industrial Capital 4.375% 2022	552	0.03
2,800,000	Coca-Cola 3.15% 2020	2,205	0.12
1,000,000	Colgate-Palmolive 1.95% 2023	753	0.04
3,450,000	Comcast 3.45% 2021	2,737	0.15
3,800,000	Comcast 5.15% 2020	3,052	0.17
3,000,000	Commonwealth Bank of Australia 2.25% 2020	2,333	0.13
269,000	Compass 2.875% 2022	202	0.01
600,000	Consolidated Edison 2% 2021	457	0.03
1,250,000	Constellation Brands 4.25% 2023	990	0.05
1,360,000	Continental Airlines 2009-2 Class A Pass Through Trust 7.25% 2019	649	0.04
1,200,000	Continental Resources 4.5% 2023	928	0.05
1,900,000	Cooperatieve Rabobank 2.5% 2021	1,465	0.08
1,600,000	Cooperatieve Rabobank 4.625% 2023	1,274	0.07
2,100,000	Costco Wholesale 1.75% 2020	1,629	0.09
2,100,000	Credit Agricole 2.375% 2021	1,607	0.09
3,500,000	Credit Suisse 4.375% 2020	2,795	0.15
1,200,000	Crown Castle International 2.25% 2021	913	0.05
2,400,000	CVS Health 2.8% 2020	1,867	0.10
2,500,000	CVS Health 3.7% 2023	1,941	0.11
1,500,000	Daimler Finance North America 2.875% 2021	1,162	0.06
1,125,000	Danske Bank 2.2% 2020	865	0.05
3,100,000	Dell International 5.45% 2023	2,477	0.14
1,100,000	Delta Air Lines 3.625% 2022	844	0.05
1,500,000	Diageo Investment 2.875% 2022	1,164	0.06
800,000	DIB Sukuk 3.664% 2022	615	0.03
2,100,000	Discover Bank 3.1% 2020	1,637	0.09

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,900,000	Dominion Energy 2.579% 2020	1,470	0.08
1,000,000	Dominion Energy Gas 2.5% 2019	779	0.04
800,000	Dow Chemical 4.25% 2020	639	0.04
1,600,000	DowDuPont 4.205% 2023	1,284	0.07
900,000	DR Horton 5.75% 2023	742	0.04
2,100,000	Duke Energy 2.4% 2022	1,582	0.09
2,000,000	eBay 2.75% 2023	1,512	0.08
1,700,000	El du Pont de Nemours 2.2% 2020	1,325	0.07
800,000	Embraer 5.15% 2022	647	0.04
2,500,000	EMD Finance 2.4% 2020	1,941	0.11
600,000	Emera US Finance 2.7% 2021	459	0.03
2,400,000	Enel 2.875% 2022	1,784	0.10
2,000,000	Entergy 4% 2022	1,577	0.09
500,000	Enterprise Products Operating 5.25% 2020	400	0.02
1,600,000	EOG Resources 2.625% 2023	1,208	0.07
1,100,000	EQT 3% 2022	818	0.05
1,600,000	ERAC USA Finance 2.7% 2023	1,188	0.07
1,000,000	Eversource Energy 2.75% 2022	768	0.04
3,800,000	Exelon Generation 2.95% 2020	2,962	0.16
900,000	Express Scripts 3% 2023	679	0.04
1,850,000	Exxon Mobil 1.912% 2020	1,439	0.08
705,000	Fidelity National Information Services 3.5% 2023	547	0.03
2,100,000	Fidelity National Information Services 3.625% 2020	1,656	0.09
807,000	Fifth Third Bancorp 3.5% 2022	635	0.04
1,100,000	Fifth Third Bank 2.2% 2020	846	0.05
450,000	Flowserve 3.5% 2022	348	0.02
1,975,000	Ford Motor Credit 2.597% 2019	1,532	0.09
4,000,000	Ford Motor Credit 2.979% 2022	2,898	0.16
2,500,000	Ford Motor Credit 3.336% 2021	1,901	0.11
1,000,000	Fresenius Medical Care 4.125% 2020	782	0.04
1,700,000	GE Capital International Funding 2.342% 2020	1,288	0.07
1,000,000	General Dynamics 3.375% 2023	789	0.04
1,200,000	General Electric 3.15% 2022	891	0.05
1,726,000	General Electric 5.5% 2020	1,371	0.08
1,500,000	General Mills 2.6% 2022	1,132	0.06
500,000	General Motors Financial 4.375% 2021	394	0.02
3,600,000	General Motors Financial 4.375% 2021	2,838	0.16
2,150,000	Georgia Power 2.85% 2022	1,653	0.09
1,400,000	Georgia-Pacific 5.4% 2020	1,137	0.06
1,200,000	Gerdau Trade 4.75% 2023	952	0.05
1,900,000	Gilead Sciences 2.55% 2020	1,480	0.08
1,400,000	GlaxoSmithKline 3.375% 2023	1,105	0.06

Holding	Investment	Market value £'000	Percentage of total net assets
2,400,000	Goldman Sachs 3% 2022	1,829	0.10
2,200,000	Goldman Sachs 5.25% 2021	1,791	0.10
5,000,000	Goldman Sachs 5.375% 2020	4,012	0.22
600,000	Hartford Financial Services 5.125% 2022	494	0.03
400,000	Healthcare Trust of America 2.95% 2022	305	0.02
2,000,000	Hewlett Packard Enterprise 4.4% 2022	1,602	0.09
2,000,000	Home Depot 1.8% 2020	1,546	0.09
900,000	Hospitality Properties Trust 4.25% 2021	708	0.04
900,000	Host Hotels & Resorts 3.75% 2023	693	0.04
800,000	HP 3.75% 2020	635	0.04
2,400,000	HSBC 2.35% 2020	1,865	0.10
1,200,000	HSBC 2.65% 2022	914	0.05
1,300,000	HSBC 3.4% 2021	1,018	0.06
3,400,000	HSBC 3.6% 2023	2,644	0.15
2,400,000	Humana 3.15% 2022	1,848	0.10
1,700,000	Huntington National Bank 2.4% 2020	1,322	0.07
2,200,000	Hutchison Whampoa International 11 4.625% 2022	1,786	0.10
800,000	Hyundai Capital America 2.55% 2020	621	0.03
1,300,000	Hyundai Capital America 3.1% 2022	999	0.06
2,300,000	IBM 1.625% 2020	1,772	0.10
1,700,000	IBM 2.875% 2022	1,300	0.07
2,030,000	ICICI Bank 3.25% 2022	1,547	0.09
900,000	ING 5.8% 2023	737	0.04
1,700,000	Intel 3.3% 2021	1,349	0.07
1,200,000	Intercontinental Exchange 4% 2023	965	0.05
3,050,000	International Lease Finance 8.625% 2022	2,663	0.15
600,000	Inversiones CMPC 4.375% 2023	464	0.03
1,200,000	Jackson National Life Global Funding 2.1% 2021	910	0.05
600,000	John Deere Capital 2.55% 2021	467	0.03
2,700,000	John Deere Capital 2.8% 2023	2,073	0.11
3,500,000	JPMorgan Chase 2.25% 2020	2,721	0.15
2,100,000	JPMorgan Chase 2.295% 2021	1,608	0.09
1,300,000	JPMorgan Chase 2.7% 2023	980	0.05
5,000,000	JPMorgan Chase 3.25% 2022	3,896	0.22
3,200,000	JPMorgan Chase 4.625% 2021	2,584	0.14
300,000	KEB Hana Bank 2.5% 2021	231	0.01
3,200,000	KeyCorp 2.9% 2020	2,494	0.14
400,000	Kia Motors 3% 2023	301	0.02
2,400,000	Kinder Morgan Energy Partners 3.95% 2022	1,883	0.10
1,400,000	Kinder Morgan Energy Partners 6.85% 2020	1,138	0.06
600,000	Kohls 4% 2021	477	0.03
400,000	Kuwait Projects 5% 2023	309	0.02

		Market value £'000	Percentage of total net assets
Holding	Investment		
400,000	Leading Affluence 4.5% 2023	297	0.02
1,000,000	Liberty Mutual 4.25% 2023	791	0.04
1,700,000	Lloyds Bank 5.8% 2020	1,365	0.08
1,960,000	Lloyds Bank 6.5% 2020	1,600	0.09
1,050,000	Lloyds Banking Group FRN 2023	782	0.04
1,200,000	Lockheed Martin 2.5% 2020	932	0.05
500,000	Longfor Properties 3.9% 2023	372	0.02
1,000,000	Lowe's 3.8% 2021	796	0.04
1,000,000	LyondellBasell Industries 6% 2021	830	0.05
2,400,000	Macquarie 6% 2020	1,931	0.11
950,000	Macy's Retail 3.875% 2022	737	0.04
1,000,000	Manufacturers & Traders Trust 2.5% 2022	761	0.04
3,000,000	Marathon Oil 2.8% 2022	2,212	0.12
500,000	Marathon Petroleum 4.75% 2023	402	0.02
124,000	Masco 5.95% 2022	103	0.01
1,500,000	MassMutual Global Funding II 2.5% 2022	1,141	0.06
1,700,000	McDonald's 2.2% 2020	1,318	0.07
2,400,000	Medtronic 3.125% 2022	1,874	0.10
1,300,000	Merck & Co 1.85% 2020	1,012	0.06
4,600,000	MetLife 4.368% 2023	3,747	0.21
1,000,000	Metropolitan Life Global Funding I 2.5% 2020	776	0.04
600,000	Mexichem 4.875% 2022	476	0.03
4,800,000	Microsoft 2% 2020	3,723	0.21
1,200,000	Mitsubishi 2.625% 2022	919	0.05
3,100,000	Mitsubishi UFJ Financial 2.665% 2022	2,364	0.13
1,150,000	Mitsubishi UFJ Financial 3.761% 2023	906	0.05
2,600,000	Mitsubishi UFJ Trust & Banking 2.65% 2020	2,016	0.11
1,848,000	Mizuho Financial 2.632% 2021	1,425	0.08
3,100,000	Mizuho Financial 2.953% 2022	2,385	0.13
1,000,000	MMC Finance 4.1% 2023	747	0.04
1,500,000	Molson Coors Brewing 3.5% 2022	1,167	0.06
1,600,000	Mondelez International 1.625% 2019	1,239	0.07
1,200,000	Moody's 4.5% 2022	967	0.05
4,000,000	Morgan Stanley 2.625% 2021	3,062	0.17
800,000	Mosaic 4.25% 2023	633	0.04
800,000	Motorola Solutions 3.75% 2022	621	0.03
600,000	Mylan 3.15% 2021	461	0.03
300,000	Nan Fung Treasury 4.5% 2022	240	0.01
2,500,000	National Australia Bank (New York) 2.25% 2020	1,946	0.11
3,300,000	National Australia Bank (New York) 2.5% 2022	2,514	0.14
350,000	National Oilwell Varco 2.6% 2022	259	0.01
2,000,000	National Rural Utilities Cooperative Finance 2% 2020	1,556	0.09

Holding	Investment	Market value £'000	Percentage of total net assets
500,000	NBK SPC 2.75% 2022	378	0.02
2,350,000	Nestle 3.1% 2021	1,853	0.10
200,000	Nestle 3.125% 2023	158	0.01
2,300,000	New York Life Global Funding 1.7% 2021	1,738	0.10
600,000	Newcrest Finance 4.2% 2022	474	0.03
600,000	Newmont Mining 3.5% 2022	467	0.03
1,600,000	Nissan Motor Acceptance 2.25% 2020	1,243	0.07
600,000	Nissan Motor Acceptance 2.6% 2022	449	0.02
2,900,000	Nomura 6.7% 2020	2,366	0.13
1,800,000	Nordea Bank 4.25% 2022	1,419	0.08
1,850,000	Northern States Power 2.15% 2022	1,396	0.08
1,200,000	Northern Trust 2.375% 2022	916	0.05
700,000	Northrop Grumman 3.25% 2023	540	0.03
2,100,000	Novartis Capital 1.8% 2020	1,631	0.09
1,500,000	Occidental Petroleum 4.1% 2021	1,197	0.07
1,800,000	Omnicom 3.625% 2022	1,393	0.08
5,400,000	Oracle 2.5% 2022	4,124	0.23
2,400,000	Orange 1.625% 2019	1,860	0.10
900,000	PACCAR Financial 1.95% 2020	699	0.04
600,000	Packaging Corporation of America 4.5% 2023	482	0.03
2,300,000	Penske Truck Leasing 2.7% 2023	1,709	0.09
1,800,000	PepsiCo 2.75% 2022	1,399	0.08
1,500,000	PepsiCo 4.5% 2020	1,199	0.07
2,200,000	Philip Morris International 2.625% 2023	1,657	0.09
1,000,000	Philip Morris International 4.5% 2020	798	0.04
2,500,000	PNC Bank 2.45% 2020	1,936	0.11
2,200,000	PNC Financial Services 2.854% 2022	1,698	0.09
800,000	Protective Life Global Funding 2.262% 2020	622	0.03
2,600,000	Prudential Financial 5.375% 2020	2,105	0.12
500,000	QIB Sukuk 3.251% 2022	379	0.02
1,000,000	QUALCOMM 3% 2022	773	0.04
1,200,000	Rabobank 3.875% 2022	951	0.05
1,500,000	Raytheon 3.125% 2020	1,181	0.07
955,000	Regency Energy Finance 5% 2022	764	0.04
600,000	Regions Financial 2.75% 2022	455	0.03
1,400,000	Reliance 4.5% 2020	1,112	0.06
1,000,000	Republic Services 4.75% 2023	823	0.05
1,000,000	Roper Technologies 3% 2020	780	0.04
2,300,000	Royal Bank of Canada 2.125% 2020	1,787	0.10
1,900,000	Royal Bank of Canada 2.15% 2020	1,469	0.08
2,850,000	Royal Bank of Scotland 3.875% 2023	2,141	0.12
1,950,000	Royal Bank of Scotland 6% 2023	1,548	0.09

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,600,000	Sabine Pass Liquefaction 5.625% 2023	1,306	0.07
700,000	SACI Falabella 3.75% 2023	533	0.03
1,700,000	Santander UK 5% 2023	1,306	0.07
1,700,000	Santander USA 3.7% 2022	1,316	0.07
1,000,000	Schlumberger 3% 2020	778	0.04
2,200,000	SEB 2.625% 2021	1,701	0.09
2,500,000	Shell 2.25% 2020	1,939	0.11
2,000,000	Shell 3.4% 2023	1,577	0.09
2,000,000	Shinhan Bank 2.875% 2022	1,543	0.09
1,900,000	Shire Acquisitions Investments Ireland 2.4% 2021	1,441	0.08
2,200,000	Siemens 2.2% 2020	1,706	0.09
1,700,000	Simon Property 2.35% 2022	1,297	0.07
251,000	SITE Centers 4.625% 2022	202	0.01
1,800,000	Societe Generale 2.5% 2021	1,387	0.08
1,100,000	Solvay Finance America 3.4% 2020	862	0.05
600,000	Stanley Black & Decker 3.4% 2021	473	0.03
1,200,000	Starbucks 3.1% 2023	927	0.05
3,400,000	Sumitomo Mitsui Banking 2.45% 2020	2,647	0.15
2,300,000	Sumitomo Mitsui Financial 2.784% 2022	1,760	0.10
600,000	Sun Hung Kai Properties Capital Market 4.5% 2022	486	0.03
1,600,000	SunTrust Banks 2.9% 2021	1,244	0.07
1,900,000	Svenska Handelsbanken 5.125% 2020	1,526	0.08
1,600,000	Swedbank 2.8% 2022	1,231	0.07
2,050,000	Takeda Pharmaceutical 4% 2021	1,630	0.09
1,500,000	Target 3.875% 2020	1,195	0.07
800,000	Tencent 2.875% 2020	626	0.03
900,000	Texas Eastern Transmission 2.8% 2022	679	0.04
900,000	Texas Instruments 2.75% 2021	703	0.04
3,000,000	Thermo Fisher Scientific 3% 2023	2,285	0.13
1,100,000	Time Warner Entertainment 8.375% 2023	985	0.05
2,350,000	Toronto-Dominion Bank 2.125% 2021	1,806	0.10
2,100,000	Total Capital International 2.7% 2023	1,611	0.09
2,500,000	Toyota Motor Credit 2.6% 2022	1,931	0.11
1,365,000	Toyota Motor Credit 4.5% 2020	1,100	0.06
650,000	Tyco Electronics 3.5% 2022	509	0.03
1,600,000	Tyson Foods 4.5% 2022	1,285	0.07
2,600,000	UBS 2.2% 2020	2,008	0.11
2,100,000	UBS 3% 2021	1,630	0.09
2,000,000	Unilever Capital 1.8% 2020	1,545	0.09
1,600,000	Union Pacific 4.163% 2022	1,288	0.07
1,800,000	United Parcel Service 2.5% 2023	1,373	0.08
2,500,000	United Technologies 3.1% 2022	1,913	0.11

		Market value £'000	Percentage of total net assets
Holding	Investment		
600,000	United Technologies 3.35% 2021	470	0.03
1,200,000	UnitedHealth 1.95% 2020	925	0.05
1,700,000	UnitedHealth 3.35% 2022	1,339	0.07
2,390,000	US Bank 2% 2020	1,858	0.10
750,000	Verizon Communications 3.5% 2021	594	0.03
3,500,000	Verizon Communications 5.15% 2023	2,927	0.16
1,200,000	Viacom 4.5% 2021	959	0.05
2,400,000	Visa 2.8% 2022	1,861	0.10
900,000	VMware 2.95% 2022	672	0.04
1,400,000	Vodafone 2.95% 2023	1,058	0.06
2,000,000	Walgreen 3.1% 2022	1,534	0.08
2,050,000	Walmart 3.4% 2023	1,625	0.09
1,900,000	Walt Disney 2.15% 2020	1,473	0.08
1,100,000	Walt Disney 2.35% 2022	840	0.05
5,000,000	Wells Fargo 2.15% 2019	3,895	0.22
5,000,000	Wells Fargo 3.5% 2022	3,906	0.22
800,000	Wells Fargo 4.6% 2021	644	0.04
1,200,000	Westpac Banking 2.3% 2020	931	0.05
1,600,000	Westpac Banking 2.6% 2020	1,242	0.07
2,400,000	Williams Partners 5.25% 2020	1,921	0.11
700,000	Xerox 3.625% 2023	494	0.03
900,000	Xerox 4.5% 2021	683	0.04
1,300,000	Zoetis 3.25% 2023	1,005	0.06
between 5 and 10 years to maturity			
1,400,000	21st Century Fox America 3.7% 2025	1,108	0.06
700,000	ABB Finance USA 3.8% 2028	556	0.03
2,544,000	Abbott Laboratories 3.75% 2026	1,978	0.11
2,200,000	ABN Amro FRN 2028	1,698	0.09
700,000	Activision Blizzard 3.4% 2026	522	0.03
200,000	AerCap Ireland 3.875% 2028	138	0.01
950,000	AIA 3.9% 2028	743	0.04
800,000	Air Lease 3.625% 2027	564	0.03
1,100,000	Air Liquide Finance 2.5% 2026	797	0.04
1,200,000	Airbus 3.15% 2027	902	0.05
800,000	Alexandria Real Estate Equities 4.3% 2026	629	0.03
600,000	Alibaba 3.4% 2027	437	0.02
300,000	Allegion 3.55% 2027	219	0.01
900,000	Alphabet 3.375% 2024	716	0.04
550,000	Amazon.com 3.15% 2027	417	0.02
300,000	Amcor Finance 4.5% 2028	236	0.01

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,900,000	American Airlines 3.6% 2027	1,249	0.07
1,700,000	American Express 3.3% 2027	1,299	0.07
1,200,000	American Honda Finance 2.9% 2024	915	0.05
1,100,000	American International 3.75% 2025	829	0.05
800,000	American Tower 3.55% 2027	590	0.03
800,000	American Tower 4% 2025	615	0.03
600,000	AmerisourceBergen 3.4% 2024	459	0.03
2,400,000	Anadarko Petroleum 5.55% 2026	1,975	0.11
800,000	Analog Devices 3.5% 2026	596	0.03
1,100,000	Andeavor Logistics 5.25% 2025	863	0.05
600,000	Anglo American Capital 4.75% 2027	450	0.02
3,000,000	Anheuser-Busch InBev 3.65% 2026	2,222	0.12
800,000	Anheuser-Busch InBev Worldwide 3.5% 2024	611	0.03
700,000	Anheuser-Busch InBev Worldwide 4% 2028	527	0.03
950,000	ANZ New Zealand 3.45% 2027	717	0.04
1,300,000	Aon 3.5% 2024	1,001	0.06
400,000	Apollo Management 4% 2024	313	0.02
3,000,000	Apple 3% 2024	2,320	0.13
1,800,000	Apple 3.2% 2027	1,366	0.08
2,300,000	Apple 3.25% 2026	1,764	0.10
2,300,000	APT Pipelines 4.25% 2027	1,746	0.10
900,000	Aptiv 4.25% 2026	691	0.04
600,000	Arrow Electronics 3.25% 2024	440	0.02
500,000	Ashtead Capital 4.375% 2027	354	0.02
1,500,000	AstraZeneca 3.375% 2025	1,137	0.06
2,662,000	AT&T 4.1% 2028	2,010	0.11
500,000	Athene 4.125% 2028	356	0.02
1,000,000	Australia & New Zealand Banking 4.4% 2026	757	0.04
500,000	AutoNation 4.5% 2025	378	0.02
400,000	AutoZone 3.125% 2026	291	0.02
1,000,000	AvalonBay 2.95% 2026	745	0.04
700,000	Aviation Capital 3.5% 2027	498	0.03
1,000,000	Bacardi 4.7% 2028	749	0.04
1,500,000	BAE Systems 3.85% 2025	1,159	0.06
250,000	Banco de Credito e Inversiones 3.5% 2027	176	0.01
500,000	Banco Inbursa 4.125% 2024	371	0.02
450,000	Banco Santander (Mexico) 5.95% 2028	355	0.02
1,000,000	Banco Santander 3.8% 2028	700	0.04
2,800,000	Bank of America 4% 2025	2,145	0.12
800,000	Bank of America 4.2% 2024	623	0.03
6,000,000	Bank of America FRN 2028	4,558	0.25
1,691,000	Bank of America FRN 2028	1,244	0.07

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,500,000	Bank of New York Mellon 3.65% 2024	1,178	0.07
1,000,000	Bank of Nova Scotia 4.5% 2025	779	0.04
1,550,000	Barclays 4.375% 2026	1,161	0.06
500,000	Baxter International 2.6% 2026	359	0.02
800,000	Bayer 3.375% 2024	598	0.03
2,000,000	Bayer 3.375% 2024	1,484	0.08
900,000	Bayer US Finance 4.375% 2028	676	0.04
1,100,000	Becton Dickinson 3.7% 2027	816	0.05
1,400,000	Berkshire Hathaway 3.125% 2026	1,067	0.06
2,160,000	Berkshire Hathaway Energy 3.5% 2025	1,678	0.09
200,000	Best Buy 4.45% 2028	150	0.01
600,000	Bharti Airtel 4.375% 2025	428	0.02
400,000	Black Hills 3.95% 2026	311	0.02
1,400,000	BlackRock 3.2% 2027	1,072	0.06
1,300,000	BMW US Capital 2.8% 2026	940	0.05
1,000,000	BNP Paribas 3.8% 2024	764	0.04
2,600,000	BNP Paribas 4.375% 2025	1,981	0.11
500,000	BNP Paribas 4.4% 2028	383	0.02
1,200,000	BNY Mellon 2.45% 2026	865	0.05
1,900,000	Boston Gas 3.15% 2027	1,428	0.08
2,500,000	Boston Properties 3.65% 2026	1,900	0.11
900,000	Boston Scientific 4% 2028	688	0.04
1,150,000	BP 3.535% 2024	896	0.05
2,400,000	BP Capital Markets 3.017% 2027	1,773	0.10
2,100,000	BPCE 4% 2024	1,657	0.09
1,300,000	BPCE 4.625% 2024	997	0.06
500,000	BPCE 4.625% 2028	387	0.02
850,000	Branch Banking & Trust 3.625% 2025	660	0.04
700,000	Braskem Netherlands Finance 4.5% 2028	509	0.03
800,000	Brighthouse Financial 3.7% 2027	530	0.03
1,000,000	Brixmor Operating Partnership 4.125% 2026	758	0.04
1,300,000	Broadcom 3.625% 2024	965	0.05
1,300,000	Broadcom 3.875% 2027	916	0.05
250,000	Bunge Finance 3.75% 2027	175	0.01
2,000,000	Burlington Northern 3% 2025	1,527	0.08
800,000	Campbell Soup 3.95% 2025	603	0.03
900,000	Canadian National Railway 2.75% 2026	678	0.04
2,200,000	Canadian Natural Resources 3.85% 2027	1,633	0.09
1,900,000	Capital One Financial 3.2% 2025	1,390	0.08
600,000	Capital One Financial 4.2% 2025	452	0.03
500,000	Carlisle Companies 3.75% 2027	371	0.02
1,700,000	Caterpillar Financial Services 3.3% 2024	1,326	0.07

		Market value £'000	Percentage of total net assets
Holding	Investment		
600,000	Celgene 3.45% 2027	429	0.02
700,000	Celgene 3.9% 2028	515	0.03
700,000	Cencosud 4.375% 2027	478	0.03
450,000	CenterPoint Energy 4% 2028	355	0.02
1,040,000	CenterPoint Energy Houston Electric 2.4% 2026	752	0.04
300,000	CF Industries 4.5% 2026	231	0.01
1,000,000	Charles Schwab 3.2% 2027	759	0.04
3,400,000	Charter Communications 4.908% 2025	2,653	0.15
450,000	Chevron Phillips Chemical 3.4% 2026	346	0.02
400,000	China Railway Xunjie 3.25% 2026	296	0.02
500,000	China Southern Power Grid International Finance 3.5% 2027	378	0.02
1,900,000	Chubb INA 3.35% 2026	1,460	0.08
600,000	Cimarex Energy 3.9% 2027	441	0.02
900,000	Cisco Systems 3.625% 2024	719	0.04
2,500,000	Citigroup 3.4% 2026	1,845	0.10
2,300,000	Citigroup 3.875% 2025	1,732	0.10
2,200,000	Citigroup 4.45% 2027	1,665	0.09
2,000,000	Citigroup FRN 2028	1,485	0.08
1,500,000	Citizens Financial 4.3% 2025	1,162	0.06
300,000	Citrix Systems 4.5% 2027	221	0.01
600,000	Cleco 3.743% 2026	452	0.03
400,000	Clorox 3.9% 2028	315	0.02
580,000	CLP Power Hong Kong Financing 3.125% 2025	439	0.02
700,000	CME 3% 2025	538	0.03
700,000	CNA Financial 3.45% 2027	512	0.03
600,000	Coca-Cola 2.875% 2025	453	0.03
200,000	Colbun 3.95% 2027	146	0.01
2,300,000	Comcast 3.15% 2026	1,730	0.10
1,650,000	Comcast 3.7% 2024	1,301	0.07
1,200,000	Comcast 4.15% 2028	957	0.05
1,200,000	Commonwealth Bank of Australia 3.15% 2027	893	0.05
1,300,000	Commonwealth Bank of Australia 4.5% 2025	1,000	0.06
2,400,000	ConocoPhillips 4.95% 2026	2,021	0.11
1,200,000	Continental Airlines 2012-2 Class A Pass Through Trust 4% 2024	699	0.04
500,000	Credit Agricole 3.25% 2024	367	0.02
700,000	Credit Agricole 4.375% 2025	534	0.03
3,000,000	Credit Suisse 4.282% 2028	2,275	0.13
1,600,000	Crown Castle International 3.65% 2027	1,170	0.06
700,000	CSCEC Finance Cayman II 3.5% 2027	515	0.03
1,300,000	CVS Health 2.875% 2026	925	0.05
2,550,000	CVS Health 4.1% 2025	1,984	0.11
1,700,000	CVS Health 4.3% 2028	1,307	0.07

		Market value £'000	Percentage of total net assets
Holding	Investment		
900,000	Danone 2.947% 2026	645	0.04
450,000	Danske Bank 4.375% 2028	334	0.02
400,000	Delek & Avner Tamar 5.082% 2023	313	0.02
1,800,000	Deutsche Bank 4.1% 2026	1,282	0.07
1,200,000	Deutsche Telekom 3.6% 2027	889	0.05
700,000	Discover Bank 3.45% 2026	504	0.03
300,000	Discover Financial Services 4.1% 2027	220	0.01
555,000	Dollar General 4.15% 2025	437	0.02
900,000	Dollar Tree 4% 2025	682	0.04
1,200,000	Dominion Energy 3.9% 2025	938	0.05
550,000	DowDuPont 4.725% 2028	448	0.02
1,600,000	DTE Energy 2.85% 2026	1,155	0.06
1,900,000	Duke Energy 3.15% 2027	1,397	0.08
700,000	DXC Technology 4.75% 2027	551	0.03
450,000	E TRADE Financial 4.5% 2028	348	0.02
1,600,000	Eastman Chemical 3.8% 2025	1,217	0.07
1,500,000	Ecolab 2.7% 2026	1,103	0.06
500,000	El Puerto de Liverpool 3.875% 2026	358	0.02
400,000	Empresa Nacional de Telecomunicaciones 4.875% 2024	306	0.02
600,000	Enable Midstream Partners 4.4% 2027	435	0.02
2,700,000	Enbridge 4.25% 2026	2,096	0.12
1,100,000	Enbridge Energy Partners 5.875% 2025	935	0.05
1,963,000	Enel 3.625% 2027	1,357	0.08
350,000	Enel Chile 4.875% 2028	274	0.02
2,450,000	Energy Transfer Operating 4.05% 2025	1,823	0.10
600,000	Entergy 2.95% 2026	435	0.02
3,000,000	Enterprise Products Operating 3.9% 2024	2,370	0.13
400,000	EPR Properties 4.5% 2027	303	0.02
1,000,000	EQM Midstream Partners 4.125% 2026	706	0.04
1,300,000	ERP Operating 2.85% 2026	959	0.05
600,000	Essex Portfolio 3.875% 2024	472	0.03
1,000,000	Exelon 3.95% 2025	777	0.04
800,000	Expedia 5% 2026	631	0.03
1,900,000	Express Scripts 3.4% 2027	1,384	0.08
900,000	Exxon Mobil 2.709% 2025	680	0.04
400,000	Federal Realty Investment Trust 3.25% 2027	298	0.02
2,000,000	FedEx 3.3% 2027	1,483	0.08
600,000	Fibria Overseas Finance 4% 2025	445	0.02
950,000	Fifth Third Bank 3.95% 2025	756	0.04
300,000	Fluor 4.25% 2028	229	0.01
500,000	Fortis 3.055% 2026	361	0.02
700,000	Fortive 3.15% 2026	517	0.03

		Market value £'000	Percentage of total net assets
Holding	Investment		
600,000	GATX 3.25% 2026	432	0.02
900,000	General Dynamics 2.625% 2027	654	0.04
3,000,000	General Motors 4% 2025	2,191	0.12
1,100,000	General Motors Financial 3.95% 2024	818	0.05
1,700,000	Gilead Sciences 3.65% 2026	1,309	0.07
200,000	GlaxoSmithKline 3.875% 2028	160	0.01
1,500,000	Glencore 4.625% 2024	1,176	0.07
300,000	GLP 3.875% 2025	208	0.01
450,000	GLP Capital 5.375% 2026	350	0.02
400,000	Gohl Capital 4.25% 2027	297	0.02
1,900,000	Goldman Sachs 3.85% 2027	1,404	0.08
2,100,000	Goldman Sachs 4.25% 2025	1,580	0.09
5,100,000	Goldman Sachs FRN 2025	3,754	0.21
800,000	Grupo Bimbo 3.875% 2024	619	0.03
450,000	GTL Trade Finance 5.893% 2024	367	0.02
1,900,000	Halfmoon Parent 4.375% 2028	1,502	0.08
900,000	Harley-Davidson 3.5% 2025	674	0.04
700,000	Harris 3.832% 2025	538	0.03
600,000	Hasbro 3.5% 2027	432	0.02
1,500,000	HCP 4% 2025	1,154	0.06
700,000	Hershey 2.3% 2026	503	0.03
700,000	HKT Capital No.4 3% 2026	506	0.03
1,000,000	Home Depot 2.125% 2026	708	0.04
2,000,000	Honeywell International 2.5% 2026	1,465	0.08
300,000	Hongkong Land Finance Cayman Islands 4.625% 2024	247	0.01
400,000	Hospitality Properties Trust 4.5% 2025	306	0.02
390,000	Hospitality Properties Trust 4.65% 2024	306	0.02
700,000	HSBC 4.25% 2024	548	0.03
3,050,000	HSBC 4.3% 2026	2,354	0.13
350,000	Hubbell 3.5% 2028	256	0.01
400,000	Huntington Bancshares 4% 2025	315	0.02
3,000,000	Hutchison Whampoa International 14 3.625% 2024	2,339	0.13
700,000	Hyundai Capital Services 3.625% 2027	517	0.03
250,000	IHS Markit 4% 2026	184	0.01
2,500,000	Illinois Tool Works 2.65% 2026	1,823	0.10
1,700,000	ING 3.95% 2027	1,273	0.07
550,000	ING FRN 2028	426	0.02
1,000,000	Ingersoll-Rand Luxembourg Finance 3.55% 2024	776	0.04
1,800,000	Intel 2.875% 2024	1,379	0.08
650,000	Interpublic Group of Companies 4.65% 2028	504	0.03
1,200,000	Intesa Sanpaolo 3.875% 2027	807	0.04
1,200,000	Invesco Finance 3.75% 2026	919	0.05

Holding	Investment	Market value £'000	Percentage of total net assets
500,000	ITC 3.35% 2027	377	0.02
450,000	Jefferies 4.85% 2027	337	0.02
1,300,000	JM Smucker 3.5% 2025	984	0.05
1,400,000	John Deere Capital 2.65% 2026	1,034	0.06
3,450,000	Johnson & Johnson 2.45% 2026	2,545	0.14
4,100,000	JPMorgan Chase 2.95% 2026	2,968	0.16
700,000	JPMorgan Chase 3.125% 2025	523	0.03
450,000	JPMorgan Chase 4.125% 2026	346	0.02
900,000	JPMorgan Chase FRN 2024	712	0.04
200,000	Kallpa Generacion 4.125% 2027	146	0.01
1,200,000	Keurig Dr Pepper 4.417% 2025	937	0.05
450,000	KeyCorp 4.1% 2028	355	0.02
600,000	Keysight Technologies 4.6% 2027	475	0.03
300,000	Kilroy Realty 3.45% 2024	227	0.01
1,250,000	Kinder Morgan 4.3% 2028	962	0.05
1,000,000	Kinder Morgan Energy Partners 4.25% 2024	782	0.04
300,000	Kinross Gold 5.95% 2024	236	0.01
2,400,000	Kraft Heinz 4.875% 2025	1,893	0.10
700,000	L3 Technologies 3.85% 2026	533	0.03
1,500,000	Laboratory of America 3.6% 2027	1,120	0.06
300,000	Lear 3.8% 2027	213	0.01
600,000	Liberty Property 3.75% 2025	460	0.03
1,000,000	Lincoln National 3.35% 2025	759	0.04
1,950,000	Lloyds Banking Group FRN 2028	1,365	0.08
1,800,000	Lockheed Martin 3.55% 2026	1,402	0.08
600,000	Loews 3.75% 2026	465	0.03
1,200,000	Lukoil International Finance 4.75% 2026	921	0.05
600,000	LYB International Finance II 3.5% 2027	430	0.02
700,000	Macquarie Bank 4% 2025	541	0.03
600,000	Macquarie Bank 4.875% 2025	469	0.03
400,000	MAF Global Securities 4.75% 2024	312	0.02
500,000	Markel 3.5% 2027	372	0.02
700,000	Marriott International 3.75% 2025	530	0.03
1,300,000	Marsh & McLennan 3.75% 2026	1,008	0.06
400,000	Masco 3.5% 2027	289	0.02
600,000	McCormick & Company 3.4% 2027	446	0.02
2,000,000	McDonald's 3.5% 2027	1,513	0.08
1,900,000	Medtronic Global 3.35% 2027	1,462	0.08
1,100,000	Merck & Co 2.75% 2025	837	0.05
400,000	Methanex 4.25% 2024	305	0.02
5,000,000	Microsoft 2.4% 2026	3,664	0.20
400,000	Mid-America Apartments 3.6% 2027	302	0.02

Holding	Investment	Market value £'000	Percentage of total net assets
2,200,000	Mitsubishi UFJ Financial 3.85% 2026	1,719	0.10
900,000	Mizuho Financial 3.17% 2027	665	0.04
1,540,000	Mizuho Financial 4.6% 2024	1,220	0.07
2,300,000	Morgan Stanley 3.125% 2026	1,667	0.09
1,800,000	Morgan Stanley 3.95% 2027	1,331	0.07
4,000,000	Morgan Stanley FRN 2028	2,968	0.16
550,000	Motorola Solutions 4.6% 2028	423	0.02
1,500,000	Mylan 3.95% 2026	1,072	0.06
600,000	Myriad International 5.5% 2025	475	0.03
350,000	National Fuel Gas 4.75% 2028	271	0.02
600,000	National Retail Properties REIT 3.5% 2027	447	0.02
1,400,000	National Rural Utilities Cooperative Finance 3.05% 2027	1,058	0.06
1,050,000	Nestle 3.5% 2025	833	0.05
400,000	New York Life Global Funding 3% 2028	300	0.02
1,800,000	NextEra Energy Capital 3.55% 2027	1,356	0.08
900,000	NIKE 2.375% 2026	649	0.04
1,600,000	NiSource 3.49% 2027	1,205	0.07
900,000	Northrop Grumman 3.25% 2028	661	0.04
1,000,000	Novartis Capital 3.4% 2024	788	0.04
250,000	Novolipetsk Steel Via Steel Funding 4% 2024	182	0.01
1,100,000	Nutrien 4% 2026	837	0.05
200,000	nVent Finance Bond 4.55% 2028	155	0.01
600,000	NVIDIA 3.2% 2026	447	0.02
600,000	Oklahoma Gas & Electric 3.8% 2028	472	0.03
800,000	Omega Healthcare 4.75% 2028	615	0.03
650,000	ONEOK Partners 4.9% 2025	518	0.03
2,300,000	Oracle 2.65% 2026	1,680	0.09
600,000	O'Reilly Automotive 3.6% 2027	445	0.02
700,000	ORIX 3.7% 2027	531	0.03
600,000	Owens Corning 3.4% 2026	421	0.02
250,000	Pacific Gas & Electric 3.3% 2027	161	0.01
600,000	Perrigo Finance 4.375% 2026	425	0.02
450,000	Pfizer 3.6% 2028	355	0.02
1,060,000	Phillips 66 Partners 3.75% 2028	773	0.04
400,000	Phoenix 5.375% 2027	270	0.01
800,000	Pioneer Natural Resources 4.45% 2026	635	0.04
1,950,000	Plains All American Pipeline 4.5% 2026	1,476	0.08
1,400,000	PNC Bank 4.2% 2025	1,121	0.06
1,000,000	Praxair 3.2% 2026	766	0.04
900,000	Precision Castparts 3.25% 2025	691	0.04
1,200,000	Procter & Gamble 2.85% 2027	899	0.05
500,000	Protective Life 4.3% 2028	390	0.02

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,800,000	Public Service Electric & Gas 3% 2027	1,354	0.07
1,400,000	QUALCOMM 3.45% 2025	1,057	0.06
2,000,000	Quest Diagnostics 3.45% 2026	1,495	0.08
1,100,000	Rabobank 3.375% 2025	849	0.05
1,300,000	Realty Income 3% 2027	949	0.05
2,200,000	Reckitt Benckiser Treasury Services 2.75% 2024	1,643	0.09
800,000	Republic Services 3.375% 2027	604	0.03
1,900,000	Roche 2.625% 2026	1,412	0.08
800,000	Rolls-Royce 3.625% 2025	600	0.03
450,000	Roper Technologies 4.2% 2028	352	0.02
300,000	Royal Bank of Canada 4.65% 2026	241	0.01
400,000	Royal Caribbean Cruises 7.5% 2027	368	0.02
800,000	S&P Global 4.4% 2026	653	0.04
1,700,000	Sabine Pass Liquefaction 5.875% 2026	1,426	0.08
500,000	salesforce.com 3.7% 2028	395	0.02
700,000	Sands China 5.125% 2025	544	0.03
800,000	Santander UK FRN 2024	595	0.03
400,000	SASOL Financing USA 6.5% 2028	313	0.02
500,000	Scentre Group Trust 3.75% 2027	383	0.02
1,600,000	Schlumberger 4% 2025	1,240	0.07
1,100,000	Seagate 4.75% 2025	764	0.04
600,000	Select Income REIT 4.25% 2024	451	0.02
2,300,000	Sempra Energy 3.55% 2024	1,766	0.10
1,500,000	Shell 2.5% 2026	1,094	0.06
1,300,000	Sherwin-Williams 3.45% 2027	951	0.05
1,900,000	Shire Acquisitions Investments Ireland 3.2% 2026	1,350	0.07
1,100,000	Siemens 6.125% 2026	995	0.06
700,000	Sigma Alimentos 4.125% 2026	515	0.03
800,000	Simon Property 3.375% 2027	606	0.03
400,000	Societe Generale 4% 2027	299	0.02
1,200,000	Societe Generale 4.25% 2025	901	0.05
400,000	Societe Generale 4.75% 2028	315	0.02
1,900,000	Southern 3.25% 2026	1,395	0.08
1,000,000	Southwestern Electric Power 2.75% 2026	725	0.04
300,000	Spirit AeroSystems 4.6% 2028	224	0.01
1,400,000	Sprint Spectrum 4.738% 2025	1,079	0.06
1,000,000	Standard Chartered 4.05% 2026	750	0.04
400,000	Standard Life Aberdeen 4.25% 2028	284	0.02
600,000	Starbucks 4% 2028	467	0.03
2,100,000	State Street 3.55% 2025	1,641	0.09
1,400,000	Stryker 3.375% 2025	1,057	0.06
2,700,000	Sumitomo Mitsui Financial 2.632% 2026	1,942	0.11

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,000,000	Sumitomo Mitsui Financial 4.436% 2024	788	0.04
1,150,000	SunTrust Bank FRN 2024	899	0.05
600,000	Swire Pacific MTN Financing 3% 2024	453	0.03
350,000	Swire Properties 3.625% 2026	269	0.01
1,500,000	Synchrony Financial 3.7% 2026	996	0.06
2,200,000	Sysco 3.25% 2027	1,620	0.09
500,000	Tapestry 4.25% 2025	380	0.02
500,000	Target 2.5% 2026	367	0.02
200,000	Tech Data 4.95% 2027	147	0.01
1,500,000	Telefonica Emisiones 4.103% 2027	1,133	0.06
1,300,000	Tencent 3.595% 2028	958	0.05
300,000	Textron 3.375% 2028	217	0.01
430,000	Thomson Reuters 3.85% 2024	329	0.02
600,000	TJX 2.25% 2026	428	0.02
600,000	Total System Services 4.8% 2026	475	0.03
1,500,000	Toyota Motor Credit 2.9% 2024	1,148	0.06
750,000	Toyota Motor Credit 3.2% 2027	573	0.03
300,000	Trans-Allegheny Interstate Line 3.85% 2025	236	0.01
1,000,000	TransCanada PipeLines 4.25% 2028	778	0.04
1,000,000	Transcontinental Gas Pipe Line 7.85% 2026	943	0.05
250,000	Trimble 4.9% 2028	193	0.01
1,200,000	Trinity Acquisition 4.4% 2026	932	0.05
800,000	Trust F/1401 5.25% 2026	599	0.03
2,100,000	UBS Group Funding Switzerland 4.125% 2025	1,638	0.09
700,000	UBS Group Funding Switzerland 4.253% 2028	542	0.03
600,000	UDR 2.95% 2026	435	0.02
700,000	Unilever Capital 2.9% 2027	522	0.03
400,000	Unilever Capital 3.375% 2025	311	0.02
1,000,000	Union Electric 2.95% 2027	750	0.04
850,000	Union Pacific 3.95% 2028	667	0.04
250,000	United Airlines 2016-2 Class AA Pass Through Trust 2.875% 2028	171	0.01
1,300,000	United Overseas Bank FRN 2026	1,011	0.06
1,200,000	United Technologies 3.125% 2027	871	0.05
1,050,000	United Technologies 3.95% 2025	822	0.05
1,000,000	UnitedHealth 3.45% 2027	775	0.04
600,000	Unum 4% 2024	467	0.03
2,100,000	US Bancorp 2.375% 2026	1,503	0.08
950,000	US Bancorp 3.6% 2024	743	0.04
1,100,000	Vale Overseas 6.25% 2026	933	0.05
2,000,000	Valero Energy 3.4% 2026	1,439	0.08
250,000	Valero Energy Partners 4.375% 2026	193	0.01
350,000	Vanke Real Estate 3.975% 2027	245	0.01

			Market value £'000	Percentage of total net assets
Holding	Investment			
1,500,000	Ventas Realty 3.75% 2024		1,162	0.06
800,000	VEREIT 4.6% 2024		632	0.03
600,000	Verisk Analytics 4% 2025		473	0.03
1,300,000	Verizon Communications 4.125% 2027		1,024	0.06
759,000	Verizon Communications 4.329% 2028		599	0.03
800,000	Vodafone 4.125% 2025		622	0.03
800,000	Vodafone 4.375% 2028		611	0.03
600,000	Wabtec 4.7% 2028		442	0.02
400,000	Walgreens Boots Alliance 3.45% 2026		296	0.02
1,500,000	Waste Management 3.15% 2027		1,122	0.06
800,000	WEC Energy 3.55% 2025		622	0.03
3,950,000	Wells Fargo 3% 2026		2,868	0.16
2,800,000	Wells Fargo 4.1% 2026		2,141	0.12
1,500,000	Welltower 4.25% 2026		1,178	0.07
500,000	Westar Energy 3.1% 2027		378	0.02
700,000	Western Gas Partners 4.65% 2026		529	0.03
1,500,000	Westfield UK & Europe Finance PLC 3.75% 2024		1,165	0.06
600,000	Westlake Chemical 3.6% 2026		433	0.02
1,800,000	Westpac Banking 3.35% 2027		1,363	0.08
800,000	WestRock 3% 2024		589	0.03
300,000	WestRock 4% 2028		224	0.01
800,000	Woodside Finance 3.7% 2028		577	0.03
400,000	Woori Bank 4.75% 2024		317	0.02
800,000	WP Carey 4.6% 2024		636	0.04
2,195,000	WPP Finance 3.75% 2024		1,611	0.09
1,500,000	Wyeth 6.45% 2024		1,347	0.07
700,000	Xcel Energy 4% 2028		555	0.03
1,000,000	XLIT 4.45% 2025		781	0.04
350,000	Yara International 4.75% 2028		273	0.02
1,400,000	Zimmer Biomet 3.55% 2025		1,051	0.06
between 10 and 15 years to maturity				
1,112,000	AT&T 4.3% 2030		834	0.05
300,000	Bank of Montreal FRN 2032		219	0.01
700,000	BNY Mellon 3.3% 2029		517	0.03
1,100,000	Canadian Pacific Railway 7.125% 2031		1,108	0.06
1,100,000	CBS 7.875% 2030		1,085	0.06
1,050,000	Citigroup 6% 2033		917	0.05
1,100,000	Daimler 8.5% 2031		1,167	0.06
1,450,000	Deutsche Telekom 8.75% 2030		1,490	0.08
300,000	Dominion Energy 5.25% 2033		253	0.01

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,200,000	Eaton 4% 2032	925	0.05
400,000	Empresa Electrica Angamos 4.875% 2029	274	0.02
2,200,000	FirstEnergy 7.375% 2031	2,188	0.12
500,000	FMR 7.57% 2029	511	0.03
1,200,000	Ford 7.45% 2031	969	0.05
300,000	GNL Quintero 4.634% 2029	227	0.01
600,000	Goldman Sachs 6.125% 2033	537	0.03
750,000	Goldman Sachs FRN 2029	569	0.03
1,600,000	Hess 7.3% 2031	1,355	0.07
1,250,000	JPMorgan Chase FRN 2029	964	0.05
550,000	Kroger 7.5% 2031	522	0.03
1,000,000	Manulife Financial FRN 2032	738	0.04
600,000	Minejesa Capital 4.625% 2030	421	0.02
114,000	Morgan Stanley 7.25% 2032	113	0.01
500,000	Nationwide Building Society 4.125% 2032	345	0.02
700,000	New York Life Insurance 5.875% 2033	659	0.04
1,200,000	Orange 9% 2031	1,305	0.07
1,300,000	PepsiCo 7% 2029	1,308	0.07
250,000	Peru LNG 5.375% 2030	191	0.01
1,300,000	Progress Energy 7.75% 2031	1,354	0.07
450,000	Royal Bank of Scotland FRN 2029	339	0.02
2,100,000	Verizon Communications 4.5% 2033	1,632	0.09
1,200,000	Walmart 7.55% 2030	1,266	0.07
600,000	Westpac Banking FRN 2031	446	0.02
600,000	Weyerhaeuser 7.375% 2032	577	0.03
400,000	Williams Partners 8.75% 2032	409	0.02
between 15 and 25 years to maturity			
1,300,000	21st Century Fox America 6.15% 2041	1,296	0.07
900,000	21st Century Fox America 6.65% 2037	913	0.05
800,000	AbbVie 4.5% 2035	582	0.03
1,300,000	Aetna 6.75% 2037	1,225	0.07
600,000	Alibaba 4% 2037	423	0.02
600,000	Allergan Finance 4.625% 2042	434	0.02
1,300,000	Allergan Funding 4.55% 2035	971	0.05
1,650,000	Amazon.com 3.875% 2037	1,264	0.07
1,500,000	America Movil 6.375% 2035	1,390	0.08
1,100,000	American International 4.7% 2035	822	0.05
700,000	Anadarko Petroleum 6.45% 2036	587	0.03
600,000	Anheuser-Busch InBev Worldwide 4.375% 2038	421	0.02
900,000	Anheuser-Busch InBev Worldwide 4.7% 2036	658	0.04

Holding	Investment	Market value £'000	Percentage of total net assets
1,400,000	Anheuser-Busch InBev Worldwide 8.2% 2039	1,403	0.08
2,050,000	Anthem 4.625% 2042	1,545	0.09
1,300,000	Apache 4.75% 2043	878	0.05
400,000	Apple 3.85% 2043	298	0.02
1,700,000	Apple 4.5% 2036	1,414	0.08
500,000	Applied Materials 5.85% 2041	459	0.03
400,000	ArcelorMittal 7% 2039	330	0.02
400,000	Arch Capital 5.144% 2043	330	0.02
300,000	Assurant 6.75% 2034	265	0.01
1,000,000	AstraZeneca 6.45% 2037	941	0.05
1,600,000	AT&T 4.3% 2042	1,067	0.06
2,000,000	AT&T 4.5% 2035	1,431	0.08
1,500,000	AT&T 6.35% 2040	1,260	0.07
1,400,000	Bank of America 7.75% 2038	1,422	0.08
300,000	Bank of America FRN 2038	224	0.01
900,000	Barrick PD Australia Finance 5.95% 2039	759	0.04
900,000	Berkshire Hathaway 4.5% 2043	738	0.04
3,000,000	Berkshire Hathaway Energy 6.125% 2036	2,811	0.16
1,200,000	Boeing 3.55% 2038	881	0.05
400,000	Bristol-Myers Squibb 3.25% 2042	276	0.02
1,300,000	British American Tobacco 4.39% 2037	837	0.05
400,000	Buckeye Partners 5.85% 2043	285	0.02
500,000	Burlington Northern 5.75% 2040	461	0.03
300,000	Campbell Soup 3.8% 2042	172	0.01
600,000	Canadian Natural Resources 6.75% 2039	536	0.03
200,000	Carlyle 5.625% 2043	153	0.01
1,000,000	Caterpillar 6.05% 2036	946	0.05
300,000	Catholic Health Initiatives 4.35% 2042	213	0.01
200,000	CBS 4.85% 2042	145	0.01
600,000	Cenovus Energy 5.2% 2043	400	0.02
700,000	Charter Communications 6.384% 2035	567	0.03
800,000	Cisco Systems 5.5% 2040	741	0.04
300,000	Citigroup 6.675% 2043	274	0.02
950,000	Citigroup FRN 2039	669	0.04
200,000	Coca-Cola 5.25% 2043	169	0.01
1,300,000	Comcast 4.2% 2034	981	0.05
3,500,000	Comcast 4.65% 2042	2,753	0.15
2,300,000	Comcast 6.4% 2038	2,138	0.12
200,000	Cometa Energia 6.375% 2035	144	0.01
206,000	ConocoPhillips 4.15% 2034	154	0.01
1,300,000	ConocoPhillips 6.5% 2039	1,268	0.07
1,300,000	Consolidated Edison 4.2% 2042	987	0.05

Holding	Investment	Market value £'000	Percentage of total net assets
500,000	Corning 5.75% 2040	426	0.02
1,100,000	Cox Communications 4.5% 2043	730	0.04
2,400,000	CSX 6.15% 2037	2,222	0.12
1,500,000	CVS Health 4.78% 2038	1,135	0.06
1,300,000	Dell International 8.1% 2036	1,101	0.06
1,050,000	Devon Energy 4.75% 2042	708	0.04
800,000	Diageo Capital 5.875% 2036	758	0.04
1,950,000	Discovery Communications 4.95% 2042	1,361	0.08
400,000	Dover 5.375% 2035	338	0.02
2,000,000	Dow Chemical 4.375% 2042	1,381	0.08
400,000	DowDuPont 5.319% 2038	324	0.02
1,600,000	Duke Energy Carolinas 4% 2042	1,214	0.07
550,000	Duke Energy Carolinas 4.25% 2041	430	0.02
300,000	E.ON Finance 6.65% 2038	276	0.02
200,000	eBay 4% 2042	117	0.01
200,000	Enbridge Energy Partners 5.5% 2040	161	0.01
700,000	Encana 6.5% 2034	585	0.03
1,500,000	Energy Transfer Operating 4.9% 2035	1,043	0.06
1,700,000	Enterprise Products Operating 4.45% 2043	1,214	0.07
1,000,000	Enterprise Products Operating 6.45% 2040	908	0.05
450,000	Exelon 5.625% 2035	387	0.02
600,000	Exelon Generation 5.75% 2041	465	0.03
400,000	FEMSA 4.375% 2043	302	0.02
300,000	Fifth Third Bancorp 8.25% 2038	313	0.02
250,000	FMR 6.45% 2039	240	0.01
3,200,000	GE Capital 4.418% 2035	2,112	0.12
1,700,000	General Electric 5.875% 2038	1,274	0.07
900,000	General Mills 4.55% 2038	653	0.04
1,900,000	General Motors 5.15% 2038	1,289	0.07
300,000	Gilead Sciences 5.65% 2041	260	0.01
400,000	Glencore Finance Canada 6% 2041	309	0.02
2,400,000	Goldman Sachs 6.25% 2041	2,146	0.12
1,200,000	Goldman Sachs 6.75% 2037	1,068	0.06
300,000	Goodman US Finance Four 4.5% 2037	223	0.01
800,000	Grupo Televisa 6.625% 2040	676	0.04
1,700,000	Halliburton 7.45% 2039	1,668	0.09
1,300,000	Home Depot 5.875% 2036	1,223	0.07
500,000	HP 6% 2041	391	0.02
400,000	HSBC 6.1% 2042	366	0.02
1,700,000	HSBC 6.5% 2037	1,521	0.08
1,000,000	IBM 4% 2042	713	0.04
1,600,000	International Paper 7.3% 2039	1,491	0.08

Holding	Investment	Market value £'000	Percentage of total net assets
150,000	Israel Chemicals 6.375% 2038	118	0.01
400,000	Jefferies 6.25% 2036	312	0.02
1,900,000	Johnson & Johnson 3.625% 2037	1,437	0.08
900,000	JPMorgan Chase 5.6% 2041	800	0.04
2,300,000	JPMorgan Chase FRN 2038	1,644	0.09
1,100,000	Kentucky Utilities 5.125% 2040	975	0.05
400,000	Keurig Dr Pepper 4.985% 2038	305	0.02
1,100,000	Kimberly-Clark 6.625% 2037	1,138	0.06
200,000	Kinder Morgan Energy Partners 6.375% 2041	167	0.01
600,000	Kinder Morgan Energy Partners 6.95% 2038	535	0.03
400,000	KKR 5.5% 2043	322	0.02
300,000	Koninklijke Ahold Delhaize 5.7% 2040	254	0.01
300,000	Koninklijke Philips 6.875% 2038	304	0.02
1,200,000	Kraft Heinz 5% 2035	886	0.05
750,000	Kroger 5.15% 2043	563	0.03
500,000	Liberty Mutual 6.5% 2042	467	0.03
400,000	Lima Metro Line 2 Finance 5.875% 2034	313	0.02
800,000	Marathon Petroleum 6.5% 2041	679	0.04
400,000	McDonald's 6.3% 2038	373	0.02
800,000	Medtronic 4.375% 2035	643	0.04
900,000	MetLife 4.875% 2043	732	0.04
900,000	MetLife 5.7% 2035	804	0.04
300,000	MetLife 6.4% 2036	239	0.01
500,000	MetLife Capital Trust IV 7.875% 2037	447	0.02
600,000	Microsoft 3.5% 2035	453	0.03
2,500,000	Microsoft 4.1% 2037	2,016	0.11
1,000,000	Morgan Stanley 6.375% 2042	960	0.05
1,650,000	Morgan Stanley FRN 2038	1,181	0.07
300,000	Mosaic 4.875% 2041	216	0.01
250,000	Motiva Enterprises 6.85% 2040	205	0.01
693,000	Newell Brands 5.375% 2036	520	0.03
700,000	Newmont Mining 6.25% 2039	601	0.03
1,600,000	Norfolk Southern 4.8% 2043	1,259	0.07
250,000	Northern States Power 3.4% 2042	177	0.01
400,000	Nucor 5.2% 2043	336	0.02
600,000	Nutrien 6.125% 2041	519	0.03
240,000	NYU Langone Hospitals 5.75% 2043	233	0.01
400,000	Oglethorpe Power 5.375% 2040	347	0.02
2,000,000	Oracle 3.9% 2035	1,508	0.08
400,000	Oracle 5.375% 2040	352	0.02
1,085,000	Pacific Gas & Electric 4.6% 2043	699	0.04
1,600,000	Pacific Gas & Electric 6.05% 2034	1,171	0.06

		Market value £'000	Percentage of total net assets
Holding	Investment		
600,000	PacifiCorp 5.25% 2035	524	0.03
700,000	Parker-Hannifin 4.2% 2034	546	0.03
300,000	Pernod Ricard 5.5% 2042	258	0.01
2,100,000	Pfizer 4% 2036	1,634	0.09
1,100,000	Philip Morris 6.375% 2038	999	0.06
400,000	Philip Morris International 4.875% 2043	309	0.02
1,000,000	Prudential Financial FRN 2042	789	0.04
700,000	Public Service Electric & Gas 3.65% 2042	513	0.03
500,000	Puget Sound Energy 5.638% 2041	452	0.02
600,000	QVC 5.45% 2034	414	0.02
400,000	Rabobank 5.25% 2041	346	0.02
1,000,000	Rio Tinto 5.2% 2040	866	0.05
1,100,000	Rockwell Collins 4.8% 2043	852	0.05
500,000	San Diego Gas & Electric 6% 2039	476	0.03
500,000	Sempra Energy 6% 2039	437	0.02
1,500,000	Shell 4.125% 2035	1,179	0.07
600,000	Simon Property 4.75% 2042	489	0.03
800,000	South Carolina Electric & Gas 5.45% 2041	711	0.04
1,300,000	Southern 4.25% 2036	954	0.05
800,000	Southern California Edison 6.05% 2039	725	0.04
600,000	Southern California Gas 5.125% 2040	530	0.03
1,268,000	Southern Company Gas Capital 5.875% 2041	1,123	0.06
1,500,000	Southern Copper 5.25% 2042	1,114	0.06
300,000	Southern Power 5.25% 2043	232	0.01
400,000	Spectra Energy Partners 5.95% 2043	335	0.02
1,400,000	Suncor Energy 6.5% 2038	1,266	0.07
734,000	Sunoco Logistics Partners Operations 6.1% 2042	554	0.03
600,000	Telefonica Emisiones 7.045% 2036	535	0.03
250,000	Thomson Reuters 5.65% 2043	208	0.01
1,700,000	Time Warner 5.375% 2041	1,288	0.07
1,200,000	Time Warner Cable 5.875% 2040	877	0.05
1,200,000	Time Warner Cable 7.3% 2038	1,030	0.06
1,000,000	TransCanada PipeLines 5% 2043	771	0.04
770,000	TransCanada Pipelines 6.1% 2040	664	0.04
1,400,000	Travelers Cos 6.25% 2037	1,364	0.08
300,000	Tyson Foods 4.875% 2034	225	0.01
700,000	Union Pacific 3.6% 2037	492	0.03
1,834,000	United Parcel Service 6.2% 2038	1,764	0.10
900,000	United Technologies 4.45% 2038	685	0.04
1,000,000	United Technologies 4.5% 2042	743	0.04
800,000	UnitedHealth 4.625% 2035	667	0.04
1,100,000	UnitedHealth 6.875% 2038	1,138	0.06

			Market value £'000	Percentage of total net assets
	Holding	Investment		
	1,150,000	Vale 5.625% 2042	910	0.05
	400,000	Valero Energy 6.625% 2037	346	0.02
	2,350,000	Verizon Communications 5.25% 2037	1,931	0.11
	1,100,000	Viacom 5.85% 2043	848	0.05
	800,000	Virginia Electric & Power 4.65% 2043	656	0.04
	900,000	Virginia Electric & Power 8.875% 2038	1,070	0.06
	800,000	Vodafone 6.15% 2037	659	0.04
	700,000	Voya Financial 5.7% 2043	594	0.03
	1,900,000	Wells Fargo 5.375% 2043	1,555	0.09
	300,000	Wells Fargo 5.95% 2036	243	0.01
	1,500,000	Wells Fargo 6.6% 2038	1,454	0.08
	200,000	Welltower 6.5% 2041	183	0.01
	200,000	Western Union 6.2% 2036	153	0.01
	300,000	Williams Partners 5.8% 2043	238	0.01
	900,000	Williams Partners 6.3% 2040	749	0.04
greater than 25 years to maturity				
	400,000	3M 3.875% 2044	309	0.02
	300,000	3M 4% 2048	234	0.01
	1,400,000	Abbott Laboratories 4.9% 2046	1,154	0.06
	2,300,000	AbbVie 4.45% 2046	1,584	0.09
	200,000	Aflac 4% 2046	145	0.01
	200,000	Alfa 6.875% 2044	155	0.01
	700,000	Alibaba 4.2% 2047	489	0.03
	600,000	Allstate 4.2% 2046	457	0.03
	500,000	Allstate 5.75% 2053	381	0.02
	1,400,000	Altria 3.875% 2046	841	0.05
	1,750,000	Amazon.com 4.05% 2047	1,339	0.07
	500,000	Ameren Illinois 3.7% 2047	364	0.02
	1,000,000	American International 4.8% 2045	731	0.04
	300,000	American International FRN 2048	206	0.01
	1,050,000	American Water Capital 3.75% 2047	738	0.04
	400,000	AmerisourceBergen 4.3% 2047	270	0.01
	3,500,000	Amgen 4.4% 2045	2,571	0.14
	300,000	Anadarko Petroleum 4.5% 2044	203	0.01
	3,600,000	Anheuser-Busch InBev 4.9% 2046	2,617	0.14
	500,000	Anheuser-Busch InBev Worldwide 4.6% 2048	351	0.02
	400,000	Anheuser-Busch InBev Worldwide 4.75% 2058	274	0.02
	400,000	Aon 4.75% 2045	309	0.02
	1,600,000	Appalachian Power 4.4% 2044	1,217	0.07
	1,600,000	Apple 3.75% 2047	1,164	0.06

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,600,000	Apple 4.65% 2046	1,332	0.07
1,000,000	Archer-Daniels-Midland 3.75% 2047	721	0.04
500,000	Argentum Netherlands FRN 2048	363	0.02
1,300,000	Argentum Netherlands FRN 2050	992	0.05
500,000	Arizona Public Service 4.35% 2045	393	0.02
350,000	AstraZeneca 4.375% 2048	261	0.01
250,000	AT&T 4.5% 2048	169	0.01
3,000,000	AT&T 4.75% 2046	2,093	0.12
2,200,000	AT&T 5.15% 2050	1,606	0.09
500,000	Atmos Energy 4.125% 2044	381	0.02
250,000	AvalonBay 4.35% 2048	194	0.01
500,000	AXA Equitable Holdings 5% 2048	351	0.02
1,200,000	AXA FRN 2047	895	0.05
600,000	Baker Hughes 4.08% 2047	388	0.02
1,000,000	Bank of America 5% 2044	811	0.04
800,000	Bank of America FRN 2048	609	0.03
700,000	Barclays 4.95% 2047	488	0.03
600,000	Bayer 4.4% 2044	400	0.02
650,000	Bayer 4.875% 2048	459	0.03
700,000	Becton Dickinson 4.669% 2047	523	0.03
350,000	Berkshire Hathaway Energy 4.45% 2049	272	0.02
600,000	Berkshire Hathaway Finance 4.2% 2048	468	0.03
1,300,000	BHP Billiton Finance USA FRN 2075	1,070	0.06
450,000	Biogen 5.2% 2045	362	0.02
400,000	Blackstone 4.45% 2045	289	0.02
300,000	Brighthouse Financial 4.7% 2047	175	0.01
2,500,000	Burlington Northern Santa Fe 4.15% 2045	1,919	0.11
600,000	Canadian National Railway 3.65% 2048	438	0.02
700,000	Cardinal Health 4.368% 2047	468	0.03
1,400,000	Celgene 5% 2045	1,016	0.06
200,000	Celulosa Arauco y Constitucion 5.5% 2047	148	0.01
400,000	CenterPoint Energy Houston Electric 3.95% 2048	304	0.02
1,000,000	Charter Communications 6.484% 2045	800	0.04
600,000	Charter Communications Operating Capital 6.834% 2055	481	0.03
800,000	Chubb 4.35% 2045	647	0.04
300,000	Church & Dwight 3.95% 2047	213	0.01
1,700,000	Cigna 3.875% 2047	1,116	0.06
2,300,000	Citigroup FRN 2048	1,680	0.09
650,000	Cloverie FRN 2044	476	0.03
350,000	CME 4.15% 2048	278	0.02
400,000	CMS Energy 4.875% 2044	329	0.02
200,000	Columbia Pipeline 5.8% 2045	165	0.01

		Market value £'000	Percentage of total net assets
Holding	Investment		
1,150,000	Comcast 4.7% 2048	918	0.05
950,000	Comcast 4.95% 2058	763	0.04
300,000	Concho Resources 4.875% 2047	224	0.01
400,000	Connecticut Light & Power 4.3% 2044	320	0.02
1,250,000	Consolidated Edison 3.875% 2047	900	0.05
400,000	Constellation Brands 4.1% 2048	265	0.01
200,000	Continental Resources 4.9% 2044	139	0.01
300,000	Crane 4.2% 2048	219	0.01
500,000	Credit Suisse 4.875% 2045	388	0.02
300,000	CRH America Finance 4.4% 2047	203	0.01
350,000	CSX 4.3% 2048	262	0.01
1,600,000	CVS Health 5.05% 2048	1,227	0.07
1,600,000	CVS Health 5.125% 2045	1,234	0.07
200,000	Darden Restaurants 4.55% 2048	142	0.01
250,000	Dignity 5.267% 2064	195	0.01
500,000	DowDuPont 5.419% 2048	409	0.02
250,000	DTE Electric 4.05% 2048	196	0.01
400,000	Duke Energy 3.6% 2047	280	0.02
1,350,000	Duke Energy 3.75% 2046	917	0.05
300,000	Eastman Chemical 4.65% 2044	212	0.01
1,600,000	Eli Lilly 3.7% 2045	1,183	0.07
300,000	Emera US Finance 4.75% 2046	228	0.01
700,000	Enel 4.75% 2047	468	0.03
1,000,000	Energy Transfer Partners 6.125% 2045	761	0.04
250,000	Entergy Louisiana 4.2% 2048	194	0.01
400,000	Enterprise Products Operating FRN 2078	259	0.01
900,000	ERAC USA Finance 4.5% 2045	657	0.04
300,000	Estee Lauder 4.15% 2047	236	0.01
1,700,000	Exelon 5.1% 2045	1,382	0.08
200,000	Express Scripts 4.8% 2046	151	0.01
1,000,000	Exxon Mobil 3.567% 2045	731	0.04
400,000	Farmers Insurance Exchange FRN 2057	276	0.02
1,700,000	FedEx 4.1% 2045	1,152	0.06
250,000	FedEx 4.95% 2048	190	0.01
300,000	Fidelity National Information Services 4.5% 2046	214	0.01
250,000	First Republic Bank 4.625% 2047	189	0.01
800,000	Florida Power & Light 3.7% 2047	587	0.03
900,000	Florida Power & Light 4.05% 2044	702	0.04
600,000	Ford Motor 5.291% 2046	387	0.02
1,600,000	General Electric 4.5% 2044	1,026	0.06
400,000	General Motors 5.4% 2048	269	0.01
2,200,000	Gilead Sciences 4.15% 2047	1,600	0.09

		Market value £'000	Percentage of total net assets
Holding	Investment		
200,000	Goldcorp 5.45% 2044	156	0.01
800,000	Goldman Sachs 5.15% 2045	584	0.03
400,000	Great-West Lifeco 4.15% 2047	292	0.02
300,000	Grupo Bimbo 4.875% 2044	219	0.01
300,000	Guardian Life Insurance 4.85% 2077	236	0.01
400,000	Heineken 4.35% 2047	296	0.02
700,000	Hewlett Packard Enterprise 6.35% 2045	515	0.03
250,000	High Street Funding II 4.682% 2048	191	0.01
1,500,000	Home Depot 4.4% 2045	1,187	0.07
650,000	Home Depot 4.4% 2045	514	0.03
200,000	HSBC 5.25% 2044	157	0.01
300,000	HSBC 5.25% 2044	236	0.01
250,000	Humana 4.95% 2044	197	0.01
200,000	Infraestructura Energetica Nova 4.875% 2048	124	0.01
400,000	Ingersoll-Rand Luxembourg Finance 4.65% 2044	311	0.02
1,633,000	Intel 3.734% 2047	1,200	0.07
400,000	International Flavors & Fragrances 5% 2048	317	0.02
300,000	Interstate Power & Light 3.7% 2046	215	0.01
900,000	Johnson & Johnson 3.75% 2047	676	0.04
1,000,000	Johnson Controls International 5.125% 2045	781	0.04
1,600,000	JPMorgan Chase 4.85% 2044	1,287	0.07
1,600,000	JPMorgan Chase 4.95% 2045	1,276	0.07
800,000	JPMorgan Chase FRN 2048	560	0.03
500,000	Kaiser Foundation Hospitals 4.15% 2047	392	0.02
200,000	Kansas City Power & Light 4.2% 2047	151	0.01
350,000	Kansas City Southern 4.7% 2048	268	0.01
300,000	Kellogg 4.5% 2046	209	0.01
400,000	Keurig Dr Pepper 4.5% 2045	276	0.02
1,500,000	Kimco Realty 4.45% 2047	1,072	0.06
2,400,000	Kinder Morgan 5.55% 2045	1,879	0.10
2,000,000	Kraft Heinz 4.375% 2046	1,307	0.07
600,000	La Mondiale FRN 2047	437	0.02
450,000	Legal & General FRN 2047	316	0.02
300,000	Legg Mason 5.625% 2044	234	0.01
400,000	Lincoln National 4.35% 2048	286	0.02
800,000	Lloyds Banking Group 5.3% 2045	574	0.03
1,300,000	Lockheed Martin 4.7% 2046	1,068	0.06
1,700,000	Lowe's 4.25% 2044	1,181	0.07
800,000	LYB International Finance 4.875% 2044	574	0.03
400,000	Magellan Midstream Partners 4.2% 2047	284	0.02
200,000	Marathon Petroleum 4.5% 2048	132	0.01
300,000	Martin Marietta Materials 4.25% 2047	192	0.01

Holding	Investment	Market value £'000	Percentage of total net assets
250,000	Massachusetts Electric 4.004% 2046	183	0.01
500,000	Massachusetts Institute of Technology 4.678% 2114	431	0.02
1,100,000	McDonald's 4.875% 2045	873	0.05
1,000,000	McKesson 4.883% 2044	746	0.04
1,300,000	Medtronic 4.625% 2045	1,071	0.06
1,400,000	Merck & Co 3.7% 2045	1,054	0.06
400,000	Mexichem 5.5% 2048	271	0.02
3,500,000	Microsoft 3.7% 2046	2,643	0.15
1,700,000	Microsoft 3.95% 2056	1,307	0.07
1,000,000	Molson Coors Brewing 4.2% 2046	653	0.04
1,800,000	MPLX 5.2% 2047	1,315	0.07
400,000	Mylan 5.25% 2046	261	0.01
1,000,000	Nationwide Mutual Insurance 4.95% 2044	787	0.04
750,000	Nestle 4% 2048	576	0.03
400,000	NIKE 3.375% 2046	275	0.02
1,200,000	Nippon Life Insurance FRN 2044	942	0.05
600,000	NiSource 4.375% 2047	440	0.02
900,000	Noble Energy 4.95% 2047	618	0.03
300,000	Nordstrom 5% 2044	203	0.01
1,000,000	Northrop Grumman 4.03% 2047	714	0.04
900,000	Northwestern Mutual Life Insurance 3.85% 2047	644	0.04
800,000	Novartis Capital 4.4% 2044	670	0.04
700,000	Occidental Petroleum 4.625% 2045	551	0.03
1,000,000	Oncor Electric Delivery 3.75% 2045	745	0.04
350,000	ONE Gas 4.5% 2048	282	0.02
1,000,000	ONEOK 4.95% 2047	724	0.04
3,050,000	Oracle 4% 2046	2,238	0.12
200,000	Owens Corning 4.3% 2047	116	0.01
300,000	Pacific Gas & Electric 3.95% 2047	179	0.01
600,000	Pacific Life Insurance FRN 2067	417	0.02
250,000	PECO Energy 3.7% 2047	181	0.01
1,900,000	PepsiCo 3.45% 2046	1,345	0.07
800,000	Pfizer 4.125% 2046	631	0.03
1,500,000	Phillips 66 4.875% 2044	1,151	0.06
400,000	Piedmont Natural Gas 3.64% 2046	275	0.02
300,000	Plains All American Pipeline 4.9% 2045	203	0.01
250,000	PPL Electric Utilities 4.15% 2048	196	0.01
2,800,000	Principal Financial FRN 2055	2,093	0.12
500,000	Procter & Gamble 3.5% 2047	370	0.02
700,000	Progressive 4.125% 2047	537	0.03
1,268,000	Prudential Financial 3.905% 2047	889	0.05
800,000	Prudential Financial FRN 2045	587	0.03

		Market value £'000	Percentage of total net assets
Holding	Investment		
350,000	Prudential Financial FRN 2048	255	0.01
800,000	QBE Insurance 6.75% 2044	630	0.03
1,200,000	QUALCOMM 4.8% 2045	899	0.05
700,000	Rabobank 5.25% 2045	567	0.03
250,000	Raymond James Financial 4.95% 2046	188	0.01
400,000	Reliance Industries 4.875% 2045	302	0.02
1,700,000	Reynolds American 5.85% 2045	1,241	0.07
1,200,000	Rogers Communications 5% 2044	982	0.05
400,000	RPM International 4.25% 2048	269	0.01
250,000	Sabal Trail Transmission 4.832% 2048	186	0.01
500,000	SC Johnson & Son 4.75% 2046	420	0.02
2,200,000	Shell 4.375% 2045	1,776	0.10
300,000	Sherwin-Williams 4.5% 2047	213	0.01
1,700,000	Siemens 3.3% 2046	1,126	0.06
400,000	South Carolina Electric & Gas 4.1% 2046	298	0.02
800,000	Southern 4.4% 2046	578	0.03
1,500,000	Southern California Edison 4% 2047	1,089	0.06
200,000	Southern Natural Gas 4.8% 2047	149	0.01
1,300,000	Southwestern Public Service 3.7% 2047	940	0.05
1,100,000	Standard Chartered 5.7% 2044	867	0.05
200,000	Starbucks 3.75% 2047	131	0.01
400,000	Stryker 4.625% 2046	316	0.02
200,000	Suzano Austria 7% 2047	161	0.01
350,000	Tampa Electric 4.3% 2048	266	0.01
1,100,000	Target 3.625% 2046	763	0.04
1,300,000	Teachers Insurance & Annuity 4.27% 2047	968	0.05
1,000,000	Telefonica Emisiones 5.213% 2047	722	0.04
450,000	Texas Instruments 4.15% 2048	353	0.02
300,000	Toledo Hospital 6.015% 2048	242	0.01
250,000	TTX 4.2% 2046	188	0.01
400,000	Tyson Foods 5.15% 2044	305	0.02
800,000	Union Pacific 4.05% 2046	578	0.03
1,000,000	Union Pacific 4.1% 2067	662	0.04
1,200,000	United Technologies 3.75% 2046	795	0.04
1,400,000	UnitedHealth Group 4.75% 2045	1,167	0.06
200,000	Valmont Industries 5.25% 2054	138	0.01
200,000	Ventas Realty 4.375% 2045	144	0.01
3,100,000	Verizon Communications 5.012% 2054	2,351	0.13
2,900,000	Verizon Communications 5.5% 2047	2,440	0.14
1,400,000	Visa 4.3% 2045	1,143	0.06
500,000	Vodafone 5.25% 2048	369	0.02
650,000	Vodafone 6.25% 2078	474	0.03

			Market value £'000	Percentage of total net assets
	Holding	Investment		
	300,000	Vulcan Materials 4.5% 2047	197	0.01
	800,000	Walgreens Boots Alliance 4.65% 2046	569	0.03
	2,729,000	Walmart 4.3% 2044	2,189	0.12
	800,000	Walt Disney 4.125% 2044	622	0.03
	700,000	Wells Fargo 4.9% 2045	535	0.03
	295,000	Westar Energy 4.25% 2045	228	0.01
	200,000	Western Gas Partners 5.3% 2048	135	0.01
	200,000	Western Gas Partners 5.5% 2048	138	0.01
	200,000	Westlake Chemical 5% 2046	143	0.01
	250,000	Williams Partners 4.85% 2048	179	0.01
	500,000	WW Grainger 4.6% 2045	404	0.02
	500,000	Zoetis 4.45% 2048	383	0.02
Perpetual				
	500,000	AT Securities BV 5.25% Perpetual	351	0.02
	400,000	Bank of Nova Scotia FRN Perpetual	278	0.02
	300,000	BNP Paribas 7.195% Perpetual	240	0.01
	1,200,000	Dai-ichi Life Insurance FRN Perpetual	867	0.05
	700,000	HSBC Capital Funding 10.176% Perpetual	788	0.04
	300,000	Weichai International Hong Kong Energy FRN Perpetual	210	0.01
Government Bonds (0.55%)			18,003	1.00
less than 5 years to maturity				
	7,400,000	United States Treasury Note/Bond 2.5% 2020	5,806	0.32
	2,800,000	US Treasury 2.75% 2023	2,223	0.12
between 5 and 10 years to maturity				
	1,950,000	US Treasury 2.875% 2028	1,555	0.09
greater than 25 years to maturity				
	10,770,000	United States Treasury Note/Bond 3% 2048	8,419	0.47
Collective Investment Schemes (4.19%)			28,562	1.58
	6,793	Aberdeen Liquidity Fund - Euro [†]	6,097	0.34
	20,858	Aberdeen Liquidity Fund - Sterling [†]	20,858	1.15
	2,046	Aberdeen Liquidity Fund - US Dollar [†]	1,607	0.09

Holding	Investment	Market value £'000	Percentage of total net assets
Derivatives (-0.20%)		(5,193)	(0.29)
Forward Currency Contracts (-0.02%)		(5,253)	(0.29)
	Buy GBP 6,133,963 Sell AUD 10,850,000 10/01/2019	138	0.01
	Buy GBP 63,781,437 Sell CAD 109,160,654 10/01/2019	1,043	0.06
	Buy GBP 3,109,221 Sell CHF 3,933,700 10/01/2019	(25)	-
	Buy GBP 856,925 Sell EUR 950,000 10/01/2019	4	-
	Buy GBP 432,653,416 Sell EUR 484,725,000 10/01/2019	(2,572)	(0.15)
	Buy GBP 3,490,155 Sell USD 4,450,000 10/01/2019	(2)	-
	Buy GBP 3,853,349 Sell USD 4,900,000 10/01/2019	8	-
	Buy GBP 6,403,306 Sell USD 8,150,000 10/01/2019	8	-
	Buy GBP 1,186,165,689 Sell USD 1,516,310,000 10/01/2019	(3,804)	(0.21)
	Buy USD 4,050,000 Sell GBP 3,206,285 10/01/2019	(28)	-
	Buy USD 4,075,000 Sell GBP 3,194,275 10/01/2019	4	-
	Buy USD 6,650,000 Sell GBP 5,245,282 10/01/2019	(27)	-
Futures (0.00%)		60	-
11	Long Japan 10 Year Bond (TSE) Future 13/03/2019	52	-
(14)	Short Gilt Future 27/03/2019	8	-
Total investment assets and liabilities		1,788,240	98.99
Net other assets		18,185	1.01
Total Net Assets		1,806,425	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

¹Managed by subsidiaries of Standard Life Aberdeen plc

Statement of total return

For the year ended 31 December 2018

		2018	2017
	Notes	£'000	£'000
Income:			
Net capital losses	1	(89,531)	(6,042)
Revenue	3	45,904	8,477
Expenses	4	(3,049)	(689)
Interest payable and similar charges	5	(21)	(13)
Net revenue before taxation		42,834	7,775
Taxation	6	(12)	-
Net revenue after taxation		42,822	7,775
Total return before distributions		(46,709)	1,733
Distributions	7	(42,821)	(7,775)
Change in net assets attributable to shareholders from investment activities		(89,530)	(6,042)

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018	2017
	£'000	£'000
Opening net assets attributable to shareholders	1,529,940	-
Amounts receivable on the issue of shares	322,525	1,523,465
Amounts payable on the cancellation of shares	(713)	-
Dilution adjustment	321,812	1,523,465
	581	3,505
Change in net assets attributable to shareholders from investment activities (see above)	(89,530)	(6,042)
Retained distribution on accumulation shares	43,622	9,012
Closing net assets attributable to shareholders	1,806,425	1,529,940

Balance sheet

As at 31 December 2018

	Notes	2018 £'000	2017 £'000
Assets:			
Fixed assets:			
Investment assets		1,794,697	1,515,985
Current assets:			
Debtors	8	19,461	20,685
Cash and bank balances	9	5,204	3,806
		24,665	24,491
Total assets		1,819,362	1,540,476
Liabilities:			
Investment liabilities		(6,457)	(3,132)
Creditors	10	(6,480)	(7,404)
		(6,480)	(7,404)
Total liabilities		(12,937)	(10,536)
Net assets attributable to shareholders		1,806,425	1,529,940

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital Losses

	2018	2017
	£'000	£'000
Non-derivative securities	(65)	(34,275)
Derivative contracts	(1)	36
Forward currency contracts	(95,585)	23,823
Other gains	6,133	4,384
Handling charges taken from the capital account	(13)	(10)
Net capital losses	(89,531)	(6,042)

2 Equity Purchases, Sales and Transaction Costs

There are no transaction costs associated with the purchases or sales of bonds, collective investment schemes and derivatives during the year, or in the prior year.

Bonds are dealt on a spread agreed between buyer and seller with reference to the expected cashflows and current credit profiles.

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Bonds	791,893	2,026,608
Collective investment schemes	428,724	272,604
Sales		
Bonds	467,062	538,361
Collective investment schemes	464,179	208,094

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.35% (2017: 0.01%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
Taxable distributions on offshore funds	185	29
Interest on debt securities	45,634	8,411
Bank interest	85	37
Total revenue	45,904	8,477

4 Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	2,539	557
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	165	40
Safe custody fee	86	27
	251	67
Other:		
Audit fee	12	8
Marketing fees	246	56
Printing fees	1	1
	259	65
Total expenses	3,049	689

5 Interest Payable and Similar Charges

	2018	2017
	£'000	£'000
Interest payable	21	13
Total interest payable & similar charges	21	13

6 Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	12	-
Total current tax	12	-
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	42,834	7,775
Corporation tax at 20% (2017: 20%)	8,567	1,555
Effects of:		
Overseas taxes	12	-
Overseas tax expensed	(2)	-
Distributions treated as tax deductible	(8,565)	(1,555)
Total tax charge for year (note 6a)	12	-

7 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
First interim distribution	8,994	-
Second interim distribution	11,081	-
Third interim distribution	11,019	878
Final distribution	12,528	8,134
	43,622	9,012
Add: Income deducted on cancellation of shares	2	-
Deduct: Income received on issue of shares	(803)	(1,237)
Net distribution for the year	42,821	7,775

Details of the distribution per share are set out in this Fund's distribution tables.

8 Debtors

	2018	2017
	£'000	£'000
Amounts receivable from the ACD for the issue of shares	-	500
Sales awaiting settlement	-	4,194
Accrued revenue	19,461	15,991
Total debtors	19,461	20,685

9 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	62	75
Cash and bank balances	5,142	3,731
Total cash and bank balances	5,204	3,806

10 Creditors

	2018	2017
	£'000	£'000
Purchases awaiting settlement	6,011	7,102
Accrued expenses payable to ACD	229	195
Accrued expenses payable to the Depositary or associates of the Depositary	17	14
Other accrued expenses	212	93
Capital gains tax payable	11	-
Total creditors	6,480	7,404

11 Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

12 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 127. £229,000 was due to the ACD at the year end.

As at the year end the Fund held investments valued at £28,562,000 (2017: £64,119,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

13 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	-	100	-	100
A Income shares	-	100	-	100
B Accumulation shares	1,526,737,057	328,651,680	(723,652)	1,854,665,085
B Income shares	5,997	170	(1,167)	5,000

14 Fair Value Hierarchy

	2018 £'000 Level 1	2018 £'000 Level 2	2018 £'000 Level 3	2017 £'000 Level 1	2017 £'000 Level 2	2017 £'000 Level 3
Fair value of investment assets						
Bonds	51,294	1,713,577	-	11,417	1,440,092	-
Collective Investment Schemes	-	28,562	-	-	64,119	-
Derivatives	60	1,205	-	46	311	-
Total investment assets	51,354	1,743,344	-	11,463	1,504,522	-
Derivatives	-	(6,458)	-	-	(3,132)	-
Total investment liabilities	-	(6,458)	-	-	(3,132)	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

15 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

Value at Risk (VaR) is a measure of the maximum potential loss to the Fund due to market risk. More particularly, VaR measures the maximum potential loss at a given confidence level (probability) over a specific time period under normal market conditions.

2018*	Minimum	Maximum	Average
VaR 99% 1 Month	1.42%	1.74%	1.61%
2017	Minimum	Maximum	Average
VaR 99% 1 Month	1.60%	1.85%	1.70%

* Eight outlier points were smoothed over, on 5 February 2018 and 12 December 2018 to 20 December 2018.

VaR table

	FX risk	Interestrates risk	Inflation risk	Contribution from credit risk	Overall VaR
31 December 2018	0.02%	1.27%	-	0.14%	1.43%
31 December 2017	0.01%	1.52%	-	0.17%	1.70%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets/(liabilities)	
	2018	2017
	£'000	£'000
Australian Dollar	196	(16)
Brazilian Real	(11)	-
Canadian Dollar	(232)	(111)
Euro	(834)	(842)
Japanese Yen	174	-
Swiss Franc	86	33
Taiwan Dollar	-	131
US Dollar	1,523	(124)

(c) Interest rate risk

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund). A decline in interest rates will, in general, have the opposite effect.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Financial assets/ (liabilities) not carrying interest £'000	Total £'000
2018				
Currency				
UK Sterling	21,854	87,751	1,695,918	1,805,523
Australian Dollar	162	5,980	(5,946)	196
Brazilian Real	-	-	(11)	(11)
Canadian Dollar	7,323	55,828	(63,383)	(232)
Euro	40,767	389,368	(430,969)	(834)
Japanese Yen	122	-	52	174
Swiss Franc	31	3,167	(3,112)	86
US Dollar	58,373	1,127,911	(1,184,761)	1,523
2017				
Currency				
UK Sterling	940	79,666	1,450,263	1,530,869
Australian Dollar	33	6,019	(6,068)	(16)
Canadian Dollar	260	40,612	(40,983)	(111)
Euro	364	352,976	(354,182)	(842)
Swiss Franc	-	3,053	(3,020)	33
Taiwan Dollar	-	-	131	131
US Dollar	2,209	969,182	(971,515)	(124)

(d) Credit risk

All cash exposures are carefully managed to ensure that money is placed on deposit with counterparties that meet the minimum credit rating deemed appropriate for this Fund. In certain circumstances, the Fund Manager may deliberately invest in securities (e.g. corporate bonds) with a well defined and published credit rating. In this case the Fund would be deliberately taking credit risk in order to seek additional rewards.

	Bid market value 2018 £'000	Bid market value 2017 £'000
Credit Rating Analysis		
Investment grade (AAA to BBB-)	1,760,824	1,447,652
Non-Investment grade (BB+ to CCC)	-	3,856
Not rated	4,047	-
Total Value of Bonds	1,764,871	1,451,508

(e) Counterparty Risk

Credit quality of debt security investment assets

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

At the balance sheet date the Fund had the following exposures:

	2018	2017
	£'000	£'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	13,729	5,134
Forward foreign exchange	1,718,043	1,403,449
Total Market Exposure	1,731,772	1,408,583
Total Market Exposure as a percentage of Fund value	96%	92%

*FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	-	-
Direct operational costs and fees incurred for stocklending (stocklending agent costs)	-	-
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	-	-
Underlying exposure obtained through EPM techniques†	1,731,772	1,408,583

	2018	2017
	£'000	£'000
Uncollateralised counterparty exposure		
BNP Paribas	(126)	(1,199)
Goldman Sachs International	2,455	(2)
Royal Bank of Canada	(1,033)	(2)
State Street	24	(1,763)
UBS AG	4,408	-
Total uncollateralised counterparty exposure	5,728	(2,966)

Collateral

The type and amount of collateral received to reduce counterparty exposure:

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

†The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(f)

Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table

For the three months ended 31 March 2018

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 31 March 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	0.5503	-	0.5503*	-
Group 2	0.3995	0.1508	0.5503*	-
B Income shares				
Group 1	0.5551	-	0.5551**	-
Group 2	-	-	-	-

* Distribution accumulated on 31 March 2018.

** Distribution paid on 31 May 2018.

For the three months ended 30 June 2018

Group 1 - shares purchased prior to 1 April 2018

Group 2 - shares purchased between 1 April 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	0.6426	-	0.6426*	1.3108
Group 2	0.2791	0.3635	0.6426*	1.3108
B Income shares				
Group 1	0.6341	-	0.6341**	1.2198
Group 2	-	-	-	1.2198

* Distribution accumulated on 30 June 2018.

** Distribution paid on 31 August 2018.

For the three months ended 30 September 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 30 September 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	0.6035	-	0.6035*	0.1179
Group 2	0.4184	0.1851	0.6035*	0.1179
B Income shares				
Group 1	0.5941	-	0.5941**	0.1182
Group 2	-	-	-	0.1182

* Distribution accumulated on 30 September 2018.

** Distribution paid on 30 November 2018.

For the three months ended 31 December 2018

Group 1 - shares purchased prior to 1 October 2018

Group 2 - shares purchased between 1 October 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1 ^A	0.1800	-	0.1800*	-
Group 2 ^B	-	-	-	-
A Income shares				
Group 1 ^A	0.1800	-	0.1800**	-
Group 2 ^B	-	-	-	-
B Accumulation shares				
Group 1	0.6755	-	0.6755*	0.5327
Group 2	0.2412	0.4343	0.6755*	0.5327
B Income shares				
Group 1	0.6585	-	0.6585**	0.5382
Group 2	-	-	-	0.5382

* Distribution accumulated on 31 December 2018.

** Distribution paid on 28 February 2019.

^A shares created for initial seeding of the share class prior to 27 November 2018^B shares purchased between 27 November 2018 and 31 December 2018**Equalisation**

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Aberdeen Japan Equity Enhanced Index Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to achieve long-term capital growth by investing in equity and equity-related securities of companies in Japan.

The investment policy of the Fund is to invest primarily in equities and equity-related securities of companies that are constituents of the MSCI Japan Index. The Fund will use a variety of quantitative techniques and adopt a disciplined approach to stock selection whilst seeking to maintain a level of risk similar to that of the MSCI Japan Index.

Equity-related securities include but are not limited to depository receipts, convertible securities, equity-linked notes (debt securities linked to the performance of an equity security) warrants, and bonds convertible into common or preferred shares. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives.

It is not currently intended that derivatives will be used for any purpose other than the efficient portfolio management of the Fund, although derivatives may, subject to the ACD obtaining and maintaining the requisite permissions from the FCA under the Financial Services and Markets Act 2000 and on giving not less than 60 days' notice to shareholders in the Fund, use derivatives in pursuit of its investment objective as well as hedging in the future. If derivatives are used for the purpose of meeting the investment objective of the Fund as well as hedging it is not intended that the use of derivatives would raise the risk profile.

Performance review

For the year ended 31 December 2018, the value of Aberdeen Japan Equity Enhanced Index Fund B Accumulation shares decreased 7.54%, compared with a decrease of 7.14% in the benchmark, MSCI Japan index.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market Review

Japanese equities finished down over the 12 months. Concerns around global trade, the slowing global economy and stronger yen over the closing months drove sentiment.

The market was positive at the start of the period. The yen weakened on the prospect of higher US interest rates, boosting exporters. This prompted investors to buy export-driven stocks likely to benefit. Proposed tax reforms in the US also boosted a number of companies that sell goods and services overseas. However, Japan's annualised first-quarter GDP contracted by 0.6% ending the economy's longest streak of expansion since 1989.

The Japanese economy rallied in the second quarter after contracting in the previous three months. Encouragingly, growth was driven by domestic activity, with corporate profits healthy.

In September, voters re-elected Prime Minister Abe as president of the ruling Liberal Democratic Party. He will now remain prime minister, giving him a fresh mandate to push through his reform agenda.

However, escalating trade tensions soon took centre stage once again. This caused equity markets to slump in December, wiping out much of the year's gains. The yen also climbed thanks to its 'safe-haven' status. This hurt a number of companies that sell goods overseas.

Finally, Japanese GDP fell by 2.5% in the third quarter – more than double the preliminary reading. The poor performance was due to a collapse in capital expenditure in the wake of natural disasters.

Portfolio Review

The Fund outperformed over the year. Value and financial strength enhanced factors underperformed. However, this was outweighed by the outperformance of trend, sentiment and prudent management.

An active holding in the brokerage company SBI was a positive contributor to performance. The share price outperformed the broader market after the company announced strong full year results, which were driven by increased activity of individual investors. The brokerage registered a positive score on our measures of prudent management. Furthermore, the Fund benefited from an underweight position in the drug manufacturer Takeda Pharmaceutical. The shares dropped after the company disclosed it was making a bid for Shire. The business had a negative score for prudent management. On the downside, an underweight position in the pharmaceutical company Eisai detracted from the return of the Fund. The company's share price rose after it signed an agreement for Merck to market its cancer drug. Eisai ranked low down on our measures for financial strength.

Outlook

Concerns about prolonged government negotiations between the US and China have started to impact corporate business activities. As a result, market participants have further downgraded their hopes for global growth. It may be too early to assume that we will see a short-term recovery in share prices.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 6 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

A Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(5.01)
Operating charges	(0.03)
Return after operating charges*	(5.04)
Distributions	(0.14)
Retained distributions on accumulation shares*	0.14
Closing net asset value per share	94.96
 * after direct transaction costs of:	 0.00
Performance	
Return after charges	(5.04%)
Other information	
Closing net asset value (£'000)	3
Closing number of shares	2,712
Operating charges	0.35%
Direct transaction costs	0.00%
Prices	
Highest share price	102.76
Lowest share price	94.00

^A Share class A Accumulation was launched 28 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Comparative tables

	2018 pence per share	2017 pence per share	2016 pence per share
B Accumulation shares			
Change in net assets per share			
Opening net asset value per share	144.95	129.96	103.62
Return before operating charges*	(9.68)	15.40	26.68
Operating charges	(0.43)	(0.41)	(0.34)
Return after operating charges*	(10.11)	14.99	26.34
Distributions	(2.87)	(2.45)	(2.07)
Retained distributions on accumulation shares*	2.87	2.45	2.07
Closing net asset value per share	134.84	144.95	129.96
 * after direct transaction costs of:	 0.00	 0.00	 0.01
Performance			
Return after charges	(6.97%)	11.53%	25.42%
Other information			
Closing net asset value (£'000)	14,298	16,537	16,836
Closing number of shares	10,603,996	11,408,881	12,955,181
Operating charges	0.30%	0.30%	0.30%
Direct transaction costs	0.00%	0.00%	0.01%
Prices			
Highest share price	154.01	149.52	133.04
Lowest share price	133.50	129.04	89.39

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Comparative tables

X Accumulation shares ^A	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	122.48	109.59	100.00 ^B
Return before operating charges*	(8.20)	13.01	9.67
Operating charges	(0.12)	(0.12)	(0.08)
Return after operating charges*	(8.32)	12.89	9.59
Distributions	(2.66)	(2.30)	(0.93)
Retained distributions on accumulation shares*	2.66	2.30	0.93
Closing net asset value per share	114.16	122.48	109.59
 * after direct transaction costs of:	 0.00	 0.00	 0.01
Performance			
Return after charges	(6.79%)	11.76%	9.59%
Other information			
Closing net asset value (£'000)	6,440	6,879	6,388
Closing number of shares	5,640,800	5,616,395	5,828,195
Operating charges	0.10%	0.10%	0.10%
Direct transaction costs	0.00%	0.00%	0.01%
Prices			
Highest share price	130.33	126.30	112.16
Lowest share price	113.00	108.81	96.00

^A Share class X Accumulation was launched 1 August 2016.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market Value £'000	Total Net Assets %
Japanese Equities (97.76%)		19,940	96.14
Communication Services (4.33%)		1,724	8.31
1,100	DeNA	14	0.07
1,600	Dentsu	56	0.27
5,800	Hakuhodo	65	0.31
17,100	KDDI	321	1.55
2,500	Konami	86	0.41
6,000	Nexon	61	0.29
900	Nintendo	188	0.91
12,200	Nippon Telegraph & Telephone	391	1.88
15,000	NTT DOCOMO	265	1.28
5,300	Softbank	277	1.34
Consumer Discretionary (19.74%)		3,639	17.55
500	ABC-Mart	22	0.10
2,700	Aisin Seiki	74	0.36
7,200	Bridgestone	218	1.05
700	Casio Computer	7	0.03
1,500	Denso Corporation	52	0.25
300	Fast Retailing	120	0.58
7,700	Fuji Heavy Industries	130	0.63
23,100	Honda Motor	478	2.31
3,200	Isuzu Motors	35	0.17
1,800	J. Front Retailing	16	0.08
100	Koito Manufacturing	4	0.02
19,300	Mazda Motor	157	0.76
6,600	Mitsubishi Motors	28	0.14
12,000	Nikon	140	0.68
11,700	Nissan Motor	74	0.36
15,200	Panasonic	108	0.52
7,400	Rakuten	39	0.19
300	Ryohin Keikaku	57	0.27
4,500	Sekisui House	52	0.25
700	Sharp	6	0.03
300	Shimano	33	0.16
13,100	Sony	499	2.40
3,600	Stanley Electric	79	0.38
7,600	Sumitomo Electric Industries	79	0.38
7,200	Sumitomo Rubber Industries	67	0.32

			Market Value £'000	Total Net Assets %
Holding	Investment			
3,700	Suzuki Motor		147	0.71
100	Toyoda Gosei		2	0.01
17,300	Toyota Motor		793	3.82
18,300	Yamada Denki		69	0.33
3,500	Yamaha Motor		54	0.26
Consumer Staples (9.50%)			2,121	10.23
4,800	Ajinomoto		67	0.32
5,200	Asahi		159	0.77
1,300	Coca-Cola Bottlers Japan		31	0.15
900	Familymart		89	0.43
500	Japan Tobacco		9	0.04
4,700	Kao		274	1.32
9,600	Kirin		158	0.76
600	Kose		74	0.36
2,700	Lawson		134	0.65
6,400	Lion		104	0.50
600	Meiji		38	0.19
2,700	NH Foods		80	0.38
5,400	Pola Orbis		115	0.55
11,500	Seven & I		394	1.90
3,500	Shiseido		172	0.83
1,700	Suntory Beverage & Food		60	0.29
6,300	Uni-Charm		160	0.77
200	Yamazaki Baking		3	0.02
Energy (0.25%)			191	0.92
100	Idemitsu Kosan		3	0.01
45,600	JXTG		188	0.91
Financials (13.66%)			2,304	11.11
200	AEON Financial Service		3	0.01
5,400	Concordia Financial		16	0.08
13,900	Dai-ichi Life Insurance		171	0.83
7,900	Japan Post		71	0.34
9,300	Mebuki Financial		19	0.09
103,900	Mitsubishi UFJ Financial		400	1.93
216,000	Mizuho Financial		263	1.27
6,400	MS&AD Insurance		143	0.69

			Market Value £'000	Total Net Assets %
Holding	Investment			
27,700	ORIX		318	1.53
22,700	Resona		86	0.42
10,000	SBI		154	0.74
5,300	Sompo		142	0.69
5,900	Sumitomo Mitsui		154	0.74
1,200	Sumitomo Mitsui Trust		35	0.17
1,200	T&D		11	0.05
8,500	Tokio Marine		318	1.53
Health Care (6.51%)			1,853	8.93
7,000	Alfresa		140	0.67
33,200	Astellas Pharmaceuticals		333	1.59
2,700	Daiichi Sankyo		68	0.33
4,200	Dainippon Sumitomo Pharma		105	0.51
1,600	Eisai		97	0.47
800	Hisamitsu Pharmaceutical		35	0.17
2,500	Hoya		118	0.57
2,600	Kyowa Hakko Kirin		39	0.19
8,700	MediPal		147	0.71
4,900	Mitsubishi Tanabe Pharma		55	0.26
700	Ono Pharmaceutical		11	0.05
1,600	Otsuka		51	0.25
4,800	Shionogi		215	1.04
2,400	Suzuken		96	0.46
1,600	Taisho Pharmaceutical		126	0.61
8,200	Takeda Pharmaceutical		217	1.05
Industrials (20.31%)			3,941	19.00
200	AGC		5	0.02
4,000	ANA		113	0.55
1,600	Central Japan Railway		265	1.28
5,500	Dai Nippon Printing		90	0.43
1,000	Daikin Industries		84	0.41
1,700	East Japan Railway		118	0.57
700	Fanuc		83	0.40
1,800	Fuji Electric		42	0.20
300	Hoshizaki Electric		14	0.07
3,200	IHI		69	0.33
13,700	ITOCHU		183	0.88
6,700	Japan Airlines		187	0.90

			Market Value £'000	Total Net Assets %
Holding	Investment			
8,800	JTEKT		77	0.37
23,500	Kajima		248	1.20
6,300	Kamigumi		102	0.49
3,600	Komatsu		61	0.29
1,900	Kubota		21	0.10
1,800	Kyushu Railway		48	0.23
32,900	Marubeni		182	0.88
3,700	MINEBEA MITSUMI		42	0.20
12,400	Mitsubishi		268	1.29
20,500	Mitsubishi Electric		178	0.86
3,400	Mitsubishi Heavy Industries		96	0.46
23,200	Mitsui		280	1.35
1,000	Nippon Express		44	0.21
9,000	Nsk		61	0.29
3,100	Recruit		59	0.28
400	SG		8	0.04
400	SMC		95	0.46
1,300	Sohgo Security Services		48	0.23
10,900	Sumitomo		122	0.59
2,200	Sumitomo Heavy Industries		51	0.25
6,100	Taisei		205	0.99
2,600	Temp		30	0.15
5,700	THK		84	0.41
5,400	Toshiba		120	0.58
3,100	Toyota Tsusho		72	0.35
1,200	West Japan Railway		67	0.32
900	Yamato		19	0.09
Information Technology (14.57%)			2,200	10.61
1,600	Alps Electric		24	0.12
7,800	Brother Industries		91	0.44
16,700	Canon		358	1.73
300	Disco		28	0.13
7,000	Fujifilm		214	1.03
4,300	Fujitsu		210	1.01
16,800	Hitachi		353	1.70
2,200	Hitachi High-Tech		54	0.26
400	Keyence		159	0.77
5,000	Konica Minolta		36	0.17
1,700	Kyocera		67	0.32
500	Murata Manufacturing		53	0.26

			Market Value £'000	Total Net Assets %
Holding	Investment			
600	NEC		14	0.07
4,900	Nippon Electric Glass		94	0.45
2,200	Nomura Research Institute		64	0.31
14,300	NTT Data		123	0.59
2,400	Otsuka		52	0.25
4,300	SUMCO		38	0.18
1,800	Tokyo Electron		161	0.78
500	Yokogawa Electric		7	0.04
Materials (5.63%)			1,041	5.02
12,200	Asahi Kasei		99	0.48
6,900	Daicel		56	0.27
3,900	JFE		49	0.24
8,700	Kobe Steel		48	0.23
31,200	Mitsubishi Chemical		186	0.90
8,700	Mitsubishi Gas Chemical		103	0.50
3,900	Mitsui Chemicals		69	0.33
300	Nippon Steel & Sumitomo Metal		4	0.02
2,000	Nitto Denko		79	0.38
19,100	Oji		77	0.37
1,100	Shin-Etsu Chemical		67	0.32
2,200	Showa Denko		51	0.25
9,000	Sumitomo Chemical		34	0.16
700	Sumitomo Metal Mining		15	0.07
10,200	Tosoh		104	0.50
Real Estate (2.31%)			480	2.31
1,300	Daito Trust Construction		140	0.67
6,200	Daiwa House Industry		155	0.75
300	Nomura Real Estate		4	0.02
83	Nomura Real Estate Master Fund		86	0.41
78	United Urban Investment		95	0.46
Utilities (0.95%)			446	2.15
4,100	Chubu Electric Power		46	0.22
2,400	Electric Power Development		45	0.22
8,900	Kansai Electric Power		105	0.51
12,300	Osaka Gas		176	0.85
6,000	Tokyo Electric Power		28	0.13
2,300	Tokyo Gas		46	0.22

Holding	Investment	Market Value £'000	Total Net Assets %
Collective Investment Schemes (1.65%)		656	3.16
656	Aberdeen Liquidity Fund - Sterling [†]	656	3.16
Derivatives (0.02%)		(21)	(0.10)
Forward Currency Contracts (0.00%)		28	0.14
	Buy GBP 11,256 Sell JPY 1,601,000 14/03/2019	-	-
	Buy GBP 36,611 Sell JPY 5,119,000 14/03/2019	-	-
	Buy JPY 3,281,000 Sell GBP 22,858 14/03/2019	1	0.01
	Buy JPY 4,407,000 Sell GBP 31,525 14/03/2019	-	-
	Buy JPY 8,300,000 Sell GBP 57,377 14/03/2019	2	0.01
	Buy JPY 16,352,000 Sell GBP 113,507 14/03/2019	4	0.02
	Buy JPY 86,473,050 Sell GBP 598,899 14/03/2019	21	0.10
Futures (0.02%)		(49)	(0.24)
74	Long Mini Topix Index Future 07/03/2019	(49)	(0.24)
Total investment assets and liabilities		20,575	99.20
Net other assets		166	0.80
Total Net Assets		20,741	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†] Managed by subsidiaries of Standard Life Aberdeen plc

Statement of total return

For the year ended 31 December 2018

	Notes	2018 £'000	2017 £'000
Income:			
Net capital (losses)/gains	1	(2,041)	2,099
Revenue	3	567	531
Expenses	4	(42)	(46)
Net revenue before taxation		525	485
Taxation	5	(55)	(53)
Net revenue after taxation		470	432
Total return before distributions		(1,571)	2,531
Distributions	6	(470)	(432)
Change in net assets attributable to shareholders from investment activities		(2,041)	2,099

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018 £'000	2017 £'000
Opening net assets attributable to shareholders	23,416	23,224
Amounts receivable on the issue of shares	714	89
Amounts payable on the cancellation of shares	(1,806)	(2,411)
Dilution adjustment	(1,092) 2	(2,322) 1
Change in net assets attributable to shareholders from investment activities (see above)	(2,041)	2,099
Retained distribution on accumulation shares	456	414
Closing net assets attributable to shareholders	20,741	23,416

Balance sheet

As at 31 December 2018

	Notes	2018 £'000	2017 £'000
Assets:			
Fixed assets:			
Investment assets		20,624	23,285
Current assets:			
Debtors	7	44	36
Cash and bank balances	8	137	112
		181	148
Total assets		20,805	23,433
Liabilities:			
Investment liabilities		(49)	(3)
Creditors	9	(15)	(14)
		(15)	(14)
Total liabilities		(64)	(17)
Net assets attributable to shareholders		20,741	23,416

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital (Losses)/Gains

	2018	2017
	£'000	£'000
Non-derivative securities	(1,945)	1,983
Derivative contracts	(114)	134
Forward currency contracts	28	(9)
Other gains	4	2
Handling charges taken from the capital account	(14)	(11)
Net capital (losses)/gains	(2,041)	2,099

2 Equity Purchases, Sales and Transaction Costs

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	8,228	7,145
Commissions	-	-
Total purchase transaction costs	-	-
Purchases including transaction costs	8,228	7,145
Sales		
Equities	9,234	8,366
Commissions	-	-
Total sale transaction costs	-	-
Total sales net of transaction costs	9,234	8,366

	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.00	0.00
Sales		
Commissions	0.00	0.00

	2018	2017
	% Average NAV	% Average NAV
Equity Purchases, Sales Analysis to Average NAV		
Purchases		
Commissions	0.00	0.00
Sales		
Commissions	0.00	0.00

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	8,228	7,145
Collective investment schemes	1,186	388
Sales		
Equities	9,234	8,366
Collective investment schemes	917	987

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.23% (2017: 0.15%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
Overseas dividends	562	529
Taxable distributions on offshore funds	3	2
Bank interest	1	-
Stocklending income	1	-
Total revenue	567	531

4 Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	32	33
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	2	3
Safe custody fee	4	4
	6	7
Other:		
Audit fee	8	8
Printing fees	1	2
Subsidised Fees	(5)	(4)
	4	6
Total expenses	42	46

5 Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	55	53
Total current tax	55	53
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	525	485
Corporation tax at 20% (2017: 20%)	105	97
Effects of:		
Revenue not subject to taxation	(111)	(105)
Overseas taxes	55	53
Excess allowable expenses	6	8
Total tax charge for year (note 5a)	55	53

Authorised Open-Ended Investment Companies are exempt from tax on capital gains in the UK. Therefore, any capital gain is not included in the above reconciliation.

(c) **Factors that may affect future tax charge**

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £32,000 (2017: £26,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

6 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	246	223
Final distribution	210	191
	456	414
Add: Income deducted on cancellation of shares	14	18
Net distribution for the year	470	432

Details of the distribution per share are set out in this Fund's distribution tables.

7 Debtors

	2018	2017
	£'000	£'000
Sales awaiting settlement	1	-
Accrued revenue	38	32
Expense capping adjustment recoverable	5	4
Total debtors	44	36

8 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	81	3
Cash and bank balances	56	109
Total cash and bank balances	137	112

9 Creditors

	2018	2017
	£'000	£'000
Accrued expenses payable to ACD	3	3
Other accrued expenses	12	11
Total creditors	15	14

10 Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

11 Securities on loan

The aggregate value of securities on loan at 31 December 2018 is £433,000 (2017: £nil). The identities of these counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 31 December 2018 is £466,000 (2017: £nil). This collateral is listed in the collateral held table below.

	2018	2017
Counterparties	£'000	£'000
Citigroup Global Markets Limited	279	-
UBS AG	154	-
Total securities on loan	433	-

	2018	2017
Collateral held	£'000	£'000
Equities	466	-
Total collateral held	466	-

The gross earnings and fees paid for the year are £1,000 (2017: £nil) and £177 (2017: £nil).

12 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 149. £3,000 was due to the ACD at the year end.

As at the year end the Fund held investments valued at £656,000 (2017: £387,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

13 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	-	2,712	-	2,712
B Accumulation shares	11,408,881	462,258	(1,267,143)	10,603,996
X Accumulation shares	5,616,395	54,865	(30,460)	5,640,800

14 Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	19,940	-	-	22,892	-	-
Collective Investment Schemes	-	656	-	-	387	-
Derivatives	-	28	-	6	-	-
Total investment assets	19,940	684	-	22,898	387	-
Derivatives	(49)	-	-	-	(3)	-
Total investment liabilities	(49)	-	-	-	(3)	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

15 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £1,030,000 (2017: £1,164,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £1,034,000 (2017: £1,170,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets	
	2018	2017
	£'000	£'000
Japanese Yen	20,676	23,399

(c) Interest rate risk

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets/ (liabilities)	Financial assets/ (liabilities) not carrying interest	Total
	£'000	£'000	£'000
2018			
Currency			
UK Sterling	850	(785)	65
Japanese Yen	(57)	20,733	20,676
2017			
Currency			
UK Sterling	112	(95)	17
Japanese Yen	-	23,399	23,399

(d) Counterparty Risk**Credit quality of debt security investment assets**

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

	2018	2017
	£'000	£'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	791	1,053
Forward foreign exchange	900	1,026
Total Market Exposure	1,691	2,079
Total Market Exposure as a percentage of Fund value	8%	9%

* FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	1	-
Direct operational costs and fees incurred for stocklending (stocklending agent costs) [^]	-	-
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	1	-
Underlying exposure obtained through EPM techniques[†]	1,691	2,079

[^] The unrounded gross revenue arising from stock lending and direct operational costs and fees incurred for stocklending for the year to 31 December 2018 is £177 and £185 respectively.

	2018	2017
	£'000	£'000
Uncollateralised counterparty exposure		
BNP Paribas	(6)	(1)
Royal Bank of Canada	-	(2)
UBS AG	(20)	-
Total uncollateralised counterparty exposure	(26)	(3)

Collateral**The type and amount of collateral received to reduce counterparty exposure:**

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

[†] The Fund has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil)

(e) Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table**For the six months ended 30 June 2018**

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	1.5429	-	1.5429*	1.3108
Group 2	1.5428	0.0001	1.5429*	1.3108
X Accumulation shares				
Group 1	1.4194	-	1.4194*	1.2198
Group 2	1.0901	0.3293	1.4194*	1.2198

* Distribution accumulated on 30 June 2018.

For the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1 ^A	0.1441	-	0.1441*	-
Group 2 ^B	-	-	-	-
B Accumulation shares				
Group 1	1.3223	-	1.3223*	1.1414
Group 2	0.7609	0.5614	1.3223*	1.1414
X Accumulation shares				
Group 1	1.2439	-	1.2439*	1.0836
Group 2	0.9501	0.2938	1.2439*	1.0836

* Distribution accumulated on 31 December 2018.

^A shares created for initial seeding of the share class prior to 28 November 2018^B shares purchased between 28 November 2018 and 31 December 2018**Equalisation**

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Aberdeen Northern American Equity Enhanced Index Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to achieve long-term capital growth by investing in equity and equity-related securities of companies in North America.

The investment policy of the Fund is to invest primarily in equities and equity-related securities of companies that are constituents of the S&P 500 Index. The Fund will use a variety of quantitative techniques and adopt a disciplined approach to stock selection whilst seeking to maintain a level of risk similar to that of the S&P 500 Index.

Equity-related securities include but are not limited to depository receipts, convertible securities, equity-linked notes (debt securities linked to the performance of an equity security) warrants, and bonds convertible into common or preferred shares. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives.

It is not currently intended that derivatives will be used for any purpose other than the efficient portfolio management of the Fund, although derivatives may, subject to the ACD obtaining and maintaining the requisite permissions from the FCA under the Financial Services and Markets Act 2000 and on giving not less than 60 days' notice to shareholders in the Fund, use derivatives in pursuit of its investment objective as well as hedging in the future. If derivatives are used for the purpose of meeting the investment objective of the Fund as well as hedging it is not intended that the use of derivatives would raise the risk profile.

Performance review

For the year ended 31 December 2018, the value of Aberdeen Northern American Equity Enhanced Index Fund B Accumulation shares decreased by 0.59%, compared with an increase of 1.56% in the benchmark, S&P 500 index.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market Review

Up to November, the return for US equity markets was positive. However, there was another dramatic sell-off in December. It meant that for the year, the return for US markets was negative. It was the worst final quarter return since 2011.

Increased concern about the sustainability of its economic expansion, a deepening dispute between the US and China on trade and an inverting yield curve combined to drain confidence from the markets. Added to this was the continued steep fall in the oil price after it hit a four-year high of \$86 in October.

As the year wore on, the overriding issue was the interest-rate hiking by the Federal Reserve (Fed). It hiked rates four times over the 12 months, from 1.5% to 2.5%. The latest in December acted as a catalyst for the sell-off.

However, despite the gloomy mood in the markets, economic data continued to improve. Employment and manufacturing numbers all pointed to robust and sustainable economic output. Despite the trend of improving data for businesses and the economy, the year ended in a pessimistic mood. Worries that higher interest rates will make life more difficult for businesses and individuals took hold. Investors were also spooked by companies guiding sales expectations lower for 2019.

Portfolio Review

The Fund outperformed over the year. In terms of our enhanced factors, value underperformed while financial strength and prudent management outperformed.

An active position in the software company CA was a positive contributor to performance of the Fund over the year. The shares rose on speculation that it would be taken over. The stock ranked above average on our measures of value. In addition, the Fund benefited from an underweight position in the bank Wells Fargo. The Fed imposed sanctions on the lender due to a bogus accounts scandal. The bank scored poorly on various measures of prudent management. Conversely, detracting from the Fund's return was an overweight in the semiconductor equipment manufacturer Lam Research. The shares dropped over fears of slowing demand for semiconductors. The company had a positive score for prudent management on our proprietary metrics.

Outlook

The US economy is growing rapidly. The above trend growth at this late stage of the cycle has resulted in strong employment growth, and accelerating wages. However, stellar activity is expected to moderate as fiscal stimulus fades, the Fed tightens and trade tensions escalate. However, corporate fundamentals remain sound and results have been good. The overall demand environment in the US is also robust.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 5 because Funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Funds:
- Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

A Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(5.95)
Operating charges	(0.02)
Return after operating charges*	(5.97)
Distributions	(0.14)
Retained distributions on accumulation shares*	0.14
Closing net asset value per share	94.03
 * after direct transaction costs of:	 0.00
Performance	
Return after charges	(5.97%)
Other information	
Closing net asset value (£'000)	1
Closing number of shares	1,511
Operating charges	0.27%
Direct transaction costs	0.00%
Prices	
Highest share price	103.80
Lowest share price	91.22

^A Share class A Accumulation was launched 28 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	144.51	131.37	99.54
Return before operating charges*	1.90	13.45	32.08
Operating charges	(0.34)	(0.31)	(0.25)
Return after operating charges*	1.56	13.14	31.83
Distributions	(2.43)	(2.09)	(1.92)
Retained distributions on accumulation shares*	2.43	2.09	1.92
Closing net asset value per share	146.07	144.51	131.37
 * after direct transaction costs of:	 0.00	 0.00	 0.00
Performance			
Return after charges	1.08%	10.00%	31.98%
Other information			
Closing net asset value (£'000)	129,271	148,000	208,821
Closing number of shares	88,501,583	102,414,651	158,960,398
Operating charges	0.22%	0.22%	0.22%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest share price	167.70	147.07	134.55
Lowest share price	134.70	130.40	90.19

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

X Accumulation shares ^A	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	154.09	139.79	100.00 ^B
Return before operating charges*	1.97	14.33	39.81
Operating charges	(0.04)	(0.03)	(0.02)
Return after operating charges*	1.93	14.30	39.79
Distributions	(3.14)	(2.52)	(2.17)
Retained distributions on accumulation shares*	3.14	2.52	2.17
Closing net asset value per share	156.02	154.09	139.79
 * after direct transaction costs of:	 0.00	 0.00	 0.00
Performance			
Return after charges	1.25%	10.23%	39.79%
Other information			
Closing net asset value (£'000)	24,023	28,094	5,099
Closing number of shares	15,397,111	18,232,644	3,647,283
Operating charges	0.02%	0.02%	0.02%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest share price	179.00	156.81	143.18
Lowest share price	143.70	138.79	95.81

^A Share class X Accumulation was launched on 3 February 2016.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market value £'000	Percentage of total net assets
United States Equities (97.87%)		148,025	96.56
Communication Services (5.94%)		13,644	8.90
11,034	Activision Blizzard	404	0.26
2,513	Alphabet 'A'	2,063	1.35
2,172	Alphabet 'C'	1,768	1.15
82,072	AT&T	1,838	1.20
2,760	Centurylink	33	0.02
71,951	Comcast	1,924	1.26
14,339	Dish Network	281	0.18
4,531	Electronic Arts	281	0.18
24,259	Facebook	2,501	1.63
3,040	Netflix	639	0.42
998	Omnicom	57	0.04
3,732	TripAdvisor	158	0.10
13,489	Twenty-First Century Fox	510	0.33
16,568	Viacom 'B'	334	0.22
9,902	Walt Disney	853	0.56
Consumer Discretionary (7.87%)		11,669	7.61
4,693	Advance Auto Parts	580	0.38
3,305	Amazon.com	3,901	2.54
1,682	AutoZone	1,107	0.72
8,713	Best Buy	362	0.24
130	Booking	176	0.11
259	Chipotle Mexican Grill	88	0.06
1,129	Darden Restaurants	88	0.06
19,288	eBay	425	0.28
1,234	Expedia	109	0.07
6,212	Foot Locker	259	0.17
104,785	Ford	629	0.41
13,639	H&R Block	272	0.18
3,421	Home Depot	462	0.30
10,858	Kohl's	565	0.37
75	Lennar	2	-
10,180	Lowe's	738	0.48
6,140	Macy's	144	0.09
17,648	Pulte	360	0.24
3,628	Ralph Lauren	295	0.19

Holding	Investment	Market value £'000	Percentage of total net assets
4,973	Ross Stores	325	0.21
10,989	Starbucks	556	0.36
1,726	Target	90	0.06
705	Ulta Beauty	136	0.09
Consumer Staples (8.07%)		9,815	6.40
16,011	Altria	621	0.41
17,349	Church & Dwight	896	0.59
21,222	General Mills	649	0.42
6,308	JM Smucker	463	0.30
1,955	Kraft Heinz	66	0.04
26,052	Kroger	562	0.37
11,850	Molson Coors Brewing	523	0.34
33,254	Mondelez	1,045	0.68
672	PepsiCo	58	0.04
3,176	Procter & Gamble	229	0.15
13,212	Sysco	650	0.42
17,703	Tyson Foods	742	0.48
25,060	Walgreens Boots Alliance	1,345	0.88
26,877	Wal-Mart	1,966	1.28
Energy (4.86%)		8,615	5.62
142	Chesapeake Energy	-	-
17,145	Chevron	1,465	0.96
30,276	ConocoPhillips	1,482	0.97
648	EOG Resources	44	0.03
30,826	Exxon Mobil	1,651	1.08
2,490	HollyFrontier	100	0.06
26,552	Marathon Petroleum	1,230	0.80
20,607	Phillips 66	1,394	0.91
800	Pioneer Natural Resources	83	0.05
6,784	TechnipFMC	104	0.07
18,030	Valero Energy	1,062	0.69
Financials (16.04%)		19,902	12.98
16,802	ACE	1,704	1.11
2,936	Affiliated Managers	225	0.15
46,705	Aflac	1,671	1.09
3,789	Allstate	246	0.16

			Market value £'000	Percentage of total net assets
Holding	Investment			
59,919	Bank of America		1,160	0.76
10,510	BB&T		358	0.23
13,858	Berkshire Hathaway		2,224	1.45
5,463	Cboe Global Markets		419	0.27
1,567	Cincinnati Financial		95	0.06
3,116	Citigroup		127	0.08
4,395	Citizens Financial		103	0.07
2,688	CME		397	0.26
4,562	Discover Financial Services		211	0.14
146	Everest Re		25	0.02
44,277	Fifth Third Bancorp		818	0.53
17,674	Intercontinental Exchange		1,045	0.68
19,448	JPMorgan Chase		1,492	0.97
4,362	M&T Bank		490	0.32
13,690	Marsh & McLennan		857	0.56
7,550	Nasdaq		483	0.32
8,910	PNC Financial Services		818	0.53
15,047	Progressive		713	0.47
49,822	Regions Financial		523	0.34
12,733	S&P Global		1,699	1.11
12,115	Synchrony Financial		223	0.15
15,465	T Rowe Price		1,121	0.73
3,804	Travelers		358	0.23
8,202	Wells Fargo		297	0.19
Health Care (14.94%)			24,717	16.13
5,745	AbbVie		416	0.27
15,928	Allergan		1,671	1.09
16,210	Amgen		2,479	1.62
619	Anthem		128	0.08
31,289	Baxter International		1,617	1.05
2,766	Biogen		653	0.43
3,872	Cardinal Health		136	0.09
4,802	Centene		435	0.28
7,759	Cerner		319	0.21
6,264	Cigna		934	0.61
29,788	CVS Health		1,532	1.00
1,489	Danaher		121	0.08
20,873	Gilead Sciences		1,026	0.67
1,467	HCA Healthcare		143	0.09
11,169	Hologic		360	0.25

Holding	Investment	Market value £'000	Percentage of total net assets
2,926	Humana	658	0.43
134	IDEXX Laboratories	20	0.01
1,799	Intuitive Surgical	677	0.44
30,100	Johnson & Johnson	3,050	1.99
4,214	McKesson	366	0.24
10,859	Medtronic	776	0.51
4,267	Merck & Co	256	0.17
14,196	Mylan	306	0.20
5,509	Nektar Therapeutics	142	0.09
5,213	Perrigo	159	0.10
75,511	Pfizer	2,587	1.69
1,741	ResMed	156	0.10
12,073	United Health	2,362	1.54
6,052	Varian Medical Systems	538	0.35
3,148	Waters	466	0.30
2,805	Zimmer Biomet	228	0.15
Industrials (9.01%)		12,528	8.17
14,526	AMETEK	772	0.50
11,081	Boeing	2,805	1.83
7,663	CSX	374	0.24
7,846	Cummins	823	0.54
1,978	Delta Airlines	77	0.05
22,766	Eaton	1,227	0.80
3,034	Fortune Brands Home & Security	91	0.06
2,272	Honeywell International	236	0.15
9,760	Ingersoll-Rand	699	0.46
4,336	L3 Technologies	591	0.39
12,483	Masco	287	0.19
2,579	Nielsen	47	0.03
5,470	Norfolk Southern	642	0.42
1,567	Northrop Grumman	301	0.20
9,291	Pentair	276	0.18
4,422	Raytheon	532	0.35
8,630	Robert Half International	388	0.25
2,178	Snap-on	248	0.16
32,305	Southwest Airlines	1,179	0.77
9,142	Textron	330	0.21
2,301	Union Pacific	250	0.16
1,590	W.W. Grainger	353	0.23

Holding	Investment	Market value £'000	Percentage of total net assets
Information Technology (22.27%)		32,886	21.45
8,742	Accenture	968	0.63
4,537	Adobe	806	0.53
3,106	Alliance Data Systems	366	0.24
45,735	Apple	5,671	3.70
10,189	Applied Materials	262	0.17
8,355	Broadcom	1,668	1.09
85,013	Cisco Systems	2,897	1.89
6,925	Citrix Systems	557	0.36
12,779	Cognizant Technology Solutions 'A'	637	0.42
13,851	DXC Technology	578	0.38
4,300	F5 Networks	547	0.36
5,983	Fidelity National Information Services	481	0.31
2,013	FLIR	69	0.04
49,000	HP	787	0.51
8,619	IBM	769	0.50
45,945	Intel	1,694	1.11
1,998	Intuit	309	0.20
24,978	Juniper Networks	528	0.34
3,877	KLA-Tencor	273	0.18
10,219	Lam Research	1,093	0.71
4,079	Mastercard	604	0.39
15,178	Micron Technology	378	0.25
58,085	Microsoft	4,636	3.02
11,100	NetApp	520	0.34
960	NVIDIA	101	0.07
38,835	Oracle	1,377	0.90
2,256	Qorvo	108	0.07
1,921	Salesforce.com	207	0.13
3,285	Seagate Technology	100	0.07
20,461	Symantec	303	0.20
11,536	Texas Instruments	856	0.56
11,085	Total System Services	707	0.46
17,671	Visa	1,831	1.19
6,830	Western Digital	198	0.13
Materials (2.97%)		3,190	2.08
10,075	Eastman Chemical	578	0.38
3,010	Freeport-McMoRan Copper & Gold	24	0.02
2,947	Linde	361	0.23

	Holding	Investment	Market value £'000	Percentage of total net assets
	20,390	LyondellBasell	1,332	0.87
	6,884	Newmont Mining	187	0.12
	9,360	Nucor	381	0.25
	11,039	WestRock	327	0.21
Real Estate (3.04%)			6,372	4.16
	6,625	Alexandria Real Estate Equities	599	0.39
	4,558	Apartment Investment & Management	157	0.10
	2,598	AvalonBay Communities	355	0.23
	19,796	CBRE	622	0.41
	15,455	Duke Realty	314	0.21
	3,101	Essex Property Trust	597	0.39
	7,805	Extra Space Storage	554	0.36
	48,700	Host Hotels & Resorts	637	0.42
	3,415	Public Storage	543	0.35
	5,837	SL Green Realty	363	0.24
	22,780	Ventas	1,048	0.68
	2,176	Welltower	119	0.08
	27,030	Weyerhaeuser	464	0.30
Utilities (2.86%)			4,687	3.06
	41,925	AES	476	0.31
	31,183	CenterPoint Energy	691	0.45
	942	Edison International	42	0.03
	57,386	Exelon	2,032	1.32
	28,850	FirstEnergy	850	0.55
	12,611	NRG Energy	392	0.26
	9,548	PG&E	178	0.12
	710	Scana	26	0.02
Collective Investment Schemes (0.29%)			2,991	1.95
	2,991	Aberdeen Liquidity Fund - Sterling [†]	2,991	1.95
Derivatives (0.02%)			(170)	(0.11)
Exchange Traded Options (0.00%)			(6)	-
	(5)	Sell Call S&P 500 Index 17/01/2019	-	-
	(3)	Sell Call S&P 500 Index 17/01/2019	-	-
	(3)	Sell Call S&P 500 Index 17/01/2019	(3)	-

Holding	Investment	Market value £'000	Percentage of total net assets
(2)	Sell Call S&P 500 Index 17/01/2019	(1)	-
(4)	Sell Call S&P 500 Index 14/02/2019	-	-
(3)	Sell Call S&P 500 Index 14/02/2019	-	-
(3)	Sell Call S&P 500 Index 14/02/2019	(1)	-
(2)	Sell Call S&P 500 Index 14/02/2019	-	-
(2)	Sell Call S&P 500 Index 14/02/2019	(1)	-
(2)	Sell Call S&P 500 Index 14/02/2019	-	-
(2)	Sell Call S&P 500 Index 14/02/2019	-	-
Forward Currency Contracts (-0.02%)		8	-
	Buy GBP 149,690 Sell USD 190,000 14/03/2019	1	-
	Buy GBP 204,366 Sell USD 259,000 14/03/2019	2	-
	Buy GBP 971,386 Sell USD 1,251,000 14/03/2019	(8)	(0.01)
	Buy USD 500,000 Sell GBP 394,557 14/03/2019	(3)	-
	Buy USD 640,000 Sell GBP 503,855 14/03/2019	(3)	-
	Buy USD 877,000 Sell GBP 684,688 14/03/2019	1	-
	Buy USD 950,000 Sell GBP 740,132 14/03/2019	3	-
	Buy USD 1,502,000 Sell GBP 1,172,474 14/03/2019	3	-
	Buy USD 4,104,789 Sell GBP 3,199,642 14/03/2019	12	0.01
Futures (0.04%)		(172)	(0.11)
53	Long S&P 500 Index E-mini Future 15/03/2019	(172)	(0.11)
Total investment assets and liabilities		150,846	98.40
Net other assets		2,449	1.60
Total Net Assets		153,295	100.00

All investments are listed on recognised stock exchanges and are approved securities within the meaning of the FCA rules unless otherwise stated.
The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†] Managed by subsidiaries of Standard Life Aberdeen plc

Statement of total return

For the year ended 31 December 2018

		2018	2017
	Notes	£'000	£'000
Income:			
Net capital gains	1	937	17,838
Revenue	3	3,464	4,504
Expenses	4	(322)	(362)
Interest payable and similar charges	5	(8)	(14)
Net revenue before taxation		3,134	4,128
Taxation	6	(475)	(636)
Net revenue after taxation		2,659	3,492
Total return before distributions		3,596	21,330
Distributions	7	(2,659)	(3,513)
Change in net assets attributable to shareholders from investment activities		937	17,817

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018	2017
	£'000	£'000
Opening net assets attributable to shareholders	176,094	213,919
Amounts receivable on the issue of shares	10,466	38,152
Amounts payable on the cancellation of shares	(36,828)	(58,606)
Amounts payable on inspecie transfers*	-	(38,292)
	(26,362)	(58,746)
Dilution adjustment	2	9
Change in net assets attributable to shareholders from investment activities (see above)	937	17,817
Retained distribution on accumulation shares	2,624	3,095
Closing net assets attributable to shareholders	153,295	176,094

* Relating to the transfer of assets to the Aberdeen L&P North American Equity Enhanced Index Fund in the prior year.

Balance sheet

As at 31 December 2018

	Notes	£'000	2018 £'000	£'000	2017 £'000
Assets:					
Fixed assets:					
Investment assets			151,038		172,937
Current assets:					
Debtors	8	743		446	
Cash and bank balances	9	1,738		3,025	
			2,481		3,471
Total assets			153,519		176,408
Liabilities:					
Investment liabilities			(192)		(56)
Creditors	10	(32)		(258)	
			(32)		(258)
Total liabilities			(224)		(314)
Net assets attributable to shareholders			153,295		176,094

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital Gains

	2018	2017
	£'000	£'000
Non-derivative securities	847	17,299
Derivative contracts	(228)	714
Forward currency contracts	331	(350)
Other (losses)/gains	(6)	182
Handling charges taken from the capital account	(7)	(7)
Net capital gains	937	17,838

2 Equity Purchases, Sales and Transaction Costs

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	60,384	91,257
Commissions	1	3
Total purchase transaction costs	1	3
Purchases including transaction costs	60,385	91,260
Sales		
Equities	82,239	94,257
Commissions	(2)	(3)
Taxes & other fees	(1)	(1)
Total sale transaction costs	(3)	(4)
Total sales net of transaction costs	82,236	94,253

	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.00	0.00
Sales		
Commissions	0.00	0.00
Taxes & other fees	0.00	0.00

	2018	2017
	% Average NAV	% Average NAV
Equity Purchases, Sales Analysis to Average NAV		
Purchases		
Commissions	0.00	0.00
Sales		
Commissions	0.00	0.00
Taxes & other fees	0.00	0.00

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	60,385	91,260
Collective investment schemes	33,483	23,200
Sales		
Equities	82,236	94,253
Collective investment schemes	30,996	35,333
In specie transactions	-	38,292

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.02% (2017: 0.02%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
UK dividends	3	-
Overseas dividends	3,448	4,495
Taxable distributions on offshore funds	12	7
Bank interest	1	2
Total revenue	3,464	4,504

4 Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	288	320
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	19	24
Safe custody fee	6	8
	25	32
Other:		
Audit fee	8	8
Printing fees	1	2
	9	10
Total expenses	322	362

5 Interest Payable and Similar Charges

	2018	2017
	£'000	£'000
Interest payable	5	14
Derivative expense	3	-
Total interest payable & similar charges	8	14

6 Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	475	636
Total current tax	475	636
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	3,134	4,128
Corporation tax at 20% (2017: 20%)	627	826
Effects of:		
Revenue not subject to taxation	(647)	(849)
Overseas taxes	475	636
Overseas tax expensed	(6)	(9)
Excess allowable expenses	26	32
Total tax charge for year (note 6a)	475	636

Authorised Open-Ended Investment Companies are exempt from tax on capital gains in the UK. Therefore, any capital gain is not included in the above reconciliation.

(c) Factors that may affect future tax charge

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £115,000 (2017: £89,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

7 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	1,316	1,580
Final distribution	1,308	1,515
	2,624	3,095
Add: Income deducted on cancellation of shares	82	579
Deduct: Income received on issue of shares	(47)	(161)
Net distribution for the year	2,659	3,513

Details of the distribution per share are set out in this Fund's distribution tables.

8 Debtors

	2018	2017
	£'000	£'000
Amounts receivable from the ACD for the issue of shares	595	282
Sales awaiting settlement	-	21
Accrued revenue	148	140
Overseas tax recoverable	-	3
Total debtors	743	446

9 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,087	2,143
Cash and bank balances	651	882
Total cash and bank balances	1,738	3,025

10 Creditors

	2018	2017
	£'000	£'000
Amounts payable to the ACD for cancellation of shares	-	218
Accrued expenses payable to ACD	23	25
Accrued expenses payable to the Depositary or associates of the Depositary	1	2
Other accrued expenses	8	13
Total creditors	32	258

11 Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

12 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 171. £572,000 was due from the ACD at the year end.

As at the year end the Fund held investments valued at £2,991,000 (2017: 504,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

13 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	-	27,950	(26,439)	1,511
B Accumulation shares	102,414,651	3,413,334	(17,326,402)	88,501,583
X Accumulation shares	18,232,644	3,451,189	(6,286,722)	15,397,111

14 Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	148,025	-	-	172,433	-	-
Derivatives	-	22	-	(24)	(32)	-
Collective Investment Schemes	-	2,991	-	-	504	-
Total investment assets	148,025	3,013	-	172,433	504	-
Derivatives	(178)	(14)	-	(24)	(32)	-
Total investment liabilities	(178)	(14)	-	(24)	(32)	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

15 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

In the current market conditions certain securities have become difficult to price. For these securities, reliance has therefore been placed on single broker prices. This has not resulted in any adjustment to the financial statements.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £7,542,000 (2017: £8,644,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £7,662,000 (2017: £8,818,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets	
	2018	2017
	£'000	£'000
US Dollar	153,235	176,367

(c) **Interest rate risk**

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets/ (liabilities)	Financial assets/ (liabilities) not carrying interest	Total
	£'000	£'000	£'000
2018			
Currency			
UK Sterling	4,864	(4,804)	60
US Dollar	(136)	153,371	153,235
2017			
Currency			
UK Sterling	2,891	(3,164)	(273)
US Dollar	134	176,233	176,367

(d) **Counterparty Risk**

Credit quality of debt security investment assets

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

	2018	2017
	£'000	£'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	5,219	3,782
Forward foreign exchange	8,033	3,707
Total Market Exposure	13,252	7,489
Total Market Exposure as a percentage of Fund value	9%	4%

* FDI exposure is calculated using the sum of the notional on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	-	-
Direct operational costs and fees incurred for stocklending (stocklending agent costs)	-	-
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	-	-
Underlying exposure obtained through EPM techniques[†]	13,252	7,489
	2018	2017
	£'000	£'000
Uncollateralised counterparty exposure		
Bank of America Merrill Lynch	(5)	-
BNP Paribas	(5)	-
HSBC Bank	-	(14)
Royal Bank of Canada	10	(11)
State Street	(4)	-
UBS AG	(23)	-
Total uncollateralised counterparty exposure	(27)	(25)

Collateral

The type and amount of collateral received to reduce counterparty exposure:

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

[†] The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(e)

Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table**For the six months ended 30 June 2018**

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	1.0790	-	1.0790*	0.8738
Group 2	0.8732	0.2058	1.0790*	0.8738
X Accumulation shares				
Group 1	1.3012	-	1.3012*	1.0703
Group 2	0.6693	0.6319	1.3012*	1.0703

* Distribution accumulated on 30 June 2018.

For the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1 ^A	0.1389	-	0.1389*	
Group 2 ^B	0.1090	0.0299	0.1389*	
B Accumulation shares				
Group 1	1.2274	-	1.2274*	1.0102
Group 2	0.4098	0.8176	1.2274*	1.0102
X Accumulation shares				
Group 1	1.4406	-	1.4406*	1.2059
Group 2	0.8231	0.6175	1.4406*	1.2059

* Distribution accumulated on 31 December 2018.

^A shares created for initial seeding of the share class prior to 28 November 2018^B shares purchased between 28 November 2018 and 31 December 2018**Equalisation**

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Aberdeen UK All Share Tracker Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to achieve long term capital growth and to produce a return that, before charges and expenses, matches the total return of the FTSE All Share Index.

The Fund will invest predominantly in equities. The Fund may also invest in cash, near cash, deposits, other collective investment schemes and other transferable securities.

Performance review

For the year ended 31 December 2018, the value of Aberdeen UK All Share Tracker Fund A Accumulation shares decreased by 9.27%, compared with a decrease of 9.47% in the benchmark, FTSE All-Share.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

The anticipated Tracking Error calculated using the performance of the Fund against the closing position of the benchmark index will be in the region of 0.0-0.5%. Factors likely to affect the ability of the Fund in meeting this objective are transaction costs, small illiquid components, dividend reinvestment, rebalancing, Fund expenses, significant inflows/ outflows and the cash management thereof.

The realised tracking error for the period to 31 December 2018 was 0.04. The realised Tracking Error measures how consistently the Fund follows its benchmark and is defined as being the volatility of differences in returns between the Fund and its benchmark over a 3 year period to 31 December 2018.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK equities endured a difficult 12 months, as the stock market weathered political upheaval and Brexit-related uncertainty. The pound fluctuated over the year, with periods of weakness helping to lift firms that make their revenues overseas.

After a weak start to 2018, the UK equity market rebounded into the summer. Sterling weakness benefited companies that make the bulk of their earnings overseas. Oil firms were in the ascendency as crude reached nearly \$86 per barrel in October – its highest level in four years. The oil price fell back towards the end of the period, however, finishing below \$55. Over the 12 months, telecoms and technology companies were among the worst performers at the sector level. By contrast, healthcare shares made gains.

Latterly, the see-saw nature of Brexit negotiations was not helpful for share prices or sterling. The latter slumped when talks failed to advance meaningfully. Theresa May, the prime minister, faced major Parliamentary dissent over her proposed withdrawal agreement.

The Bank of England (BOE) held the main UK interest rate at 0.75% in December. The Bank warned about increasing Brexit-related uncertainty in its accompanying statement. It also emphasised that the lower oil price is likely to pull inflation below its 2.0% target in the near term.

Portfolio review

In terms of activity, the Fund continued to track the FTSE All-Share Index. We periodically rebalanced its holdings in accordance with the changes made by index provider FTSE at its quarterly reviews. Among the top performers in the index were Ocado, BATM Advanced Communications, Oxford Biomedica, Gem Diamonds and Zotefoams.

By contrast, the worst performers included Carpetright, Countrywide, Debenhams, McColl's Retail and Alfa Financial Software.

Outlook

The UK's economic outlook for 2019 is bound up with the question of Brexit. The weakness at the end of 2018 is likely to carry through into the first quarter of 2019 as parliamentary deadlock means uncertainty about the eventual Brexit outcome remains high. It is very difficult to see a pick-up in business investment or durable purchases in this environment. However, parliament seems committed to avoiding a 'no deal' Brexit, and a number of political forces seem to be pushing the eventual outcome in a somewhat 'softer' direction than the government's current position. Fiscal policy is also set to become more supportive, so the second half of the year is likely to be a fair bit stronger than the first, with growth over the year as a whole coming in around trend.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Derivatives Risk: Derivatives may be used for efficient portfolio management only. At times, though the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.
- Further details of the risks relating to investment in this Fund can be found in the Prospectus, which is available on request or at our website aberdeenstandard.com.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

	2018 pence per share	2017 pence per share	2016 pence per share
A Accumulation shares			
Change in net assets per share			
Opening net asset value per share	52.87	46.88	40.37
Return before operating charges*	(4.95)	6.12	6.79
Operating charges	(0.12)	(0.13)	(0.28)
Return after operating charges*	(5.07)	5.99	6.51
Distributions	(1.92)	(1.73)	(1.42)
Retained distributions on accumulation shares*	1.92	1.73	1.42
Closing net asset value per share	47.80	52.87	46.88
 * after direct transaction costs of:	 0.01	 0.01	 0.01
Performance			
Return after charges	(9.59%)	12.78%	16.13%
Other information			
Closing net asset value (£'000)	243	295	346
Closing number of shares	508,422	557,692	737,892
Operating charges	0.23%	0.27%	0.69%
Direct transaction costs	0.01%	0.02%	0.03%
Prices			
Highest share price	54.64	52.66	46.70
Lowest share price	47.04	46.70	35.75

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

A Income shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(4.61)
Operating charges	(0.02)
Return after operating charges*	(4.63)
Distributions	(0.12)
Closing net asset value per share	95.25
 * after direct transaction costs of:	 0.00
Performance	
Return after charges	(4.63%)
Other information	
Closing net asset value (£'000)	1
Closing number of shares	1,130
Operating charges	0.18%
Direct transaction costs	0.01%
Prices	
Highest share price	100.90
Lowest share price	93.86

^A Share class A Income was launched 29 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	183.65	163.08	139.45
Return before operating charges*	(17.22)	20.74	23.77
Operating charges	(0.17)	(0.17)	(0.14)
Return after operating charges*	(17.39)	20.57	23.63
Distributions	(6.92)	(6.31)	(5.45)
Retained distributions on accumulation shares*	6.92	6.31	5.45
Closing net asset value per share	166.26	183.65	163.08
 * after direct transaction costs of:	 0.03	 0.04	 0.05
Performance			
Return after charges	(9.47%)	12.61%	16.95%
Other information			
Closing net asset value (£'000)	64,568	100,591	81,373
Closing number of shares	38,835,533	54,774,068	49,898,213
Operating charges	0.10%	0.10%	0.10%
Direct transaction costs	0.01%	0.02%	0.03%
Prices			
Highest share price	189.90	182.91	161.92
Lowest share price	163.60	161.92	123.61

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Income shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	148.91	136.63	121.56
Return before operating charges*	(13.63)	17.67	19.90
Operating charges	(0.14)	(0.14)	(0.12)
Return after operating charges*	(13.77)	17.53	19.78
Distributions	(5.56)	(5.25)	(4.71)
Closing net asset value per share	129.58	148.91	136.63
 * after direct transaction costs of:	 0.02	 0.03	 0.04
Performance			
Return after charges	(9.25%)	12.83%	16.27%
Other information			
Closing net asset value (£'000)	124,839	171,170	143,353
Closing number of shares	96,340,126	114,952,179	104,916,679
Operating charges	0.10%	0.10%	0.10%
Direct transaction costs	0.01%	0.02%	0.03%
Prices			
Highest share price	153.70	150.56	138.16
Lowest share price	130.00	136.80	107.75

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

C Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	180.64	160.17	137.66
Return before operating charges*	(16.92)	20.92	22.92
Operating charges	(0.40)	(0.45)	(0.41)
Return after operating charges*	(17.32)	20.47	22.51
Distributions	(6.57)	(5.92)	(5.12)
Retained distributions on accumulation shares*	6.57	5.92	5.12
Closing net asset value per share	163.32	180.64	160.17
 * after direct transaction costs of:	 0.03	 0.04	 0.05
Performance			
Return after charges	(9.59%)	12.78%	16.35%
Other information			
Closing net asset value (£'000)	104,057	123,775	146,498
Closing number of shares	63,713,564	68,520,673	91,462,173
Operating charges	0.23%	0.27%	0.28%
Direct transaction costs	0.01%	0.02%	0.03%
Prices			
Highest share price	186.70	179.92	159.54
Lowest share price	160.70	159.54	121.99

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

K Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	223.75	198.02	172.31
Return before operating charges*	(20.98)	25.94	28.41
Operating charges	(0.22)	(0.21)	(2.70)
Return after operating charges*	(21.20)	25.73	25.71
Distributions	(8.42)	(7.68)	(4.18)
Retained distributions on accumulation shares*	8.42	7.68	4.18
Closing net asset value per share	202.55	223.75	198.02
 * after direct transaction costs of:	 0.03	 0.05	 0.06
Performance			
Return after charges	(9.47%)	12.99%	14.92%
Other information			
Closing net asset value (£'000)	1,142,778	1,284,847	1,125,226
Closing number of shares	564,194,617	574,240,750	568,233,150
Operating charges	0.10%	0.10%	1.50%
Direct transaction costs	0.01%	0.02%	0.03%
Prices			
Highest share price	231.40	222.85	197.54
Lowest share price	199.30	197.29	152.49

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

L Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	164.42	145.73	125.18
Return before operating charges*	(15.40)	19.04	20.85
Operating charges	(0.36)	(0.35)	(0.30)
Return after operating charges*	(15.76)	18.69	20.55
Distributions	(5.98)	(5.45)	(4.72)
Retained distributions on accumulation shares*	5.98	5.45	4.72
Closing net asset value per share	148.66	164.42	145.73
 * after direct transaction costs of:	 0.02	 0.04	 0.04
Performance			
Return after charges	(9.59%)	12.83%	16.42%
Other information			
Closing net asset value (£'000)	195	224	116
Closing number of shares	131,364	136,286	79,717
Operating charges	0.23%	0.23%	0.23%
Direct transaction costs	0.01%	0.02%	0.03%
Prices			
Highest share price	170.00	163.77	145.15
Lowest share price	146.30	145.15	110.94

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

X Accumulation shares ^A	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	117.14	103.63	100.00 ^B
Return before operating charges*	(11.00)	13.54	3.64
Operating charges	(0.03)	(0.03)	(0.01)
Return after operating charges*	(11.03)	13.51	3.63
Distributions	(4.47)	(4.09)	(0.97)
Retained distributions on accumulation shares*	4.47	4.09	0.97
Closing net asset value per share	106.11	117.14	103.63
 * after direct transaction costs of:	 0.02	 0.03	 0.03
Performance			
Return after charges	(9.42%)	13.04%	3.63%
Other information			
Closing net asset value (£'000)	506	356	6
Closing number of shares	477,104	304,116	6,000
Operating charges	0.03%	0.03%	0.03%
Direct transaction costs	0.01%	0.02%	0.03%
Prices			
Highest share price	122.20	116.68	103.22
Lowest share price	104.40	103.22	97.00

^A Share class X Accumulation was launched 15 August 2016.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Equities (97.01%)		1,395,162	97.08
European Equities (2.94%)		193,654	13.48
Germany (0.26%)		3,587	0.25
554,650	Sirius Real Estate	331	0.02
289,402	TUI	3,256	0.23
Ireland (1.87%)		25,045	1.75
546,025	CRH	11,303	0.79
65,200	DCC	3,899	0.27
143,581	Grafton	922	0.06
474,445	Greencore	845	0.06
64,045	Hostelworld	129	0.01
52,152	Kenmare Resources	99	0.01
53,873	Paddy Power Betfair	3,445	0.24
155,714	Smurfit Kappa	3,239	0.23
68,974	Tarsus	185	0.01
164,063	UDG Healthcare	979	0.07
Luxembourg (0.16%)		549	0.04
354,157	BBGI SICAV	549	0.04
Netherlands (0.04%)		129,075	8.98
49,759	DP Eurasia	52	-
41,467	Nostrum Oil & Gas	43	-
21,870	Rhi Magnesita	865	0.06
3,023,152	Royal Dutch Shell 'A'	69,744	4.86
2,495,008	Royal Dutch Shell 'B'	58,371	4.06
Spain (0.42%)		nil	nil
Switzerland (0.19%)		35,398	2.46
132,349	Coca-Cola HBC	3,244	0.22
154,239	Ferguson	7,736	0.54
192,235	Ferrexpo	374	0.03

Holding	Investment	Market value £'000	Percentage of total net assets
7,600,335	Glencore	22,140	1.54
417,948	IWG	873	0.06
36,801	Wizz Air	1,031	0.07
North America Equities (0.31%)		4,267	0.30
Bermuda (0.27%)		3,498	0.25
190,617	Hiscox	3,088	0.22
548,793	Petra Diamonds	207	0.02
79,450	PureCircle	203	0.01
Canada (0.04%)		769	0.05
215,790	Entertainment One	769	0.05
Pacific Basin Equities (0.02%)		214	0.01
Singapore (0.02%)		214	0.01
10,220	XP Power	214	0.01
UK Equities (93.74%)		1,197,027	83.29
Basic Materials (7.35%)		85,725	5.96
102,337	Acacia Mining	188	0.01
657,797	Anglo American	11,496	0.80
238,523	Antofagasta	1,868	0.13
1,383,582	BHP	22,848	1.59
725,069	Centamin	788	0.05
87,342	Croda	4,091	0.28
384,490	Elementis	700	0.05
328,953	Evrast	1,580	0.11
122,739	Fresnillo	1,055	0.07
81,301	Gem Diamonds	90	0.01
127,050	Hochschild Mining	198	0.01
129,887	Johnson Matthey	3,634	0.25
155,087	Kazakhmys	825	0.06
192,891	Lonmin	87	0.01
246,460	Mondi	4,025	0.28
1,874,431	Petropavlovsk	118	0.01
172,268	Polymetal	1,416	0.10
751,987	Rio Tinto (UK listing)	28,045	1.95
2,621,345	Sirius Minerals	545	0.04

Holding	Investment	Market value £'000	Percentage of total net assets
180,738	Synthomer	646	0.04
33,008	Treatt	141	0.01
53,954	Victrex	1,233	0.09
15,310	Zotefoams	108	0.01
Consumer Goods (14.83%)		190,198	13.23
233,875	Associated British Foods	4,776	0.33
38,591	Aston Martin Lagonda	472	0.03
95,346	Bakkavor	134	0.01
54,506	Barr (AG)	429	0.03
668,301	Barratt Developments	3,092	0.22
81,990	Bellway	2,061	0.14
79,840	Berkeley	2,777	0.19
90,337	Bovis Homes	778	0.06
1,521,754	British American Tobacco	38,036	2.65
167,585	Britvic	1,339	0.09
276,013	Burberry	4,789	0.33
50,418	Carr's	76	0.01
294,691	Countryside Properties	896	0.06
34,223	Cranswick	900	0.06
163,658	Crest Nicholson	537	0.04
91,160	Dairy Crest	385	0.03
113,255	Devro	181	0.01
1,607,299	Diageo	44,916	3.13
71,926	Galliford Try	448	0.03
20,357	Games Workshop	618	0.04
55,438	Headlam	227	0.02
38,237	Hilton Food	344	0.02
635,376	Imperial Brands	15,100	1.05
132,061	McBride	165	0.01
349,849	McCarthy & Stone	485	0.03
25,611	MJ Gleeson	164	0.01
205,270	Persimmon	3,961	0.28
132,981	Photo-Me International	119	0.01
480,148	Premier Foods	158	0.01
121,752	PZ Cussons	259	0.02
416,827	Reckitt Benckiser	25,060	1.74
146,402	Redrow	719	0.05
137,312	Stock Spirits	285	0.02
32,502	SuperGroup	152	0.01
312,694	Tate & Lyle	2,063	0.14

Holding	Investment	Market value £'000	Percentage of total net assets
2,170,117	Taylor Wimpey	2,956	0.21
17,205	Ted Baker	266	0.02
107,707	TI Fluid Systems	180	0.01
727,731	Unilever (UK listing)	29,895	2.08
Consumer Services (9.42%)		152,604	10.62
19,879	4Imprint	366	0.02
139,924	888	245	0.02
181,343	AO	233	0.02
261,482	Ascential	985	0.07
626,732	Auto Trader	2,850	0.20
533,611	B&M European Value Retail	1,502	0.10
44,158	Bloomsbury Publishing	89	0.01
208,386	Card Factory	361	0.02
111,875	Carnival	4,209	0.29
131,538	Carpetright	23	-
654,152	Cineworld	1,720	0.12
1,051,317	Compass	17,341	1.21
805,491	Debenhams	41	-
134,753	DFS Furniture	245	0.02
32,531	Dignity	226	0.02
667,709	Dixons Carphone	802	0.06
328,469	Domino's Pizza	765	0.05
59,792	Dunelm	323	0.02
166,736	easyJet	1,842	0.13
346,055	El	628	0.04
25,857	Euromoney Institutional Investor	298	0.02
61,239	Findel	130	0.01
808,122	FirstGroup	674	0.05
22,057	Fuller Smith & Turner	196	0.01
27,678	Go-Ahead	423	0.03
193,737	Gocompare.com	132	0.01
207,192	Greene King	1,094	0.08
68,078	Greggs	861	0.06
382,224	GVC	2,574	0.18
80,518	Gym	219	0.01
129,487	Halfords	330	0.02
91,500	Hollywood Bowl	212	0.01
219,910	Huntsworth	236	0.02
1,067,425	IAG	6,595	0.46
277,388	Inchcape	1,528	0.11

		Market value £'000	Percentage of total net assets
Holding	Investment		
827,868	Informa	5,216	0.36
126,579	InterContinental Hotels	5,362	0.37
497,447	ITE	315	0.02
2,512,482	ITV	3,136	0.22
246,693	JD Sports	860	0.06
43,758	JPJ	279	0.02
368,082	Just Eat	2,159	0.15
1,480,289	Kingfisher	3,070	0.21
211,679	Lookers	195	0.01
1,102,856	Marks & Spencer	2,725	0.19
416,471	Marston's	391	0.03
55,318	McColl's Retail	31	-
476,263	Merlin Entertainments	1,512	0.11
76,985	Millennium & Copthorne Hotels	360	0.03
153,642	Mitchells & Butlers	395	0.03
329,089	Moneysupermarket.com	906	0.06
37,978	Motorpoint	76	-
98,177	N Brown	93	0.01
282,966	National Express	1,058	0.07
90,112	Next	3,595	0.25
290,356	Ocado	2,293	0.16
64,465	On the Beach	216	0.02
523,193	Pearson	4,909	0.34
897,662	Pendragon	202	0.01
57,236	Perform	140	0.01
313,875	Pets At Home	363	0.02
195,687	Playtech	753	0.05
109,819	Rank	151	0.01
190,006	Reach	125	0.01
1,270,589	RELX (UK listing)	20,533	1.43
316,421	Restaurant	451	0.03
615,874	Rightmove	2,662	0.19
746,793	Saga	773	0.05
1,072,070	J Sainsbury	2,840	0.20
163,230	Sports Direct	388	0.03
305,380	SSP	1,977	0.14
281,945	Stagecoach	373	0.03
24,014	STV	85	0.01
6,400,591	Tesco	12,164	0.85
1,016,214	Thomas Cook	312	0.02
88,190	Topps Tiles	55	-
240,233	Vivo Energy	300	0.02

		Market value £'000	Percentage of total net assets
Holding	Investment		
56,879	Wetherspoon (J.D.)	632	0.04
74,618	WH Smith	1,283	0.09
122,434	Whitbread	5,605	0.39
591,925	William Hill	917	0.06
1,452,572	Wm Morrison Supermarkets	3,097	0.22
823,873	WPP	6,973	0.49
Financials (25.67%)		360,815	25.11
646,704	3i	5,000	0.35
357,392	3i Infrastructure	924	0.06
136,595	Aberdeen Asian Income Fund	267	0.02
237,618	Aberdeen Diversified Income and Growth Trust	268	0.02
95,127	Aberdeen New Dawn Investment Trust	206	0.01
41,177	Aberdeen New India Investment Trust	192	0.01
23,015	Aberdeen Standard Asia Focus	232	0.02
26,638	Aberdeen Standard Equity Income Trust	106	0.01
64,005	Aberforth Smaller Companies Trust	727	0.05
127,125	Aberforth Split Level Income Trust	96	0.01
133,114	Admiral	2,724	0.19
88,478	Alcentra European Floating Rate Income Fund	88	0.01
226,346	Alliance Trust	1,555	0.11
18,297	Allianz Technology Trust	222	0.01
151,359	Allied Minds	106	0.01
90,952	Amigo	256	0.02
169,972	Apax Global Alpha	229	0.02
101,093	Arrow Global	179	0.01
24,326	Artemis Alpha Trust	63	-
261,720	Ashmore	956	0.07
1,318,125	Assura	695	0.05
2,606,338	Aviva	9,784	0.68
56,276	Baillie Gifford Japan Trust	380	0.03
120,905	Baillie Gifford Shin Nippon	197	0.01
117,356	Baillie Gifford UK Growth Fund	190	0.01
115,711	Baillie Gifford US Growth Trust	125	0.01
21,613	Bank of Georgia	298	0.02
96,227	Bankers Investment Trust	752	0.05
11,324,358	Barclays	17,043	1.19
111,679	BB Healthcare Trust	133	0.01
347,714	Beazley	1,749	0.12
19,923	BH Global	294	0.02
8,598	BH Macro Sterling Fund	203	0.01

		Market value £'000	Percentage of total net assets
Holding	Investment		
95,550	Big Yellow	834	0.06
41,356	Biotech Growth Trust	261	0.02
104,973	BlackRock Frontiers Investment Trust	143	0.01
58,466	BlackRock Greater Europe Investment Trust	179	0.01
28,784	BlackRock Latin American Investment Trust	126	0.01
49,949	Blackrock North American Income Trust	80	0.01
37,031	BlackRock Smaller Companies Trust	443	0.03
50,148	Blackrock Throgmorton Trust	219	0.01
116,815	BlackRock World Mining Trust	397	0.03
235,690	Bluefield Solar Income Fund	290	0.02
63,082	BMO Capital & Income Investment Trust	182	0.01
37,092	BMO Global Smaller Companies	453	0.03
48,491	BMO Private Equity Trust	153	0.01
179,774	Brewin Dolphin	579	0.04
90,749	British Empire Trust	603	0.04
656,348	British Land	3,498	0.24
21,726	Brunner Investment Trust	151	0.01
21,940	Caledonia Investments	619	0.04
489,948	Capital & Counties Properties	1,132	0.08
359,311	Capital & Regional	99	0.01
2,068	Capital Gearing Trust	84	0.01
72,350	Charter Court Financial Services	181	0.01
97,576	Chesnara	337	0.02
51,142	City Merchants High Yield Trust	89	0.01
13,967	City of London Investment	53	-
209,564	City of London Investment Trust	806	0.06
540,494	Civitas Social Housing	573	0.04
100,019	Close Brothers	1,439	0.10
111,290	CLS	234	0.02
62,450	CMC Markets	66	-
216,887	Countrywide	19	-
243,813	CQS New City High Yield	138	0.01
218,714	Custodian REIT	254	0.02
771,875	CYBG	1,398	0.10
3,289	Daejan	185	0.01
66,833	Derwent Valley	1,906	0.13
41,381	Dexion Absolute*	-	-
19,356	Dexion Equity Alternative*	-	-
922,800	Direct Line	2,940	0.20
226,559	Diverse Income Trust	210	0.01
140,450	Dragon Capital - Vietnam Enterprise Investments	640	0.04
116,512	Dunedin Income Growth Investment Trust	273	0.02

Holding	Investment	Market value £'000	Percentage of total net assets
5,750	DW Catalyst Fund*	-	-
31,785	Ecofin Global Utilities and Infrastructure Trust	41	-
133,757	Edinburgh Dragon Trust	480	0.03
131,656	Edinburgh Investment Trust	787	0.05
34,710	Edinburgh Worldwide Investment Trust	255	0.02
86,012	Ediston Property Investment	92	0.01
16,661	Electra Private Equity	67	-
384,083	Empiric Student Property	355	0.02
27,624	EP Global Opportunities Trust	83	0.01
28,301	European Investment Trust	222	0.01
334,320	F&C Commercial Property Trust	416	0.03
379,184	F&C Investment Trust	2,396	0.17
157,463	F&C UK Real Estate Investment	145	0.01
47,496	Fidelity Asian Values	194	0.01
242,205	Fidelity China Special Situations	456	0.03
280,523	Fidelity European Values	579	0.04
91,509	Fidelity Japan Trust	116	0.01
127,012	Fidelity Special Values	288	0.02
101,753	Finsbury Growth & Income Trust	765	0.05
239,220	Foresight Solar Fund	257	0.02
182,970	Foxtons	97	0.01
210,064	Funding Circle SME Income Fund	184	0.01
16,189	Fundsmith Emerging Equities Trust	192	0.01
1,368	Gartmore Irish Growth Fund*	-	-
274,446	GCP Asset Backed Income Fund	285	0.02
519,902	GCP Infrastructure	660	0.05
255,765	GCP Student Living	379	0.03
90,582	Genesis Emerging Markets Fund	575	0.04
21,613	Georgia Capital	221	0.02
402,514	Grainger	844	0.06
189,010	Great Portland Estates	1,246	0.09
679,621	Greencoat UK Wind	855	0.06
526,355	Hammerson	1,733	0.12
2,910	Hansa Trust	29	-
238,104	Hansteen REIT	220	0.02
53,607	HarbourVest Global Private Equity	722	0.05
175,102	Hargreaves Lansdown	3,237	0.23
198,831	Hastings	371	0.03
65,463	Helical Bar	208	0.01
35,883	Henderson Alternative Strategies Trust	95	0.01
124,841	Henderson Diversified Income Trust	100	0.01
16,619	Henderson European Focus Trust	177	0.01

Holding	Investment	Market value £'000	Percentage of total net assets
13,924	Henderson EuroTrust	137	0.01
77,485	Henderson Far East Income	267	0.02
69,968	Henderson High Income Trust	111	0.01
104,263	Henderson International Income Trust	161	0.01
53,531	Henderson Smaller Companies Investment Trust	410	0.03
55,806	Herald Investment Trust	597	0.04
22,559	HgCapital Trust	402	0.03
1,188,681	HICL Infrastructure	1,873	0.13
78,986	Highbridge Multi-Strategy Fund	163	0.01
13,381,882	HSBC	86,554	6.02
49,515	ICG Enterprise Trust	397	0.03
61,367	ICG-Longbow Senior Secured UK Property Debt	61	-
243,773	IG	1,388	0.10
144,099	Impax Environmental Markets	363	0.03
20,833	Independent Investment Trust	103	0.01
126,667	IntegraFin	389	0.03
194,303	Intermediate Capital	1,816	0.13
29,086	International Biotechnology Trust	165	0.01
142,915	International Personal Finance	294	0.02
896,069	International Public Partnerships	1,371	0.10
629,382	Intu Properties	713	0.05
72,156	Invesco Asia Trust	187	0.01
40,672	Invesco Income Growth Trust	99	0.01
33,651	Invesco Perpetual UK Smaller Companies Investment Trust	150	0.01
417,893	Investec	1,843	0.13
664,432	IP	720	0.05
82,048	Jardine Lloyd Thompson	1,551	0.11
216,011	John Laing Environmental	226	0.02
328,336	John Laing	1,089	0.08
145,991	JPMorgan American Investment Trust	582	0.04
78,409	JPMorgan Asian Investment Trust	259	0.02
53,771	JPMorgan Chinese Investment Trust	122	0.01
41,610	JPMorgan Claverhouse Investment Trust	276	0.02
86,655	JPMorgan Emerging Markets Investment Trust	740	0.05
71,571	JPMorgan European Investment Trust - Growth	179	0.01
68,366	JPMorgan European Investment Trust - Income	96	0.01
116,136	JPMorgan European Smaller Companies Trust	380	0.03
150,047	JPMorgan Global Convertibles Income Fund	128	0.01
204,395	JPMorgan Global Emerging Markets Income Trust	250	0.02
94,380	JPMorgan Global Growth & Income	269	0.02
75,688	JPMorgan Indian Investment Trust	528	0.04
33,069	JPMorgan Japan Smaller Companies Trust	111	0.01

		Market value £'000	Percentage of total net assets
Holding	Investment		
121,519	JPMorgan Japanese Investment Trust	453	0.03
16,559	JPMorgan Mid Cap Investment Trust	161	0.01
37,726	JPMorgan Russian Securities	187	0.01
77,290	JPMorgan Smaller Companies Investment Trust	151	0.01
55,183	JTC	215	0.01
69,375	Jupiter European Opportunities Trust	470	0.03
279,512	Jupiter Fund Management	825	0.06
16,839	Jupiter US Smaller Companies	154	0.01
500,249	Just	459	0.03
9,440	Keystone Investment Trust	140	0.01
132,937	Lancashire	804	0.06
474,205	Land Securities	3,814	0.27
84,403	Law Debenture Fund	454	0.03
3,985,063	Legal & General	9,202	0.64
116	Lindsell Train Investment Trust	140	0.01
32,855	Liontrust Asset Management	191	0.01
47,302,199	Lloyds Banking Group	24,521	1.71
209,411	London Stock Exchange	8,504	0.59
401,201	LondonMetric Property	698	0.05
18,824	Lowland Investment	248	0.02
61,297	LSL Property Services	134	0.01
234,464	LXI REIT	281	0.02
44,950	Macau Property Opportunities Fund	73	0.01
7,414	Majedie Investments	18	-
1,028,033	Man Strategic	1,367	0.09
25,161	Martin Currie Asia Unconstrained Trust	90	0.01
79,873	Martin Currie Global Portfolio Trust	185	0.01
56,156	McKay Securities	137	0.01
245,433	MedicX Fund	183	0.01
563,053	Mercantile Investment Trust	988	0.07
76,173	Merchants Trust	349	0.02
59,912	Metro Bank	1,014	0.07
68,404	Middlefield Canadian Income	58	-
143,622	Monks Investment Trust	1,041	0.07
10,365	Montanaro European Smaller Companies Trust	84	0.01
98,200	Montanaro UK Smaller Companies Investment Trust	103	0.01
47,017	Murray Income Trust	341	0.02
85,463	Murray International Trust	966	0.07
675,541	NB Global Floating Rate Income Fund	599	0.04
31,769	NB Private Equity Partners Fund	317	0.02
167,190	Newriver REIT	353	0.02
375,867	NextEnergy Solar Fund	430	0.03

		Market value £'000	Percentage of total net assets
Holding	Investment		
21,477	North American Income Trust	265	0.02
8,033	North Atlantic Smaller Companies Investment Trust	213	0.01
160,225	Onesavings Bank	560	0.04
56,994	P2P Global Investments	457	0.03
85,070	Pacific Assets Trust	239	0.02
40,161	Pacific Horizon Investment Trust	116	0.01
36,010	Pantheon International	708	0.05
199,925	Paragon	771	0.05
160,623	Perpetual Income and Growth Investment Trust	496	0.03
145,110	Pershing Square	1,463	0.10
1,086	Personal Assets Trust	425	0.03
350,249	Phoenix	1,973	0.14
53,343	Phoenix Spree Deutschland	189	0.01
375,920	Picton Property Income	320	0.02
64,385	Plus500	881	0.06
113,338	Polar Capital Global Financials Trust	138	0.01
84,405	Polar Capital Global Healthcare Trust	169	0.01
88,831	Polar Capital Technology Trust	979	0.07
358,888	Primary Health Properties	398	0.03
46,016	Princess Private Equity	358	0.02
167,588	Provident Financial	963	0.07
1,720,783	Prudential	24,117	1.68
1,237,634	Quilter	1,464	0.10
10,653	Ranger Direct Lending Fund	70	-
31,950	Rathbone Brothers	748	0.05
376,874	Raven Property	188	0.01
678,310	RDI REIT	194	0.01
92,558	Real Estate Credit Investments	153	0.01
210,517	Regional REIT	195	0.01
676,524	Renewables Infrastructure	764	0.05
85,266	RIT Capital Partners Fund	1,627	0.11
35,327	Riverstone Energy	379	0.03
3,006,680	Royal Bank of Scotland	6,512	0.45
681,589	RSA Insurance	3,499	0.24
109,758	Ruffer Investment	227	0.02
1,453	S&U	31	-
153,737	Sabre Insurance	418	0.03
138,880	Safestore	703	0.05
86,039	Savills	608	0.04
118,617	Schroder Asia Pacific Fund	473	0.03
58,521	Schroder Asian Total Return Investment	193	0.01
80,830	Schroder European Real Estate Investment Trust	85	0.01

		Market value £'000	Percentage of total net assets
Holding	Investment		
49,932	Schroder Income Growth Fund	127	0.01
89,136	Schroder Japan Growth Fund	164	0.01
155,657	Schroder Oriental Income Fund	360	0.03
336,645	Schroder Real Estate Investment Trust	192	0.01
24,996	Schroder UK Mid Cap Fund	112	0.01
75,846	Schroders	1,852	0.13
101,446	Scottish American Investment Fund	355	0.02
53,651	Scottish Investment Trust	405	0.03
958,595	Scottish Mortgage Investment Trust	4,476	0.31
24,124	Scottish Oriental Smaller Companies Trust	232	0.02
102,286	Securities Trust of Scotland	156	0.01
663,614	Segro	3,905	0.27
706,681	Sequoia Economic Infrastructure Income	799	0.06
151,976	Shaftesbury	1,261	0.09
52,742	Smithson Investment Trust	527	0.04
240,516	SQN Asset Finance Income Fund	232	0.02
347,834	St James's Place	3,283	0.23
113,070	St Modwen Properties	448	0.03
1,801,432	Standard Chartered (UK listing)	10,974	0.76
54,642	Standard Life	176	0.01
1,708,272	Standard Life Aberdeen	4,385	0.31
267,522	Standard Life Investment Property Income Trust	217	0.02
66,710	Standard Life UK Smaller Companies Trust	272	0.02
252,371	Starwood European	256	0.02
47,192	Strategic Equity Capital	92	0.01
246,228	Syncona	657	0.05
19	Tapestry Investment Company*	-	-
224,555	Target Healthcare REIT	241	0.02
20,090	TBC Bank	305	0.02
43,458	Temple Bar Investment Trust	497	0.03
187,239	Templeton Emerging Markets Investment Trust	1,266	0.09
33,329	Third Point Offshore Investors	366	0.03
15,181	Town Centre Securities	31	-
33,036	TR European Growth Trust	255	0.02
214,495	TR Property Investment Trust	761	0.05
178,396	Triple Point Social Housing REIT	177	0.01
906,939	Tritax Big Box REIT	1,190	0.08
167,312	Troy Income & Growth Trust	122	0.01
369,633	Tullett Prebon	1,112	0.08
265,609	TwentyFour Income Fund	297	0.02
118,695	TwentyFour Select Monthly Income Fund	108	0.01
80,261	U & I	167	0.01

		Market value £'000	Percentage of total net assets
Holding	Investment		
391,786	UK Commercial Property REIT	326	0.02
172,860	Unite	1,392	0.10
108,763	Utilico Emerging Markets Trust	223	0.02
27,672	Value and Income Trust	70	-
140,082	VinaCapital Vietnam Opportunity Fund	466	0.03
256,462	VPC Specialty Lending	196	0.01
118,521	Witan Investment Trust	1,150	0.08
47,259	Witan Pacific Investment Trust	138	0.01
525,396	Woodford Patient Capital Trust	431	0.03
77,808	Workspace	617	0.04
32,250	Worldwide Healthcare	769	0.05
89,979	XPS Pensions	147	0.01
Health Care (7.64%)		117,879	8.20
841,780	AstraZeneca	49,429	3.44
256,144	BTG	2,125	0.15
116,922	Circassia Pharmaceuticals	56	0.00
33,739	Consort Medical	315	0.02
969,407	ConvaTec	1,347	0.09
66,155	Dechra Pharmaceuticals	1,368	0.10
40,645	Genus	871	0.06
29,135	Georgia Healthcare	59	0.00
3,243,264	GlaxoSmithKline	48,357	3.37
90,591	Hikma Pharmaceutical	1,554	0.11
476,725	Indivior	535	0.04
58,597	Medica	72	-
251,166	Mediclinic International	810	0.06
54,507	NMC Healthcare	1,490	0.10
35,493	Oxford Biomedica	251	0.02
101,326	PureTech Health	174	0.01
582,564	Smith & Nephew	8,526	0.59
185,764	Spire Healthcare	202	0.02
482,680	Vectura	338	0.02
Industrials (9.00%)		122,958	8.56
400,926	AA	301	0.02
161,016	Aggreko	1,179	0.08
325,125	Ashtead	5,321	0.37
18,318	Avon Rubber	228	0.02
337,195	Babcock International	1,650	0.11

		Market value £'000	Percentage of total net assets
Holding	Investment		
2,122,696	BAE Systems	9,745	0.68
461,843	Balfour Beatty	1,151	0.08
696,553	BBA Aviation	1,518	0.11
495,790	BCA Marketplace	1,088	0.08
111,980	Biffa	219	0.02
128,290	Bodycote	931	0.06
222,819	Bunzl	5,276	0.37
1,110,636	Capita	1,246	0.09
46,501	Charles Taylor	101	0.01
195,086	Chemring	314	0.02
15,844	Clarkson	301	0.02
38,197	Clipper Logistics	86	0.01
1,604,463	Cobham	1,568	0.11
193,973	Connect	83	0.01
68,705	Costain	216	0.02
67,483	De La Rue	285	0.02
18,023	Dialight	72	0.01
75,994	Diploma	919	0.06
47,419	DiscoverIE	172	0.01
294,420	Electrocomponents	1,491	0.10
214,229	Equiniti	463	0.03
174,807	Essentra	598	0.04
609,005	Experian	11,599	0.81
27,190	Fisher (J) & Sons	471	0.03
134,024	Forterra	300	0.02
1,041,225	G4S	2,050	0.14
946,573	Guinness Peat	771	0.05
252,612	Halma	3,443	0.24
944,942	Hays	1,322	0.09
67,416	Henry Boot	161	0.01
57,789	Hill & Smith	693	0.05
170,633	HomeServe	1,476	0.10
416,455	Howdens Joinery	1,814	0.13
255,936	Ibstock	508	0.04
183,161	IMI	1,728	0.12
107,882	Intertek	5,177	0.36
44,808	John Menzies	229	0.02
45,567	Keller	225	0.02
100,330	Kier	409	0.03
231,864	Low & Bonar	32	-
128,147	Marshalls	595	0.04
74,156	Mears	241	0.02

		Market value £'000	Percentage of total net assets
Holding	Investment		
522,307	Meggitt	2,460	0.17
3,199,664	Melrose Industries	5,241	0.36
205,307	Michael Page	925	0.06
239,509	Mitie	265	0.02
188,554	Morgan Crucible	496	0.03
28,470	Morgan Sindall	300	0.02
31,559	Norcros	60	-
88,332	Northgate	335	0.02
35,424	Oxford Instruments	322	0.02
41,544	PayPoint	336	0.02
120,100	Polypipe	393	0.03
21,099	Porvair	87	0.01
400,930	QinetiQ	1,148	0.08
392,838	Renewi	129	0.01
24,431	Renishaw	1,035	0.07
1,214,673	Rentokil	4,095	0.28
36,639	Ricardo	229	0.02
47,112	Robert Walters	258	0.02
1,103,880	Rolls-Royce	9,160	0.64
579,134	Rotork	1,433	0.10
610,718	Royal Mail	1,661	0.12
265,376	RPC	1,730	0.12
172,888	RPS	235	0.02
71,764	Sanne	416	0.03
280,025	Senior	530	0.04
737,142	Serco	704	0.05
214,927	Severfield	151	0.01
371,452	SIG	407	0.03
842,309	Smith (DS)	2,520	0.18
263,104	Smiths	3,587	0.25
79,535	Spectris	1,812	0.13
370,882	Speedy Hire	220	0.01
48,940	Spirax-Sarco Engineering	3,051	0.21
84,349	Sthree	241	0.02
196,082	Stobart	283	0.02
165,854	Travis Perkins	1,774	0.12
75,104	Trifast	141	0.01
113,093	TT Electronics	221	0.01
130,002	Tyman	305	0.02
46,656	Ultra Electronics	606	0.04
143,426	Vesuvius	726	0.05
29,465	Vitec	350	0.02

			Market value £'000	Percentage of total net assets
Holding	Investment			
127,322	Volution		182	0.01
10,596	Vp		104	0.01
172,139	Weir		2,234	0.15
88,692	Wincanton		215	0.01
54,813	Xaar		79	0.01
Oil & Gas (12.48%)			71,457	4.97
12,999,123	BP		64,463	4.48
386,779	Cairn Energy		580	0.04
47,368	Energean Oil & Gas		298	0.02
1,052,768	EnQuest		230	0.02
81,189	Gulf Marine Services		8	-
97,546	Hunting		468	0.03
176,384	Lamprell		106	0.01
456,699	Ophir Energy		163	0.01
173,716	Petrofac		828	0.06
508,457	Premier Oil		338	0.02
143,769	Soco		98	0.01
915,998	Tullow Oil		1,640	0.11
442,028	Wood		2,237	0.16
Technology (1.15%)			13,763	0.96
62,392	Alfa Financial Software		72	0.01
157,969	Avast		448	0.03
42,915	AVEVA		1,038	0.07
206,448	BATM Advanced Communications		96	0.01
43,639	Computacenter		438	0.03
58,051	FDM		431	0.03
96,924	Funding Circle		334	0.02
35,500	Kainos		142	0.01
278,400	Micro Focus		3,849	0.27
39,398	Microgen		134	0.01
139,168	Nanoco*		53	-
157,342	NCC		276	0.02
722,821	Sage		4,346	0.30
58,554	SDL		279	0.02
80,858	Softcat		475	0.03
217,504	Sophos		823	0.06
447,948	Spirent Communications		529	0.04

Holding	Investment	Market value £'000	Percentage of total net assets
Telecommunications (3.62%)		42,659	2.97
5,554,997	BT	13,224	0.92
300,583	Inmarsat	1,140	0.08
354,346	Kcom	258	0.02
347,532	TalkTalk	395	0.03
38,456	Telecom Plus	550	0.04
17,721,031	Vodafone	27,092	1.88
Utilities (2.58%)		38,969	2.71
3,684,873	Centrica	4,969	0.35
116,180	ContourGlobal	209	0.02
272,332	Drax	977	0.07
2,258,909	National Grid	17,260	1.20
279,691	Pennon	1,937	0.13
159,610	Severn Trent	2,897	0.20
680,136	SSE	7,352	0.51
457,572	United Utilities	3,368	0.23
Collective Investment Schemes (2.26%)		30,011	2.09
30,011	Aberdeen Liquidity Fund - Sterling [†]	30,011	2.09
Derivatives (0.11%)		(7)	-
Futures (0.11%)		(7)	-
499	Long FTSE 100 Future 15/03/2019	4	-
217	Long FTSE 250 Y2 Future 15/03/2019	(11)	-
Total investment assets and liabilities		1,425,166	99.17
Net other assets		12,021	0.83
Total Net Assets		1,437,187	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†] Managed by subsidiaries of Standard Life Aberdeen plc

* Delisted

Statement of total return

For the year ended 31 December 2018

	Notes	2018 £'000	2017 £'000
Income:			
Net capital (losses)/gains	1	(213,698)	135,573
Revenue	3	63,687	59,756
Expenses	4	(1,734)	(1,794)
Interest payable and similar charges	5	(1)	(1)
Net revenue before taxation		61,952	57,961
Taxation	6	(572)	(420)
Net revenue after taxation		61,380	57,541
Total return before distributions		(152,318)	193,114
Distributions	7	(61,380)	(57,541)
Change in net assets attributable to shareholders from investment activities		(213,698)	135,573

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018 £'000	2017 £'000
Opening net assets attributable to shareholders	1,681,258	1,496,918
Amounts receivable on the issue of shares	61,076	88,452
Amounts payable on the cancellation of shares	(146,340)	(91,272)
Dilution adjustment	(85,264) 23	(2,820) -
Change in net assets attributable to shareholders from investment activities (see above)	(213,698)	135,573
Retained distribution on accumulation shares	54,868	51,587
Closing net assets attributable to shareholders	1,437,187	1,681,258

Balance sheet

As at 31 December 2018

	Notes	2018 £'000	2017 £'000
Assets:			
Fixed assets:			
Investment assets		1,425,177	1,670,788
Current assets:			
Debtors	8	9,016	6,435
Cash and bank balances	9	7,261	8,484
		16,277	14,919
Total assets		1,441,454	1,685,707
Liabilities:			
Investment liabilities		(11)	-
Creditors	10	(1,846)	(1,853)
Distribution payable		(2,410)	(2,596)
		(4,256)	(4,449)
Total liabilities		(4,267)	(4,449)
Net assets attributable to shareholders		1,437,187	1,681,258

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital (Losses)/Gains

	2018	2017
	£'000	£'000
Non-derivative securities	(210,777)	131,119
Derivative contracts	(2,893)	4,468
Forward currency contracts	-	3
Other losses	(29)	(16)
Handling charges taken from the capital account	1	(2)
Expense capping rebate taken to capital	-	1
Net capital (losses)/gains	(213,698)	135,573

2 Equity Purchases, Sales and Transaction Costs

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	56,275	79,907
Commissions	2	2
Taxes & other fees	221	364
Total purchase transaction costs	223	366
Purchases including transaction costs	56,498	80,273
Sales		
Equities	78,474	47,175
Commissions	(1)	(3)
Total sale transaction costs	(1)	(3)
Total sales net of transaction costs	78,473	47,172
	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.39	0.46
Sales		
Commissions	0.00	0.01

	2018	2017
Equity Purchases, Sales Analysis to Average NAV	% Average NAV	% Average NAV
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.01	0.02
Sales		
Commissions	0.00	0.00

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	56,498	80,273
Collective investment schemes	95,181	94,189
Sales		
Equities	78,473	47,172
Collective investment schemes	103,032	77,441

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.08% (2017: 0.09%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
UK dividends	57,306	52,152
Overseas dividends	6,148	7,412
Stock dividends	2	-
Unfranked non-foreign component of dividend distributions	54	78
Interest on debt securities	1	-
Bank interest	12	11
Stocklending income	1	-
Taxable distributions on offshore funds	163	103
Total revenue	63,687	59,756

4 Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	1,590	1,575
Registration fees	59	118
	1,649	1,693
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	161	171
Safe custody fee	21	14
	182	185
Other:		
Audit fee	8	8
Marketing fees	234	202
Printing fees	1	2
Subsidised Fees	(340)	(296)
	(97)	(84)
Total expenses	1,734	1,794

5 Interest Payable and Similar Charges

	2018	2017
	£'000	£'000
Interest payable	1	1
Total interest payable & similar charges	1	1

6 Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	572	420
Total current tax	572	420
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	61,952	57,961
Corporation tax at 20% (2017: 20%)	12,390	11,592
Effects of:		
Revenue not subject to taxation	(12,460)	(11,714)

	2018	2017
	£'000	£'000
Overseas taxes	572	420
Excess allowable expenses	70	206
Excess management expenses adjustment in respect of prior years	-	(85)
Expense capping rebate taken from capital	-	1
Total tax charge for year (note 6a)	572	420

Authorised Open-Ended Investment Companies are exempt from tax on capital gains in the UK. Therefore, any capital gain is not included in the above reconciliation.

(c) **Factors that may affect future tax charge**

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £14,343,000 (2017: £14,273,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

7 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	33,573	32,553
Final distribution	27,160	25,044
	60,733	57,597
Add: Income deducted on cancellation of shares	1,120	812
Deduct: Income received on issue of shares	(473)	(868)
Net distribution for the year	61,380	57,541

Details of the distribution per share are set out in this Fund's distribution tables.

8 Debtors

	2018	2017
	£'000	£'000
Amounts receivable from the ACD for the issue of shares	15	76
Sales awaiting settlement	4,079	1,856
Accrued revenue	4,208	3,909
Foreign withholding tax recoverable	503	421
United Kingdom income tax recoverable	1	-
Expense capping adjustment recoverable	96	173
Prepaid expenses	114	-
Total debtors	9,016	6,435

9 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,897	942
Cash and bank balances	5,364	7,542
Total cash and bank balances	7,261	8,484

10 Creditors

	2018	2017
	£'000	£'000
Amounts payable to the ACD for cancellation of shares	1,643	1,551
Purchases awaiting settlement	-	51
Accrued expenses payable to ACD	128	138
Accrued expenses payable to the Depositary or associates of the Depositary	13	15
Other accrued expenses	62	98
Total creditors	1,846	1,853

11 Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

12 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 208. £2,061,000 was due to the ACD at the year end.

As at the year end the Fund held investments valued at £30,011,000 (2017: £38,058,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

13 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	557,692	12,100	(61,370)	508,422
A Income shares	-	1,130	-	1,130
B Accumulation shares	54,774,068	4,172,925	(20,111,460)	38,835,533
B Income shares	114,952,179	3,021,616	(21,633,669)	96,340,126
C Accumulation shares	68,520,673	181,000	(4,988,109)	63,713,564
K Accumulation shares	574,240,750	22,380,324	(32,426,457)	564,194,617
L Accumulation shares	136,286	71,593	(76,515)	131,364
X Accumulation shares	304,116	174,214	(1,226)	477,104

14 Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	1,395,162	-	-	1,630,714	50	140
Collective Investment Schemes	-	30,011	-	-	38,058	-
Derivatives	4	-	-	1,826	-	-
Total investment assets	1,395,166	30,011	-	1,632,540	38,108	140
Derivatives	(11)	-	-	-	-	-
Total investment liabilities	(11)	-	-	-	-	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

15 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £71,258,000 (2017: £83,539,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £61,000 (2017: £46,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets	
	2018	2017
	£'000	£'000
Euro	1,036	910
US Dollar	188	4

(c) **Interest rate risk**

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets	Financial assets not carrying interest	Total
	£'000	£'000	£'000
2018			
Currency			
UK Sterling	37,273	1,398,690	1,435,963
Euro	-	1,036	1,036
US Dollar	-	188	188
2017			
Currency			
UK Sterling	8,484	1,671,860	1,680,344
Euro	-	910	910
US Dollar	-	4	4

(d) **Counterparty Risk**

Credit quality of debt security investment assets

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

	2018	2017
	£'000	£'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	40,806	49,198
Total Market Exposure	40,806	49,198
Total Market Exposure as a percentage of Fund value	3%	3%

* FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	-	-
Direct operational costs and fees incurred for stocklending (stocklending agent costs)	-	-
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	-	-
Underlying exposure obtained through EPM techniques[†]	40,806	49,198

Uncollateralised counterparty exposure

No uncollateralised counterparty exposure (2017: £nil).

Collateral

The type and amount of collateral received to reduce counterparty exposure:

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

[†] The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(e) Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table

For the six months ended 30 June 2018

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1	1.0520	-	1.0520*	0.9836
Group 2	0.6755	0.3765	1.0520*	0.9836
B Accumulation shares				
Group 1	3.7718	-	3.7718*	3.5633
Group 2	2.8153	0.9565	3.7718*	3.5633
B Income shares				
Group 1	3.0581	-	3.0581**	2.9948
Group 2	1.5209	1.5372	3.0581**	2.9948
C Accumulation shares				
Group 1	3.5939	-	3.5939*	3.3598
Group 2	1.7728	1.8211	3.5939*	3.3598
K Accumulation shares				
Group 1	4.5907	-	4.5907*	4.3360
Group 2	2.9158	1.6749	4.5907*	4.3360
L Accumulation shares				
Group 1	3.2712	-	3.2712*	3.0961
Group 2	2.4065	0.8647	3.2712*	3.0961
X Accumulation shares				
Group 1	2.4459	-	2.4459*	2.3031
Group 2	2.0898	0.3561	2.4459*	2.3031

*Distribution accumulated on 30 June 2018.

**Distribution paid on 31 August 2018.

For the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1	0.8717	-	0.8717*	0.7489
Group 2	0.8717	-	0.8717*	0.7489

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Income shares				
Group 1 ^A	0.1248	-	0.1248**	
Group 2 ^B	0.0883	0.0365	0.1248**	
B Accumulation shares				
Group 1	3.1481	-	3.1481*	2.7451
Group 2	1.3151	1.8330	3.1481*	2.7451
B Income shares				
Group 1	2.5011	-	2.5011**	2.2596
Group 2	1.2466	1.2545	2.5011**	2.2596
C Accumulation shares				
Group 1	2.9777	-	2.9777*	2.5590
Group 2	1.1086	1.8691	2.9777*	2.5590
K Accumulation shares				
Group 1	3.8308	-	3.8308*	3.3395
Group 2	2.0940	1.7368	3.8308*	3.3395
L Accumulation shares				
Group 1	2.7110	-	2.7110*	2.3557
Group 2	1.4348	1.2762	2.7110*	2.3557
X Accumulation shares				
Group 1	2.0290	-	2.0290*	1.7866
Group 2	0.7803	1.2487	2.0290*	1.7866

* Distribution accumulated on 31 December 2018.

** Distribution paid on 28 February 2019.

^A shares created for initial seeding of the share class prior to 29 November 2018

^B shares purchased between 29 November 2018 and 31 December 2018

Equalisation

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Aberdeen UK Equity Enhanced Index Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to achieve long-term capital growth by investing in equity and equity-related securities of companies in the United Kingdom.

The investment policy of the Fund is to invest primarily in equities and equity-related securities of companies that are constituents of the FTSE All Share Index. The Fund will use a variety of quantitative techniques and adopt a disciplined approach to stock selection whilst seeking to maintain a level of risk similar to that of the FTSE All Share Index.

Equity-related securities include but are not limited to depository receipts, convertible securities, equity-linked notes (debt securities linked to the performance of an equity security) warrants, and bonds convertible into common or preferred shares. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives.

It is not currently intended that derivatives will be used for any purpose other than the efficient portfolio management of the Fund, although derivatives may, subject to the ACD obtaining and maintaining the requisite permissions from the FCA under the Financial Services and Markets Act 2000 and on giving not less than 60 days' notice to shareholders in the Fund, use derivatives in pursuit of its investment objective as well as hedging in the future. If derivatives are used for the purpose of meeting the investment objective of the Fund as well as hedging it is not intended that the use of derivatives would raise the risk profile.

Performance review

For the year ended 31 December 2018, the value of Aberdeen UK Equity Enhanced Index Fund B Accumulation shares decreased by 8.17%, compared with a decrease of 9.47% in the benchmark, FTSE All Share index.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK equities endured a difficult 12 months, as the stock market weathered political upheaval and Brexit-related uncertainty. The pound fluctuated over the year, with periods of weakness helping to lift firms that make their revenues overseas.

After a weak start to 2018, the UK equity market rebounded into the summer. Sterling weakness benefited companies that make the bulk of their earnings overseas. Oil firms were in the ascendency as crude reached nearly \$86 barrel in October – its highest level in four years. The oil price fell back towards the end of the period, however, finishing below \$55. Over the 12 months,

telecoms and technology companies were among the worst performers at the sector level. By contrast, healthcare shares made gains.

Latterly, the see-saw nature of Brexit negotiations was not helpful for share prices or sterling. The latter slumped when talks failed to advance meaningfully. Theresa May, the prime minister, faced major parliamentary dissent over her proposed withdrawal agreement.

The Bank of England (BOE) held the main UK interest rate at 0.75% in December. The Bank warned about increasing Brexit-related uncertainty in its accompanying statement. It also emphasised that the lower oil price is likely to pull inflation below its 2.0% target in the near term.

Portfolio review

At asset level, an active position in J Sainsbury was a positive contributor to performance. After the company announced that it would take control of its rival, Asda (a subsidiary of US retail giant Walmart), its share price rose sharply. Sainsbury's scored well according to our prudent management measures.

In addition, a comparatively smaller (in relation to the benchmark) position in TP ICAP, the broker-dealer, also helped returns. TP ICAP's shares slumped after it announced a profit warning. It scored poorly on our financial strength metrics.

Detracting from performance was an overweight position in Royal Mail. Speculation that the newly introduced EU-wide General Data Protection Rules will lead to a fall in the volume of marketing mail caused the share price to fall. The stock ranked highly based on our value metrics.

In terms of the enhanced factors that we apply to the Fund. Those based on value and trend underperformed. Conversely, financial strength, prudent management and sentiment outperformed.

Outlook

The UK's economic outlook for 2019 is bound up with the question of Brexit. The weakness at the end of 2018 is likely to carry through into the first quarter of 2019 as parliamentary deadlock means uncertainty about the eventual Brexit outcome remains high. It is very difficult to see a pick-up in business investment or durable purchases in this environment. However, parliament seems committed to avoiding a no-deal Brexit, and a number of political forces seem to be pushing the eventual outcome in a somewhat 'softer' direction than the government's current position. Fiscal policy is also set to become more supportive, so the second half of the year is likely to be a fair bit stronger than the first, with growth over the year as whole coming in around trend.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Derivative Risk: Derivatives may currently be used for efficient portfolio management only. At times, though the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

A Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(3.97)
Operating charges	(0.02)
Return after operating charges*	(3.99)
Distributions	(0.31)
Retained distributions on accumulation shares*	0.31
Closing net asset value per share	96.01
 * after direct transaction costs of:	 0.03
Performance	
Return after charges	(3.99%)
Other information	
Closing net asset value (£'000)	-
Closing number of shares	100
Operating charges	0.25%
Direct transaction costs	0.31%
Prices	
Highest share price	100.90
Lowest share price	94.53

^A Share class A Accumulation was launched 29 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares ^A	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	132.70	116.87	100.00 ^B
Return before operating charges*	(11.02)	16.10	17.11
Operating charges	(0.28)	(0.27)	(0.24)
Return after operating charges*	(11.30)	15.83	16.87
Distributions	(5.19)	(4.55)	(2.96)
Retained distributions on accumulation shares*	5.19	4.55	2.96
Closing net asset value per share	121.40	132.70	116.87
 * after direct transaction costs of:	 0.41	 0.18	 0.26
Performance			
Return after charges	(8.52%)	13.54%	16.87%
Other information			
Closing net asset value (£'000)	477,371	370,501	281,996
Closing number of shares	393,206,490	279,193,945	241,292,700
Operating charges	0.22%	0.22%	0.22%
Direct transaction costs	0.31%	0.14%	0.24%
Prices			
Highest share price	138.40	132.18	116.46
Lowest share price	119.50	116.42	97.46

^A Share class B Accumulation was launched 15 March 2016.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

X Accumulation shares^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(10.67)
Operating charges	(0.01)
Return after operating charges*	(10.68)
Distributions	(0.99)
Retained distributions on accumulation shares*	0.99
Closing net asset value per share	89.32
 * after direct transaction costs of:	 0.10
Performance	
Return after charges	(10.68%)
Other information	
Closing net asset value (£'000)	11
Closing number of shares	12,585
Operating charges	0.02%
Direct transaction costs	0.31%
Prices	
Highest share price	99.49
Lowest share price	87.95

^A Share class X Accumulation was launched 24 August 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (97.90%)		431,804	90.46
Basic Materials (9.63%)		42,164	8.83
13,610	Acacia Mining	25	-
268,275	Anglo American	4,688	0.98
735,339	BHP	12,143	2.54
4,118	Croda	193	0.04
302,451	Evrax	1,453	0.30
96,034	Ferrexpo	187	0.04
26,487	Gem Diamonds	29	0.01
2,038,606	Glencore	5,938	1.24
59,149	Johnson Matthey	1,655	0.35
2,602	Kenmare Resources	5	-
68,475	Lonmin	31	0.01
422,951	Petropavlovsk	27	0.01
358,072	Rio Tinto	13,354	2.80
69,133	Synthomer	247	0.05
1,649	Trealt	7	-
95,430	Victrix	2,182	0.46
Consumer Goods (18.65%)		73,812	15.46
83,094	Berkeley	2,890	0.61
396,971	British American Tobacco	9,922	2.08
268,701	Burberry	4,662	0.98
10,159	Carr's	15	-
154,701	Coca-Cola HBC	3,792	0.79
4,175	Cranswick	110	0.02
4,567	Dairy Crest	19	-
254,444	Debenhams	13	-
24,436	Devro	39	0.01
18,259	DFS Furniture	33	0.01
479,466	Diageo	13,399	2.81
28,724	Games Workshop	872	0.18
66,741	Greggs	844	0.18
9,943	Headlam	41	0.01
1,910	Hilton Food	17	-
207,894	Imperial Brands	4,941	1.03
171,819	Inchcape	947	0.20
10,069	JD Sports	35	0.01

Holding	Investment	Market value £'000	Percentage of total net assets
51,797	Lookers	48	0.01
559,086	Marks & Spencer	1,382	0.29
24,395	McBride	30	0.01
3,459	MJ Gleeson	22	-
140,971	Persimmon	2,720	0.57
35,851	Photo-Me International	32	0.01
106,533	Premier Foods	35	0.01
7,040	PureCircle	18	-
12,512	PZ Cussons	27	0.01
52,564	Reckitt Benckiser	3,160	0.66
285,520	Redrow	1,402	0.29
23,863	Sports Direct	57	0.01
21,172	Stock Spirits	44	0.01
1,626	SuperGroup	8	-
591,390	Tate & Lyle	3,902	0.82
1,605,040	Taylor Wimpey	2,186	0.46
915	Ted Baker	14	-
3,187,221	Tesco	6,057	1.27
16,158	Topps Tiles	10	0.00
245,051	Unilever	10,067	2.11
Consumer Services (11.25%)		47,390	9.93
6,670	4Imprint	123	0.03
30,734	AO	39	0.01
999,446	Auto Trader	4,544	0.95
8,292	Bloomsbury Publishing	17	-
10,202	Card Factory	18	-
20,621	Carnival	776	0.16
21,960	Carpetright	4	-
275,741	Compass	4,548	0.95
176,517	Domino's Pizza	411	0.09
3,544	Dunelm	19	-
60,810	easyJet	672	0.14
62,187	El	113	0.02
4,469	Euromoney Institutional Investor	51	0.01
12,485	Findel	27	0.01
519,910	FirstGroup	433	0.09
3,912	Fuller Smith & Turner	35	0.01
4,201	Go-Ahead	64	0.01
47,593	Gocompare.com	32	0.01
9,476	Gym	26	0.01

			Market value £'000	Percentage of total net assets
Holding	Investment			
4,716	Hollywood Bowl		11	-
3,090	Hostelworld		6	-
1,104,666	IAG		6,825	1.43
413,273	Informa		2,604	0.55
90,729	ITE		58	0.01
504,636	ITV		630	0.13
10,169	JPJ		65	0.01
7,387	McColl's Retail		4	-
11,592	Millennium & Copthorne Hotels		54	0.01
52,016	Mitchells & Butlers		134	0.03
340,400	Moneysupermarket.com		937	0.20
40,648	N Brown		38	0.01
444,395	National Express		1,661	0.35
11,170	Ocado		88	0.02
3,217	On the Beach		11	-
642,064	Pearson		6,024	1.26
218,658	Pendragon		49	0.01
15,975	Pets At Home		18	-
13,903	Rank		19	-
43,805	Reach		29	0.01
185,899	RELX		3,004	0.63
57,235	Restaurant		82	0.02
663,556	Saga		687	0.14
1,311,638	J Sainsbury		3,475	0.73
383,881	SSP		2,485	0.52
289,610	Stagecoach		383	0.08
8,435	Tarsus		23	0.01
274,387	Thomas Cook		84	0.02
138,128	TUI		1,554	0.33
58,111	Wetherspoon (J.D.)		646	0.14
27,012	WH Smith		464	0.10
926,145	Wm Morrison Supermarkets		1,975	0.41
154,912	WPP		1,311	0.27
Financials (22.24%)			102,235	21.42
663,261	3i		5,128	1.08
114,329	3i Infrastructure		295	0.06
30,526	Aberdeen Asian Income Fund		60	0.01
35,386	Aberdeen Diversified Income and Growth Trust		40	0.01
12,303	Aberdeen New Dawn Investment Trust		27	0.01
2,286	Aberdeen New India Investment Trust		11	-

Holding	Investment	Market value £'000	Percentage of total net assets
3,946	Aberdeen Standard Asia Focus	40	0.01
2,152	Aberdeen Standard Equity Income Trust	8	-
20,260	Aberforth Smaller Companies Trust	230	0.05
112,216	Admiral	2,296	0.48
67,917	Alliance Trust	466	0.10
6,657	Allianz Technology Trust	81	0.02
40,381	Allied Minds	28	0.01
26,226	Apax Global Alpha	35	0.01
3,121	Artemis Alpha Trust	8	-
38,267	Ashmore	140	0.03
1,003,098	Aviva	3,766	0.79
17,102	Baillie Gifford Japan Trust	115	0.03
53,968	Baillie Gifford Shin Nippon	88	0.02
19,207	Baillie Gifford UK Growth Fund	31	0.01
29,180	Baillie Gifford US Growth Trust	31	0.01
29,778	Bank of Georgia	410	0.09
26,133	Bankers Investment Trust	204	0.04
809,246	Barclays	1,218	0.26
38,842	BB Healthcare Trust	46	0.01
96,148	BBGI SICAV	149	0.03
191,664	Beazley	964	0.20
3,111	BH Global	46	0.01
1,985	BH Macro Sterling Fund	47	0.01
6,629	Biotech Growth Trust	42	0.01
26,997	BlackRock Frontiers Investment Trust	37	0.01
13,263	BlackRock Greater Europe Investment Trust	40	0.01
5,341	BlackRock Latin American Investment Trust	23	0.01
8,082	BlackRock Smaller Companies Trust	96	0.02
8,060	Blackrock Throgmorton Trust	35	0.01
29,981	BlackRock World Mining Trust	102	0.02
51,978	Bluefield Solar Income Fund	64	0.01
14,762	BMO Capital & Income Investment Trust	43	0.01
11,876	BMO Global Smaller Companies	145	0.03
12,582	BMO Private Equity Trust	40	0.01
113,137	Brewin Dolphin	364	0.08
22,101	British Empire Trust	147	0.03
161,858	British Land	863	0.18
2,279	Brunner Investment Trust	16	-
6,919	Caledonia Investments	195	0.04
77,052	Capital & Regional	21	0.01
831	Capital Gearing Trust	34	0.01
26,111	Chesnara	90	0.02

Holding	Investment	Market value £'000	Percentage of total net assets
4,129	City Merchants High Yield Trust	7	-
3,509	City of London Investment	13	-
69,377	City of London Investment Trust	267	0.06
117,535	Civitas Social Housing	124	0.03
30,452	Close Brothers	438	0.09
24,624	CLS	52	0.01
9,456	CMC Markets	10	-
48,701	Countrywide	4	-
59,537	CQS New City High Yield	34	0.01
5,263	Custodian REIT	6	-
25,750	CVC Credit Partners European Opportunities	28	0.01
564	Daejan	32	0.01
1,096,652	Direct Line	3,494	0.73
31,883	Diverse Income Trust	29	0.01
36,640	Dragon Capital - Vietnam Enterprise Investments	167	0.03
17,928	Dunedin Income Growth Investment Trust	42	0.01
35,169	Edinburgh Dragon Trust	126	0.03
41,966	Edinburgh Investment Trust	251	0.05
11,121	Edinburgh Worldwide Investment Trust	82	0.02
4,551	Electra Private Equity	18	-
115,373	Empiric Student Property	106	0.02
4,376	European Investment Trust	34	0.01
83,080	F&C Commercial Property Trust	103	0.02
111,888	F&C Investment Trust	707	0.15
38,718	F&C UK Real Estate Investment	36	0.01
4,843	Fidelity Asian Values	20	0.01
70,539	Fidelity China Special Situations	133	0.03
72,420	Fidelity European Values	149	0.03
37,320	Fidelity Special Values	85	0.02
35,291	Finsbury Growth & Income Trust	265	0.06
102,189	Foresight Solar Fund	110	0.02
39,324	Foxtons	21	0.01
47,442	Funding Circle SME Income Fund	41	0.01
3,441	Fundsmith Emerging Equities Trust	41	0.01
50,023	GCP Asset Backed Income Fund	52	0.01
147,090	GCP Infrastructure	187	0.04
24,202	GCP Student Living	36	0.01
28,571	Genesis Emerging Markets Fund	181	0.04
18,303	Georgia Capital	187	0.04
6,910	Grainger	14	-
291,617	Great Portland Estates	1,922	0.40
233,394	Greencoat UK Wind	294	0.06

Holding	Investment	Market value £'000	Percentage of total net assets
434	Hansa Trust	4	-
35,573	Hansteen REIT	33	0.01
14,005	HarbourVest Global Private Equity	188	0.04
85,361	Hargreaves Lansdown	1,578	0.33
151,965	Hastings	284	0.06
13,742	Helical Bar	44	0.01
7,413	Henderson Alternative Strategies Trust	20	-
1,962	Henderson European Focus Trust	21	0.01
1,491	Henderson EuroTrust	15	-
18,875	Henderson Far East Income	65	0.01
5,307	Henderson High Income Trust	8	-
25,128	Henderson International Income Trust	39	0.01
11,617	Henderson Smaller Companies Investment Trust	89	0.02
13,772	Herald Investment Trust	147	0.03
5,600	HgCapital Trust	100	0.02
350,818	HICL Infrastructure	553	0.12
13,684	Highbridge Multi-Strategy Fund	28	0.01
21,519	Hiscox	349	0.07
4,124,362	HSBC	26,676	5.59
7,937	ICG Enterprise Trust	64	0.01
449,449	IG	2,560	0.54
41,123	Impax Environmental Markets	104	0.02
68,591	Intermediate Capital	641	0.14
2,674	International Biotechnology Trust	15	-
49,259	International Personal Finance	101	0.02
289,657	International Public Partnerships	443	0.09
8,544	Invesco Asia Trust	22	0.01
3,540	Invesco Income Growth Trust	9	-
2,982	Invesco Perpetual UK Smaller Companies Investment Trust	13	-
60,461	IP	66	0.01
13,944	Jardine Lloyd Thompson	264	0.06
34,195	John Laing Environmental	36	0.01
106,414	John Laing	353	0.07
44,603	JPMorgan American Investment Trust	178	0.04
16,106	JPMorgan Asian Investment Trust	53	0.01
4,628	JPMorgan Chinese Investment Trust	10	-
5,816	JPMorgan Claverhouse Investment Trust	39	0.01
27,111	JPMorgan Emerging Markets Investment Trust	232	0.05
14,648	JPMorgan European Investment Trust - Growth	37	0.01
9,273	JPMorgan European Investment Trust - Income	13	-
32,531	JPMorgan European Smaller Companies Trust	106	0.02
20,136	JPMorgan Global Convertibles Income Fund	17	-

Holding	Investment	Market value £'000	Percentage of total net assets
28,129	JPMorgan Global Emerging Markets Income Trust	34	0.01
26,618	JPMorgan Global Growth & Income	76	0.02
18,816	JPMorgan Indian Investment Trust	131	0.03
3,251	JPMorgan Japan Smaller Companies Trust	11	-
30,878	JPMorgan Japanese Investment Trust	115	0.02
1,706	JPMorgan Mid Cap Investment Trust	17	-
6,623	JPMorgan Russian Securities	33	0.01
7,990	JPMorgan Smaller Companies Investment Trust	16	-
4,736	JTC	18	-
23,110	Jupiter European Opportunities Trust	157	0.03
517,108	Jupiter Fund Management	1,526	0.32
915	Jupiter US Smaller Companies	8	-
1,261	Keystone Investment Trust	19	-
400,806	Land Securities	3,223	0.68
20,918	Law Debenture Fund	113	0.02
1,247	Liontrust Asset Management	7	-
20,703,891	Lloyds Banking Group	10,733	2.25
188,732	LondonMetric Property	328	0.07
4,183	Lowland Investment	55	0.01
14,218	LSL Property Services	31	0.01
1,806	Macau Property Opportunities Fund	3	-
1,918,770	Man Strategic	2,551	0.53
2,636	Martin Currie Asia Unconstrained Trust	9	-
11,114	Martin Currie Global Portfolio Trust	26	0.01
2,805	McKay Securities	7	-
22,767	MedicX Fund	17	-
157,727	Mercantile Investment Trust	277	0.06
12,464	Merchants Trust	57	0.01
45,298	Monks Investment Trust	328	0.07
5,575	Montanaro UK Smaller Companies Investment Trust	6	-
7,400	Murray Income Trust	54	0.01
23,171	Murray International Trust	262	0.05
193,322	NB Global Floating Rate Income Fund	171	0.04
5,668	NB Private Equity Partners Fund	57	0.01
8,317	Newriver REIT	18	-
53,062	NextEnergy Solar Fund	61	0.01
3,745	North American Income Trust	46	0.01
1,129	North Atlantic Smaller Companies Investment Trust	30	0.01
47,654	Onesavings Bank	167	0.03
18,407	P2P Global Investments	147	0.03
11,394	Pacific Assets Trust	32	0.01
5,561	Pacific Horizon Investment Trust	16	-

		Market value £'000	Percentage of total net assets
Holding	Investment		
9,610	Pantheon International	189	0.04
194,693	Paragon	751	0.16
50,823	Perpetual Income and Growth Investment Trust	157	0.03
42,119	Pershing Square	425	0.09
355	Personal Assets Trust	139	0.03
61,470	Picton Property Income	52	0.01
109,634	Plus500	1,501	0.31
15,158	Polar Capital Global Financials Trust	18	-
20,850	Polar Capital Global Healthcare Trust	42	0.01
28,014	Polar Capital Technology Trust	309	0.06
249,865	Prudential	3,502	0.73
1,024,581	Quilter	1,212	0.25
5,990	Rathbone Brothers	140	0.03
69,270	Raven Property	34	0.01
259,439	RDI REIT	74	0.02
7,744	Real Estate Credit Investments	13	-
17,816	Regional REIT	16	-
206,069	Renewables Infrastructure	233	0.05
24,922	RIT Capital Partners Fund	476	0.10
11,987	Riverstone Energy	129	0.03
26,754	Ruffer Investment	55	0.01
247	S&U	5	-
7,489	Sabre Insurance	20	-
94,910	Savills	671	0.14
35,787	Schroder Asia Pacific Fund	143	0.03
13,215	Schroder Asian Total Return Investment	44	0.01
10,616	Schroder European Real Estate Investment Trust	11	-
8,748	Schroder Income Growth Fund	22	-
12,526	Schroder Japan Growth Fund	23	-
52,408	Schroder Oriental Income Fund	121	0.03
84,971	Schroder Real Estate Investment Trust	49	0.01
1,351	Schroder UK Mid Cap Fund	6	-
55,527	Schroders	1,356	0.28
16,338	Scottish American Investment Fund	57	0.01
18,999	Scottish Investment Trust	143	0.03
297,336	Scottish Mortgage Investment Trust	1,388	0.29
3,816	Scottish Oriental Smaller Companies Trust	37	0.01
7,048	Securities Trust of Scotland	11	-
175,913	Sequoia Economic Infrastructure Income	199	0.04
47,347	Sirius Real Estate	28	0.01
104,457	SQN Asset Finance Income Fund	101	0.02
4,572	Standard Life	15	-

Holding	Investment	Market value £'000	Percentage of total net assets
388,514	Standard Life Aberdeen	997	0.21
31,546	Standard Life Investment Property Income Trust	26	0.01
7,515	Standard Life UK Smaller Companies Trust	31	0.01
60,170	Starwood European	61	0.01
79,244	Syncona	212	0.04
21,852	Target Healthcare REIT	23	-
1,113	TBC Bank	17	-
14,206	Temple Bar Investment Trust	163	0.03
48,830	Templeton Emerging Markets Investment Trust	330	0.07
3,420	Town Centre Securities	7	-
5,234	TR European Growth Trust	40	0.01
67,894	TR Property Investment Trust	241	0.05
11,595	Troy Income & Growth Trust	8	-
81,274	TwentyFour Income Fund	91	0.02
6,302	TwentyFour Select Monthly Income Fund	6	-
24,019	U & I	50	0.01
64,470	UK Commercial Property REIT	54	0.01
15,633	Utilico Emerging Markets Trust	32	0.01
2,180	Value and Income Trust	6	-
45,307	VinaCapital Vietnam Opportunity Fund	151	0.03
58,316	VPC Specialty Lending	45	0.01
37,015	Witan Investment Trust	359	0.08
4,591	Witan Pacific Investment Trust	13	-
175,062	Woodford Patient Capital Trust	144	0.03
10,089	Worldwide Healthcare	241	0.05
4,495	XPS Pensions	7	-
Health Care (7.50%)		42,367	8.88
186,761	AstraZeneca	10,967	2.30
199,562	BTG	1,655	0.35
17,447	Circassia Pharmaceuticals	8	-
8,451	Consort Medical	79	0.02
786,815	ConvaTec	1,093	0.23
1,250,646	GlaxoSmithKline	18,647	3.91
64,242	Hikma Pharmaceutical	1,102	0.23
696,490	Indivior	782	0.16
2,927	Medica	4	-
2,243	Oxford Biomedica	16	0.01
8,897	PureTech Health	15	-
516,016	Smith & Nephew	7,552	1.58

			Market value £'000	Percentage of total net assets
Holding	Investment			
33,536	UDG Healthcare		200	0.04
352,775	Vectura		247	0.05
Industrials (10.27%)			34,981	7.33
66,484	Ashtead		1,088	0.23
1,282	Avon Rubber		16	-
44,899	Babcock International		220	0.05
534,612	BAE Systems		2,454	0.52
142,794	BCA Marketplace		314	0.07
12,820	Biffa		25	0.01
188,938	Bunzl		4,474	0.94
9,660	Charles Taylor		21	0.01
37,852	Chemring		61	0.01
5,322	Clarkson		101	0.02
5,266	Clipper Logistics		12	-
1,770,704	Cobham		1,730	0.36
42,813	Connect		18	-
15,092	Costain		48	0.01
23,920	De La Rue		101	0.02
4,879	Dialight		20	0.01
19,548	Diploma		236	0.05
7,553	DiscoverIE		27	0.01
303,699	Electrocomponents		1,538	0.32
75,356	Ferguson		3,780	0.79
6,758	Fisher (J) & Sons		117	0.03
18,102	Forterra		40	0.01
18,851	Grafton		121	0.03
45,760	Guinness Peat		37	0.01
40,736	Halma		555	0.12
6,578	Henry Boot		16	-
43,398	Hill & Smith		520	0.11
24,235	Howdens Joinery		106	0.02
76,746	Intertek		3,683	0.77
10,045	John Menzies		51	0.01
4,975	Kier		20	0.01
33,315	Low & Bonar		5	-
12,288	Marshalls		57	0.01
13,207	Mears		43	0.01
401,608	Meggitt		1,891	0.40
206,281	Mitie		228	0.05
4,121	Morgan Sindall		43	0.01

Holding	Investment	Market value £'000	Percentage of total net assets
7,995	Norcros	15	-
15,058	Northgate	57	0.01
5,885	Oxford Instruments	53	0.01
14,401	PayPoint	116	0.02
307,088	QinetiQ	879	0.18
7,003	Renishaw	297	0.06
496,579	Rentokil	1,674	0.35
7,496	Ricardo	47	0.01
9,960	Robert Walters	55	0.01
178,477	Rolls-Royce	1,481	0.31
62,076	Rotork	154	0.03
1,149,070	Royal Mail	3,125	0.66
53,181	RPC	347	0.07
24,925	RPS	34	0.01
3,273	Sanne	19	-
211,182	Senior	400	0.08
36,311	Severfield	26	0.01
131,013	SIG	144	0.03
67,544	Smurfit Kappa	1,405	0.29
82,294	Speedy Hire	49	0.01
14,670	Sthree	42	0.01
10,790	Trifast	20	-
26,312	TT Electronics	51	0.01
24,791	Tyman	58	0.01
92,988	Vesuvius	471	0.10
1,258	Vitec	15	-
8,734	Volution	12	-
1,739	Vp	17	-
164	Weir	2	-
20,852	Wincanton	51	0.01
13,135	Xaar	19	-
1,377	XP Power	29	0.01
Oil & Gas (11.74%)		64,877	13.59
4,618,223	BP	22,902	4.80
4,494	Hunting	22	0.01
49,163	Lamprell	30	0.01
12,755	Nostrum Oil & Gas	13	-
33,643	Petrofac	160	0.03
21,937	Premier Oil	14	-
702,344	Royal Dutch Shell 'A'	16,203	3.39

Holding	Investment	Market value £'000	Percentage of total net assets
1,089,978	Royal Dutch Shell 'B'	25,500	5.34
48,349	Soco	33	0.01
Technology (1.10%)		2,021	0.42
78,529	Computacenter	788	0.16
12,519	FDM	93	0.02
3,290	Micro Focus	46	0.01
3,305	Microgen	11	-
9,088	Nanoco	3	-
50,964	NCC	89	0.02
12,179	SDL	58	0.01
113,827	Softcat	668	0.14
11,514	Sophos	44	0.01
186,742	Spirent Communications	221	0.05
Telecommunications (4.11%)		15,266	3.20
913,503	BT	2,175	0.46
4,552	Inmarsat	17	-
108,286	Kcom	79	0.02
6,285	Telecom Plus	90	0.02
8,441,303	Vodafone	12,905	2.70
Utilities (1.41%)		6,691	1.40
2,755,309	Centrica	3,715	0.78
70,235	Drax	252	0.05
152,034	National Grid	1,162	0.24
144,492	SSE	1,562	0.33
Collective Investment Schemes (1.29%)		40,405	8.46
40,405	Aberdeen Liquidity Fund - Sterling [†]	40,405	8.46
Derivatives (0.02%)		(334)	(0.07)
Exchange Traded Options (-0.04%)		(29)	(0.01)
(36)	Sell Call FTSE 100 Index 18/01/2019	(1)	-
(24)	Sell Call FTSE 100 Index 18/01/2019	(5)	-
(20)	Sell Call FTSE 100 Index 18/01/2019	(2)	-
(20)	Sell Call FTSE 100 Index 18/01/2019	-	-

Holding	Investment	Market value £'000	Percentage of total net assets
(18)	Sell Call FTSE 100 Index 18/01/2019	-	-
(51)	Sell Call FTSE 100 Index 15/02/2019	(2)	-
(35)	Sell Call FTSE 100 Index 15/02/2019	(12)	(0.01)
(24)	Sell Call FTSE 100 Index 15/02/2019	(1)	-
(22)	Sell Call FTSE 100 Index 15/02/2019	(1)	-
(19)	Sell Call FTSE 100 Index 15/03/2019	(5)	-
Futures (0.06%)		(305)	(0.06)
681	Long FTSE 100 Future 15/03/2019	(305)	(0.06)
Total investment assets and liabilities		471,875	98.85
Net other assets		5,507	1.15
Total Net Assets		477,382	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†] Managed by subsidiaries of Standard Life Aberdeen plc

Statement of total return

For the year ended 31 December 2018

		2018	2017
	Notes	£'000	£'000
Income:			
Net capital (losses)/gains	1	(50,643)	29,077
Revenue	3	15,147	11,835
Expenses	4	(784)	(673)
Interest payable and similar charges	5	(1)	(1)
Net revenue before taxation		14,362	11,161
Taxation	6	(119)	(75)
Net revenue after taxation		14,243	11,086
Total return before distributions		(36,400)	40,163
Distributions	7	(14,243)	(11,086)
Change in net assets attributable to shareholders from investment activities		(50,643)	29,077

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018	2017
	£'000	£'000
Opening net assets attributable to shareholders	370,501	281,996
Amounts receivable on the issue of shares	166,755	39
Amounts payable on the cancellation of shares	(26,680)	(29,638)
Amounts receivable on inspecie transfers*	-	77,666
Dilution adjustment	140,075	48,067
	823	-
Change in net assets attributable to shareholders from investment activities (see above)	(50,643)	29,077
Retained distribution on accumulation shares	16,626	11,361
Closing net assets attributable to shareholders	477,382	370,501

* Relating to the transfer of assets from the Scottish Widows All Share Tracker Fund in the prior year.

Balance sheet

As at 31 December 2018

	Notes	£'000	2018 £'000	£'000	2017 £'000
Assets:					
Fixed assets:					
Investment assets			472,209		367,758
Current assets:					
Debtors	8	1,309		2,109	
Cash and bank balances	9	4,531		1,068	
			5,840		3,177
Total assets			478,049		370,935
Liabilities:					
Investment liabilities			(334)		(169)
Creditors	10	(333)		(265)	
			(333)		(265)
Total liabilities			(667)		(434)
Net assets attributable to shareholders			477,382		370,501

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital (Losses)/Gains

	2018	2017
	£'000	£'000
Non-derivative securities	(49,201)	28,158
Derivative contracts	(1,427)	926
Other (losses)/gains	(7)	1
Handling charges taken from the capital account	(8)	(8)
Net capital (losses)/gains	(50,643)	29,077

2 Equity Purchases, Sales and Transaction Costs

There are no transaction costs associated with the purchases or sales of bonds, collective investment schemes and derivatives during the year, or in the prior year.

Bonds are dealt on a spread agreed between buyer and seller with reference to the expected cashflows and current credit profiles.

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	244,205	94,982
Commissions	10	1
Taxes & other fees	1,122	438
Total purchase transaction costs	1,132	439
Purchases including transaction costs	245,337	95,421
Sales		
Equities	126,451	111,833
Commissions	(4)	(2)
Taxes & other fees	(1)	(1)
Total sale transaction costs	(5)	(3)
Total sales net of transaction costs	126,446	111,830

	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.46	0.46
Sales		
Commissions	0.00	0.00
Taxes & other fees	0.00	0.00

	2018	2017
Equity Purchases, Sales Analysis to Average NAV	% Average NAV	% Average NAV
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.22	0.14
Sales		
Commissions	0.00	0.00

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	245,337	95,421
Collective investment schemes	95,313	102,268
In specie transactions	-	76,016
Sales		
Bonds	5	-
Equities	126,446	111,830
Collective investment schemes	59,260	102,990

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.06% (2017: 0.08%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
UK dividends	13,790	10,335
Overseas dividends	1,217	1,409
Taxable distributions on offshore funds	50	23
Unfranked non-foreign component of dividend distributions	11	13
Interest on debt securities	44	-
Bank interest	1	5
Stocklending income	34	50
Total revenue	15,147	11,835

4 Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	731	626
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	39	34
Safe custody fee	5	3
	44	37
Other:		
Audit fee	8	8
Printing fees	1	2
	9	10
Total expenses	784	673

5 Interest Payable and Similar Charges

	2018	2017
	£'000	£'000
Interest payable	1	1
Total interest payable & similar charges	1	1

6 Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	119	75
Total current tax	119	75
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	14,362	11,161
Corporation tax at 20% (2017: 20%)	2,872	2,232
Effects of:		
Revenue not subject to taxation	(2,972)	(2,340)
Overseas taxes	119	75
Excess allowable expenses	100	108
Total tax charge for year (note 6a)	119	75

(c) Factors that may affect future tax charge

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £260,000 (2017: £160,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

7 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	7,980	6,089
Final distribution	8,646	5,273
	16,626	11,362
Add: Income deducted on cancellation of shares	251	259
Deduct: Income received on issue of shares	(2,634)	(535)
Net distribution for the year	14,243	11,086

Details of the distribution per share are set out in this Fund's distribution tables.

8 Debtors

	2018	2017
	£'000	£'000
Sales awaiting settlement	-	1,266
Accrued revenue	1,249	810
Foreign withholding tax recoverable	60	33
Total debtors	1,309	2,109

9 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	2,529	348
Cash and bank balances	2,002	720
Total cash and bank balances	4,531	1,068

10 Creditors

	2018	2017
	£'000	£'000
Amounts payable to the ACD for cancellation of shares	212	180
Purchases awaiting settlement	-	7
Accrued expenses payable to ACD	80	62
Accrued expenses payable to the Depositary or associates of the Depositary	4	4
Other accrued expenses	37	12
Total creditors	333	265

11 Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

12 Securitites on loan

The aggregate value of securities on loan at 31 December 2018 is £3,143,000 (2017: £5,546,000). The identities of these counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 31 December 2018 is £3,463,000 (2017: £6,088,000). This collateral is listed in the collateral held table below.

	2018	2017
Counterparties	£'000	£'000
Bank of Nova Scotia	2,792	-
Citigroup Global Markets Limited	133	430
JP Morgan	208	4,771
UBS AG	10	345
Total securities on loan	3,143	5,546

	2018	2017
Collateral held	£'000	£'000
Bonds	3,351	-
Equities	112	6,088
Total collateral held	3,463	6,088

The gross earnings and fees paid for the year are £42,000 (2017: £63,000) and £8,000 (2017: £13,000).

13 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 238. £292,000 was due to the ACD at the year end.

As at the year end the Fund held investments valued at £40,405,000 (2017: 4,761,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

14 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	-	9,659	(9,559)	100
B Accumulation shares	279,193,945	134,414,774	(20,402,229)	393,206,490
X Accumulation shares	-	13,644	(1,059)	12,585

15 Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	431,804	-	-	362,756	7	-
Collective Investment Schemes	-	40,405	-	-	4,761	-
Derivatives	-	-	-	234	-	-
Total investment assets	431,804	40,405	-	362,990	4,768	-

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Derivatives	(334)	-	-	(169)	-	-
Total investment liabilities	(334)	-	-	(169)	-	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

16 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £23,600,000 (2017: £18,400,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £17,000 (2017: £13,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets	
	2018	2017
	£'000	£'000
Euro	337	249
US Dollar	9	2

(c) Interest rate risk

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
2018			
Currency			
UK Sterling	44,936	432,100	477,036
Euro	-	337	337
US Dollar	-	9	9
2017			
Currency			
UK Sterling	1,068	369,182	370,250
Euro	-	249	249
US Dollar	-	2	2

(d) Counterparty Risk**Credit quality of debt security investment assets**

As at 31 December 2018 the Fund had no exposure to debt securities

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

	2018 £'000	2017 £'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	45,376	7,809
Total Market Exposure	45,376	7,809
Total Market Exposure as a percentage of Fund value	10%	2%

* FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	42	63
Direct operational costs and fees incurred for stocklending (stocklending agent costs)	(8)	(13)
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	34	50
Underlying exposure obtained through EPM techniques[†]	45,376	7,809

Uncollateralised counterparty exposure

No uncollateralised counterparty exposure (2017: £nil).

Collateral

The type and amount of collateral received to reduce counterparty exposure:

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

[†] The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(e) Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table**for the six months ended 30 June 2018**

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	2.9918	-	2.9918*	2.6652
Group 2	1.5714	1.4204	2.9918*	2.6652

* Distribution accumulated on 30 June 2018.

for the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1 ^A	0.3100	-	0.3100*	
Group 2 ^B	0.3100	-	0.3100*	
B Accumulation shares				
Group 1	2.1987	-	2.1987*	1.8883
Group 2	0.2381	1.9606	2.1987*	1.8883
X Accumulation shares				
Group 1 ^C	0.9920	-	0.9920*	
Group 2 ^D	0.7005	0.2915	0.9920*	

* Distribution accumulated on 31 December 2018.

^A shares created for initial seeding of the share class prior to 29 November 2018^B shares purchased between 29 November 2018 and 31 December 2018^C shares created for initial seeding of the share class prior to 24 August 2018^D shares purchased between 24 August 2018 and 31 December 2018**Equalisation**

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Aberdeen UK Equity Index Managed Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to provide long term capital growth predominantly through investment in equities, equity and index derivative contracts and equity related securities of UK companies which are constituents of the FTSE 100 Index.

Equity related securities include but are not limited to depository receipts, convertible securities, equity linked notes (debt securities linked to the performance of an equity security) warrants, and bonds convertible into ordinary or preferred shares. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives (for efficient portfolio management, including hedging, and to meet the investment objectives of the Fund).

The Fund may use derivative transactions with a view to generating additional capital returns. The Fund may sell call options against assets held by the Fund, in this case the FTSE 100 Index constituents. The call options allow the purchaser the opportunity to buy the assets at a pre-agreed strike price. In order to sell a call option the Fund is required to hold the underlying assets that make up the index, in case the purchaser elects to exercise the option. This is known as a covered call strategy.

The impact of the covered call strategy is such that the Fund may be expected to underperform the relevant index during periods of sharply rising equity prices; conversely, the Fund seeks to reduce losses relative to the index during periods of declining equity prices. This strategy is intended to enhance the return for the Fund over the longer term.

Performance review

For the year ended 31 December 2018, the value of Aberdeen UK Equity Index Managed Fund A Accumulation shares decreased by 8.72%, compared with a decrease of 8.73% in the benchmark, FTSE 100 Index.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK equities endured a difficult 12 months, as the stock market weathered political upheaval and Brexit-related uncertainty. The pound fluctuated over the year, with periods of weakness helping to lift firms that make their revenues overseas.

After a weak start to 2018, the UK equity market rebounded into the summer. Sterling weakness benefited companies that make the bulk of their earnings overseas. Oil firms were in the ascendency as crude reached nearly \$86 per barrel in October – its highest level in four years. The oil price fell back towards the end of the period, however, finishing below \$55.

Latterly, the see-saw nature of Brexit negotiations was not helpful for share prices or sterling. The latter slumped when talks failed to advance meaningfully. Theresa May, the prime minister, faced major parliamentary dissent over her proposed withdrawal agreement.

The Bank of England (BoE) held the main UK interest rate at 0.75% in December. The Bank warned about increasing Brexit-related uncertainty in its accompanying statement. It also emphasised that the lower oil price is likely to pull inflation below its 2.0% target in the near term.

Portfolio review

The Fund aims to provide long term capital growth, predominantly through investment in equities; equity and index derivative contracts; and equity-related securities of the FTSE 100 Index. The Fund may sell call options against assets held by the Fund, in this case the FTSE 100 Index constituents, with a view to generating additional income. This is known as a covered call strategy.

Over the period, the top performers in the FTSE 100 Index included Ocado, Hikma Pharmaceuticals, Evraz, Auto Trader and Pearson. By contrast, the worst performers included British American Tobacco, Micro Focus International, Standard Life Aberdeen, Fresnillo and Kingfisher.

Outlook

The UK's economic outlook for 2019 is bound up with the question of Brexit. The weakness at the end of 2018 is likely to carry through into the first quarter of 2019 as parliamentary deadlock means uncertainty about the eventual Brexit outcome remains high. It is very difficult to see a pick-up in business investment or durable purchases in this environment. However, parliament seems committed to avoiding a no-deal Brexit, and a number of political forces seem to be pushing the eventual outcome in a somewhat 'softer' direction than the government's current position. Fiscal policy is also set to become more supportive, so the second half of the year is likely to be a fair bit stronger than the first, with growth over the year as whole coming in around trend.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 5 because Funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Derivative Risk: Derivatives may currently be used for efficient portfolio management only. At times, though the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.
- Further details of the risks relating to investment in this Fund can be found in the Prospectus, which is available on request or at our website aberdeenstandard.com.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeenstandard.com.

Comparative tables

	2018	2017	2016
A Accumulation shares	pence per share	pence per share	pence per share
Change in net assets per share			
Opening net asset value per share	208.14	185.74	157.68
Return before operating charges*	(18.17)	23.03	28.61
Operating charges	(0.57)	(0.63)	(0.55)
Return after operating charges*	(18.74)	22.40	28.06
Distributions	(7.91)	(7.18)	(5.80)
Retained distributions on accumulation shares*	7.91	7.18	5.80
Closing net asset value per share	189.40	208.14	185.74
 * after direct transaction costs of:	 0.08	 0.16	 0.04
Performance			
Return after charges	(9.00%)	12.06%	17.80%
Other information			
Closing net asset value (£'000)	166,223	220,148	140,204
Closing number of shares	87,760,812	105,768,375	75,485,275
Operating charges	0.28%	0.32%	0.51%
Direct transaction costs	0.04%	0.08%	0.02%
Prices			
Highest share price	209.20	207.31	185.00
Lowest share price	186.30	184.84	140.20

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

A Income shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	166.61	154.14	135.34
Return before operating charges*	(14.20)	18.89	24.19
Operating charges	(0.45)	(0.52)	(0.46)
Return after operating charges*	(14.65)	18.37	23.73
Distributions	(6.28)	(5.90)	(4.93)
Closing net asset value per share	145.68	166.61	154.14
 * after direct transaction costs of:	 0.06	 0.13	 0.03
Performance			
Return after charges	(8.79%)	11.92%	17.53%
Other information			
Closing net asset value (£'000)	793	1,117	2,140
Closing number of shares	544,595	670,417	1,388,287
Operating charges	0.28%	0.32%	0.59%
Direct transaction costs	0.04%	0.08%	0.02%
Prices			
Highest share price	164.00	168.42	155.70
Lowest share price	145.60	154.36	120.36

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	137.34	122.56	103.83
Return before operating charges*	(11.99)	15.20	19.09
Operating charges	(0.37)	(0.42)	(0.36)
Return after operating charges*	(12.36)	14.78	18.73
Distributions	(5.22)	(4.74)	(4.02)
Retained distributions on accumulation shares*	5.22	4.74	4.02
Closing net asset value per share	124.98	137.34	122.56
 * after direct transaction costs of:	 0.05	 0.10	 0.02
Performance			
Return after charges	(9.00%)	12.06%	18.04%
Other information			
Closing net asset value (£'000)	7,559	13,270	6,707
Closing number of shares	6,048,029	9,662,000	5,472,617
Operating charges	0.28%	0.32%	0.33%
Direct transaction costs	0.04%	0.08%	0.02%
Prices			
Highest share price	138.10	136.80	122.04
Lowest share price	123.00	121.97	92.42

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Income shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	119.40	110.48	97.01
Return before operating charges*	(10.18)	13.54	17.55
Operating charges	(0.32)	(0.37)	(0.34)
Return after operating charges*	(10.50)	13.17	17.21
Distributions	(4.50)	(4.25)	(3.74)
Closing net asset value per share	104.40	119.40	110.48
 * after direct transaction costs of:	 0.04	 0.09	 0.02
Performance			
Return after charges	(8.79%)	11.92%	17.74%
Other information			
Closing net asset value (£'000)	6,648	8,787	6,985
Closing number of shares	6,368,246	7,358,777	6,322,567
Operating charges	0.28%	0.32%	0.33%
Direct transaction costs	0.04%	0.08%	0.02%
Prices			
Highest share price	117.50	120.70	111.60
Lowest share price	104.30	110.62	86.36

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

P Income shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	166.88	154.38	135.53
Return before operating charges*	(14.23)	18.93	24.53
Operating charges	(0.37)	(0.44)	(0.40)
Return after operating charges*	(14.60)	18.49	24.13
Distributions	(6.37)	(5.99)	(5.28)
Closing net asset value per share	145.91	166.88	154.38
 * after direct transaction costs of:	 0.06	 0.13	 0.03
Performance			
Return after charges	(8.75%)	11.98%	17.80%
Other information			
Closing net asset value (£'000)	34,795	40,834	46,837
Closing number of shares	23,846,808	24,469,824	30,338,249
Operating charges	0.23%	0.27%	0.28%
Direct transaction costs	0.04%	0.08%	0.02%
Prices			
Highest share price	164.30	168.73	155.98
Lowest share price	145.80	154.61	120.66

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Q Income shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	166.83	154.34	135.49
Return before operating charges*	(14.22)	18.92	24.52
Operating charges	(0.29)	(0.29)	(0.25)
Return after operating charges*	(14.51)	18.63	24.27
Distributions	(6.45)	(6.14)	(5.42)
Closing net asset value per share	145.87	166.83	154.34
 * after direct transaction costs of:	 0.06	 0.13	 0.03
Performance			
Return after charges	(8.70%)	12.07%	17.91%
Other information			
Closing net asset value (£'000)	555,994	645,244	729,253
Closing number of shares	381,162,242	386,767,381	472,507,164
Operating charges	0.18%	0.18%	0.18%
Direct transaction costs	0.04%	0.08%	0.02%
Prices			
Highest share price	164.20	168.75	156.01
Lowest share price	145.70	154.57	120.63

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

X Accumulation shares ^A	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	117.65	104.69	100.00 ^B
Return before operating charges*	(10.30)	12.99	4.72
Operating charges	(0.03)	(0.03)	(0.03)
Return after operating charges*	(10.33)	12.96	4.69
Distributions	(4.76)	(4.37)	(0.93)
Retained distributions on accumulation shares*	4.76	4.37	0.93
Closing net asset value per share	107.32	117.65	104.69
 * after direct transaction costs of:	 0.04	 0.09	 0.02
Performance			
Return after charges	(8.78%)	12.38%	4.69%
Other information			
Closing net asset value (£'000)	126	91	9
Closing number of shares	117,821	77,300	8,500
Operating charges	0.03%	0.03%	0.03%
Direct transaction costs	0.04%	0.08%	0.02%
Prices			
Highest share price	118.50	117.18	104.24
Lowest share price	105.60	104.18	97.64

^AShare class X Accumulation was launched 15 August 2016.

^BThe opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market value £'000	Percentage of total net assets
UK Equities (98.17%)		748,278	96.91
Basic Materials (8.46%)		66,585	8.62
435,183	Anglo American	7,605	0.99
156,602	Antofagasta	1,226	0.16
917,284	BHP	15,148	1.96
55,964	Croda	2,621	0.34
214,041	Evrax	1,028	0.13
81,375	Fresnillo	700	0.09
5,028,007	Glencore	14,647	1.90
85,759	Johnson Matthey	2,400	0.31
162,716	Mondi	2,657	0.34
497,478	Rio Tinto	18,553	2.40
Consumer Goods (17.69%)		130,127	16.85
154,423	Associated British Foods	3,153	0.41
441,360	Barratt Developments	2,042	0.26
54,128	Berkeley	1,883	0.24
1,004,068	British American Tobacco	25,097	3.25
183,203	Burberry	3,179	0.41
86,518	Coca-Cola HBC	2,120	0.27
1,062,460	Diageo	29,690	3.85
417,742	Imperial Brands	9,928	1.29
718,524	Marks & Spencer	1,775	0.23
58,918	Next	2,351	0.30
135,671	Persimmon	2,618	0.34
274,660	Reckitt Benckiser	16,513	2.14
1,445,674	Taylor Wimpey	1,969	0.26
4,226,442	Tesco	8,032	1.04
481,431	Unilever	19,777	2.56
Consumer Services (9.47%)		71,111	9.22
408,971	Auto Trader	1,860	0.24
74,127	Carnival	2,789	0.36
699,051	Compass	11,531	1.49
110,103	easyJet	1,216	0.16
253,258	GVC	1,706	0.22
707,265	IAG	4,369	0.57

			Market value £'000	Percentage of total net assets
Holding	Investment			
545,697	Informa		3,438	0.45
83,581	InterContinental Hotels		3,540	0.46
1,658,947	ITV		2,070	0.27
955,949	Kingfisher		1,983	0.26
192,387	Ocado		1,519	0.20
34,696	Paddy Power Betfair		2,219	0.29
346,526	Pearson		3,251	0.42
838,380	RELX		13,548	1.75
397,226	Rightmove		1,717	0.22
710,759	J Sainsbury		1,883	0.24
191,866	TUI		2,159	0.28
80,863	Whitbread		3,702	0.48
958,347	Wm Morrison Supermarkets		2,043	0.27
539,708	WPP		4,568	0.59
Financials (22.61%)			160,678	20.81
426,930	3i		3,301	0.43
88,777	Admiral		1,816	0.23
1,726,933	Aviva		6,483	0.84
7,515,032	Barclays		11,310	1.46
434,718	British Land		2,317	0.30
608,939	Direct Line		1,940	0.25
115,844	Hargreaves Lansdown		2,141	0.28
122,367	Hiscox		1,982	0.26
8,855,852	HSBC		57,280	7.42
314,386	Land Securities		2,528	0.33
2,631,881	Legal & General		6,077	0.79
31,292,799	Lloyds Banking Group		16,222	2.10
138,266	London Stock Exchange		5,615	0.73
1,138,010	Prudential		15,949	2.06
1,987,482	Royal Bank of Scotland		4,305	0.56
450,272	RSA Insurance		2,312	0.30
50,080	Schroders		1,223	0.16
635,155	Scottish Mortgage Investment Trust		2,966	0.38
439,963	Segro		2,589	0.33
229,794	St James's Place		2,169	0.28
1,189,557	Standard Chartered		7,247	0.94
1,131,884	Standard Life Aberdeen		2,906	0.38

Holding	Investment	Market value £'000	Percentage of total net assets
Health Care (8.88%)		72,587	9.40
558,884	AstraZeneca	32,818	4.25
2,143,869	GlaxoSmithKline	31,965	4.14
61,617	Hikma Pharmaceutical	1,057	0.14
37,852	NMC Healthcare	1,035	0.13
390,337	Smith & Nephew	5,712	0.74
Industrials (7.65%)		62,486	8.09
214,915	Ashtead	3,517	0.46
1,401,592	BAE Systems	6,435	0.83
147,122	Bunzl	3,484	0.45
361,223	CRH	7,477	0.97
43,059	DCC	2,575	0.33
404,688	Experian	7,707	1.00
102,197	Ferguson	5,126	0.66
166,818	Halma	2,274	0.29
71,232	Intertek	3,418	0.44
2,120,065	Melrose Industries	3,473	0.45
806,963	Rentokil	2,720	0.35
733,422	Rolls-Royce	6,086	0.79
556,767	Smith (DS)	1,666	0.22
172,985	Smiths	2,359	0.31
103,523	Smurfit Kappa	2,153	0.28
32,333	Spirax-Sarco Engineering	2,016	0.26
Oil & Gas (15.19%)		128,812	16.68
8,592,706	BP	42,611	5.52
1,999,968	Royal Dutch Shell 'A'	46,139	5.97
1,648,957	Royal Dutch Shell 'B'	38,578	5.00
293,340	Wood	1,484	0.19
Technology (0.96%)		5,416	0.70
184,175	Micro Focus	2,546	0.33
477,270	Sage	2,870	0.37
Telecommunications (4.22%)		26,774	3.47
3,692,370	BT	8,790	1.14

Holding	Investment	Market value £'000	Percentage of total net assets
11,763,790	Vodafone	17,984	2.33
Utilities (3.04%)		23,702	3.07
2,468,671	Centrica	3,329	0.43
1,496,730	National Grid	11,436	1.48
104,205	Severn Trent	1,891	0.25
446,036	SSE	4,822	0.62
302,125	United Utilities	2,224	0.29
Collective Investment Schemes (1.24%)		27,019	3.50
27,019	Aberdeen Liquidity Fund - Sterling [†]	27,019	3.50
Derivatives (-0.38%)		(475)	(0.06)
Exchange Traded Options (-0.45%)		(494)	(0.06)
(624)	Sell Call FTSE 100 Index 18/01/2019	(22)	-
(422)	Sell Call FTSE 100 Index 18/01/2019	(93)	(0.01)
(342)	Sell Call FTSE 100 Index 18/01/2019	(29)	(0.01)
(342)	Sell Call FTSE 100 Index 18/01/2019	(5)	-
(312)	Sell Call FTSE 100 Index 18/01/2019	(8)	-
(845)	Sell Call FTSE 100 Index 15/02/2019	(34)	(0.01)
(605)	Sell Call FTSE 100 Index 15/02/2019	(184)	(0.02)
(404)	Sell Call FTSE 100 Index 15/02/2019	(12)	-
(343)	Sell Call FTSE 100 Index 15/02/2019	(12)	-
(334)	Sell Call FTSE 100 Index 15/03/2019	(95)	(0.01)
Futures (0.07%)		19	-
361	Long FTSE 100 Future 15/03/2019	19	-
Total investment assets and liabilities		774,822	100.35
Net other liabilities		(2,684)	(0.35)
Total Net Assets		772,138	100.00

All investments are listed on recognised stock exchanges and are approved securities within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†] Managed by subsidiaries of Standard Life Aberdeen plc

Statement of total return

For the year ended 31 December 2018

		2018	2017
	Notes	£'000	£'000
Income:			
Net capital (losses)/gains	1	(111,349)	71,750
Revenue	3	38,417	35,501
Expenses	4	(1,839)	(1,860)
Interest payable and similar charges		(11)	(73)
Net revenue before taxation		36,567	33,568
Taxation	5	(434)	(245)
Net revenue after taxation		36,133	33,323
Total return before distributions		(75,216)	105,073
Distributions	6	(36,133)	(33,323)
Change in net assets attributable to shareholders from investment activities		(111,349)	71,750

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018	2017
	£'000	£'000
Opening net assets attributable to shareholders	929,491	932,135
Amounts receivable on the issue of shares	84,061	120,517
Amounts payable on the cancellation of shares	(138,563)	(202,264)
Dilution adjustment	(54,502)	(81,747)
	398	565
Change in net assets attributable to shareholders from investment activities (see above)	(111,349)	71,750
Retained distribution on accumulation shares	8,100	6,788
Closing net assets attributable to shareholders	772,138	929,491

Balance sheet

As at 31 December 2018

	Notes	2018 £'000	2017 £'000
Assets:			
Fixed assets:			
Investment assets		775,316	924,666
Current assets:			
Debtors	7	5,360	3,162
Cash and bank balances	8	5,728	17,150
		11,088	20,312
Total assets		786,404	944,978
Liabilities:			
Investment liabilities		(494)	(4,214)
Creditors	9	(2,182)	(476)
Distribution payable		(11,590)	(10,797)
		(13,772)	(11,273)
Total liabilities		(14,266)	(15,487)
Net assets attributable to shareholders		772,138	929,491

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital (Losses)/Gains

	2018	2017
	£'000	£'000
Non-derivative securities	(108,611)	66,378
Derivative contracts	(2,697)	5,365
Forward currency contracts	-	10
Other losses	(39)	-
Handling charges taken from the capital account	(2)	(3)
Net capital (losses)/gains	(111,349)	71,750

2 Equity Purchases, Sales and Transaction Costs

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	76,496	141,975
Commissions	1	2
Taxes & other fees	342	687
Total purchase transaction costs	343	689
Purchases including transaction costs	76,839	142,664
Sales		
Equities	130,945	193,712
Commissions	(2)	(8)
Total sale transaction costs	(2)	(8)
Total sales net of transaction costs	130,943	193,704

	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.45	0.48
Sales		
Commissions	0.00	0.00

	2018	2017
Equity Purchases, Sales Analysis to Average NAV	% Average NAV	% Average NAV
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.04	0.08
Sales		
Commissions	0.00	0.00

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	76,839	142,664
Collective investment schemes	130,943	249,742
Sales		
Equities	130,945	193,704
Collective investment schemes	213,427	260,835

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.04% (2017: 0.04%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
UK dividends	34,446	29,398
Overseas dividends	3,825	4,119
Derivative revenue	2	-
Bank interest	4	63
Stocklending income	36	211
UK scrip dividends	-	1,661
Taxable distributions on offshore funds	104	49
Total revenue	38,417	35,501

4 Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	1,464	1,405
Registration fees	127	201
	1,591	1,606
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	93	95
Safe custody fee	13	7
	106	102
Other:		
Audit fee	8	8
Marketing fees	133	141
Printing fees	1	3
	142	152
Total expenses	1,839	1,860

5 Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	434	245
Total current tax	434	245
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	36,567	33,568
Corporation tax at 20% (2017: 20%)	7,313	6,714
Effects of:		
Revenue not subject to taxation	(7,563)	(6,145)
Overseas taxes	434	(822)
Excess allowable expenses	250	253
Irrecoverable tax	-	245
Total tax charge for year (note 5a)	434	245

Authorised Open-Ended Investment Companies are exempt from tax on capital gains in the UK. Therefore, any capital gain is not included in the above reconciliation.

(c) Factors that may affect future tax charge

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £7,044,000 (2017: £6,794,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

6 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	21,148	17,419
Final distribution	14,807	14,224
	35,955	31,643
Add: Income deducted on cancellation of shares	1,194	3,312
Deduct: Income received on issue of shares	(1,016)	(1,632)
Net distribution for the year	36,133	33,323

Details of the distribution per share are set out in this Fund's distribution tables.

7 Debtors

	2018	2017
	£'000	£'000
Amounts receivable from the ACD for the issue of shares	13	725
Sales awaiting settlement	2,694	-
Accrued revenue	2,383	2,234
Expenses reimbursement receivable from the ACD	-	50
Foreign withholding tax recoverable	199	153
Prepaid expenses	71	-
Total debtors	5,360	3,162

8 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	4,853	15,302
Cash and bank balances	875	1,848
Total cash and bank balances	5,728	17,150

9 Creditors

	2018	2017
	£'000	£'000
Amounts payable to the ACD for cancellation of shares	195	260
Purchases awaiting settlement	1,811	31
Accrued expenses payable to ACD	119	127
Accrued expenses payable to the Depositary or associates of the Depositary	7	8
Other accrued expenses	50	50
Total creditors	2,182	476

10 Capital commitments and contingent liabilities

On 31 December 2018, the Fund's had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

11 Securitites on loan

The aggregate value of securities on loan at 31 December 2018 is £5,994,000 (2017: £6,364,000). The identities of these counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 31 December 2018 is £nil (2017: £6,939,488). This collateral is listed in the collateral held table below.

	2018	2017
Counterparties	£'000	£'000
Citigroup Global Markets Limited	-	1,017
JP Morgan	5,994	5,347
Total securities on loan	5,994	6,364

	2018	2017
Collateral held	£'000	£'000
Equities	6,650	6,939
Total collateral held	6,650	6,939

The gross earnings and fees paid for the year are £45,000 (2017: £263,000) and £9,000 (2017: £53,000).

12 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 262. £401,000 was due to the ACD at the year end.

As at the year end the Fund held investments valued at £27,019,000 (2017: £11,484,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

13 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Conversions during the year	Closing shares 2018
A Accumulation shares	105,768,375	5,682,906	(23,690,469)	-	87,760,812
A Income shares	670,417	1,807	(127,629)	-	544,595
B Accumulation shares	9,662,000	-	(3,613,971)	-	6,048,029
B Income shares	7,358,777	11,315	(2,734,339)	1,732,493	6,368,246
P Income shares	24,469,824	1,451,016	(1,988,834)	(85,198)	23,846,808
Q Income shares	386,767,381	44,232,503	(48,683,233)	(1,154,409)	381,162,242
X Accumulation shares	77,300	89,726	(49,205)	-	117,821

14 Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	748,278	-	-	912,507	31	-
Collective Investment Schemes	-	27,019	-	-	11,484	-
Derivatives	19	-	-	644	-	-
Total investment assets	748,297	27,019	-	913,151	11,515	-
Derivatives	(494)	-	-	(4,214)	-	-
Total investment liabilities	(494)	-	-	(4,214)	-	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

15 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

In the current market conditions certain securities have become difficult to price. For these securities, reliance has therefore been placed on single broker prices. This has not resulted in any adjustment to the financial statements.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £38,741,000 (2017: £46,023,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £65,000 (2017: £36,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets/(liabilities)	
	2018	2017
	£'000	£'000
Euro	(78)	640
US Dollar	1,369	-

(c) **Interest rate risk**

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets/ (liabilities)	Financial assets not carrying interest	Total
	£'000	£'000	£'000
2018			
Currency			
UK Sterling	32,253	738,594	770,847
Euro	(750)	672	(78)
US Dollar	1,244	125	1,369
2017			
Currency			
UK Sterling	17,150	911,701	928,851
Euro	-	640	640

(d) **Counterparty Risk**

Credit quality of debt security investment assets

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

	2018	2017
	£'000	£'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	24,533	25,251
Total Market Exposure	24,533	25,251
Total Market Exposure as a percentage of Fund value	3%	3%

* FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	45	263
Direct operational costs and fees incurred for stocklending (stocklending agent costs)	(9)	(53)
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	36	210
Underlying exposure obtained through EPM techniques[†]	24,533	25,251

Uncollateralised counterparty exposure

No uncollateralised counterparty exposure (2017: £nil).

Collateral

The type and amount of collateral received to reduce counterparty exposure:

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

[†] The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(e) Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table**For the six months ended 30 June 2018**

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1	4.4108	-	4.4108*	4.1247
Group 2	2.4169	1.9939	4.4108*	4.1247
A Income shares				
Group 1	3.5304	-	3.5304**	3.4221
Group 2	2.1711	1.3593	3.5304**	3.4221
B Accumulation shares				
Group 1	2.9097	-	2.9097*	2.7223
Group 2	-	-	-	2.7223
B Income shares				
Group 1	2.5335	-	2.5335**	2.4638
Group 2	2.1629	0.3706	2.5335**	2.4638
P Income shares				
Group 1	3.5771	-	3.5771**	3.4683
Group 2	1.4767	2.1004	3.5771**	3.4683
Q Income shares				
Group 1	3.6186	-	3.6186**	3.5476
Group 2	1.6805	1.9381	3.6186**	3.5476
X Accumulation shares				
Group 1	2.6312	-	2.6312*	2.4807
Group 2	1.4798	1.1514	2.6312*	2.4807

*Distribution accumulated on 30 June 2018.

**Distribution paid on 31 August 2018.

For the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1	3.5035	-	3.5035*	3.0543
Group 2	1.4060	2.0975	3.5035*	3.0543
A Income shares				
Group 1	2.7460	-	2.7460**	2.4799
Group 2	1.2608	1.4852	2.7460**	2.4799
B Accumulation shares				
Group 1	2.3121	-	2.3121*	2.0147
Group 2	-	-	-	2.0147
B Income shares				
Group 1	1.9682	-	1.9682**	1.7867
Group 2	1.1604	0.8078	1.9682**	1.7867
P Income shares				
Group 1	2.7907	-	2.7907**	2.5256
Group 2	1.3492	1.4415	2.7907**	2.5256
Q Income shares				
Group 1	2.8292	-	2.8292**	2.5936
Group 2	1.2053	1.6239	2.8292**	2.5936
X Accumulation shares				
Group 1	2.1291	-	2.1291*	1.8872
Group 2	1.0283	1.1008	2.1291*	1.8872

*Distribution accumulated on 31 December 2018.

**Distribution paid on 28 February 2019.

Equalisation

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Aberdeen World Equity Enhanced Index Fund

For the year ended 31 December 2018

Investment objective and policy

The Fund aims to achieve long-term capital growth by investing in equity and equity-related securities of companies worldwide.

The investment policy of the Fund is to invest primarily in equities and equity-related securities of companies that are constituents of the MSCI World Index. The Fund will use a variety of quantitative techniques and adopt a disciplined approach to stock selection whilst seeking to maintain a level of risk similar to that of the MSCI World Index.

Equity-related securities include but are not limited to depository receipts, convertible securities, equity-linked notes (debt securities linked to the performance of an equity security) warrants, and bonds convertible into common or preferred shares. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives.

It is not currently intended that derivatives will be used for any purpose other than the efficient portfolio management of the Fund, although derivatives may, subject to the ACD obtaining and maintaining the requisite permissions from the FCA under the Financial Services and Markets Act 2000 and on giving not less than 60 days' notice to shareholders in the Fund, use derivatives in pursuit of its investment objective as well as hedging in the future. If derivatives are used for the purpose of meeting the investment objective of the Fund as well as hedging it is not intended that the use of derivatives would raise the risk profile.

Performance review

For the year ended 31 December 2018, the value of Aberdeen World Equity Enhanced Index Fund B Accumulation shares decreased by 4.62%, compared with a decrease of 2.50% in the benchmark, MSCI World Index.

Fund return – Source: Lipper; Basis: total return, published NAV to NAV, gross of expenses, gross income reinvested, GBP.

Benchmark return – Source: State Street; Basis: close of business return, income reinvested, gross of expenses, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The majority of global equity markets performed badly over 2018. European and Japanese equities suffered the worst declines in local currency terms, while Latin America was the only major region to finish the 12 months in positive territory. Political concerns, from Brexit and European elections to the threat of a trade war between the US and others, have played a part. Other topics that worried investors included the sustainability of economic growth and the speed at which the US Federal Reserve (Fed) plans to raise US interest rates.

At the start of the period, investors took heart from favourable global economic trends and better-than-expected corporate earnings results. This backdrop allowed several central banks to start to raise interest rates and reduce quantitative easing (QE). The US market was also boosted by the effects of President Trump's large-scale tax cuts. Alongside strong US labour data, this raised concerns about inflation. Thereafter, market volatility increased as investors grew concerned about interest rates rising more rapidly than anticipated. This resulted in a sell-off among equity markets.

The widespread sell-off was arrested by a strong corporate reporting season in the US that carried through to the summer. Soothing words from the Fed about the trajectory of interest rates and a reassessment of the economic environment pushed markets higher. However, the mounting threat of a trade war between China and the US and its perceived impact caused uncertainty, with investor confidence shifting depending on whether tariffs were lower or higher than expected. The period ended poorly for many markets, with sharp declines occurring in December. These occurred after the Fed hiked US interest rates.

Portfolio review

An active position in CA, the software company, made a positive contribution to returns over the year. Speculation that Broadcom, the semiconductor company, is considering making a bid for CA drove the latter's share price higher. The stock ranked above-average according to our measures of value.

Conversely, a relatively larger (compared to the benchmark) position in Lam Research, the semiconductor manufacturer, had a negative influence on performance. Speculation about slowing semiconductor shipments in the second and third quarter caused the share price to fall. Lam Research had a positive score according to our proprietary prudent management metrics.

In terms of the enhanced factors that we apply to the Fund, value and sentiment underperformed, while trend, financial strength and prudent management outperformed.

Outlook

The synchronised global upswing of the past few years is well and truly behind us. In its place, 2019 offers up a range of headwinds: a burgeoning trade war; a fading US fiscal stimulus; tighter monetary policy in the US and several emerging markets; Brexit uncertainty; an Italy-EU budget standoff; a big tax hike in Japan; and several elections where populists could perform strongly.

That said, it's not all doom and gloom in 2019. The sharp decline in oil prices will support real incomes, at precisely the time when nominal wage growth has been picking up in a number of advanced economies. Fiscal policy is being incrementally loosened, with France the latest to announce more public spending in the form of a higher minimum wage. And China has been adding both fiscal and monetary support, which should start bearing fruit in 2019. All of this should help to support domestic demand in the major economies.

Quantitative Investments Team

January 2019

Synthetic risk and reward indicator

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

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 December 2018.

- This Fund is ranked at 5 because Funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on our website at aberdeenstandard.com.

Comparative tables

A Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(6.71)
Operating charges	0.00
Return after operating charges*	(6.71)
Distributions	(0.17)
Retained distributions on accumulation shares*	0.17
Closing net asset value per share	93.29
 * after direct transaction costs of:	 0.00
Performance	
Return after charges	(6.71%)
Other information	
Closing net asset value (£'000)	-
Closing number of shares	100
Operating charges	0.03%
Direct transaction costs	0.02%
Prices	
Highest share price	101.23
Lowest share price	91.31

^A Share class A Accumulation was launched 30 November 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

B Accumulation shares	2018 pence per share	2017 pence per share	2016 pence per share
Change in net assets per share			
Opening net asset value per share	140.59	125.37	96.86
Return before operating charges*	(4.66)	15.53	28.79
Operating charges	(0.33)	(0.31)	(0.28)
Return after operating charges*	(4.99)	15.22	28.51
Distributions	(2.96)	(2.68)	(2.37)
Retained distributions on accumulation shares*	2.96	2.68	2.37
Closing net asset value per share	135.60	140.59	125.37
 * after direct transaction costs of:	 0.03	 0.03	 0.04
Performance			
Return after charges	(3.55%)	12.14%	29.43%
Other information			
Closing net asset value (£'000)	156,418	168,326	166,382
Closing number of shares	115,353,956	119,725,794	132,710,594
Operating charges	0.23%	0.23%	0.25%
Direct transaction costs	0.02%	0.02%	0.04%
Prices			
Highest share price	154.94	142.27	127.27
Lowest share price	131.32	125.48	87.16

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

X Accumulation shares ^A	2018 pence per share
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(11.52)
Operating charges	(0.01)
Return after operating charges*	(11.53)
Distributions	(0.66)
Retained distributions on accumulation shares*	0.66
Closing net asset value per share	88.47
* after direct transaction costs of:	0.01
Performance	
Return after charges	(11.53%)
Other information	
Closing net asset value (£'000)	5
Closing number of shares	5,172
Operating charges	0.03%
Direct transaction costs	0.02%
Prices	
Highest share price	100.73
Lowest share price	86.60

^A Share class X Accumulation was launched 24 August 2018.

^B The opening net asset value stated is the share class launch price.

The closing net asset value (£'000) divided by the closing number of shares may not calculate to the closing net asset value per share (p) due to rounding differences. The published closing net asset value per share (p) is based on unrounded values and represents the actual price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

Highest and Lowest prices are based on official published daily NAVs.

Portfolio Statement

As at 31 December 2018

Holding	Investment	Market value £'000	Percentage of total net assets
Equities (98.77%)		146,390	93.58
African Equities (0.34%)		nil	nil
Liberia (0.34%)		nil	nil
European Equities (20.98%)		25,745	16.47
Austria (0.16%)		nil	nil
Belgium (0.11%)		302	0.19
4,748	UCB	302	0.19
Denmark (0.93%)		1,363	0.87
4,536	Carlsberg	378	0.24
25,772	Danske Bank	399	0.25
2,692	Lundbeck	92	0.06
10,935	Novo Nordisk	391	0.25
1,501	Vestas Wind Systems	89	0.06
650	William Demant	14	0.01
Finland (0.65%)		1,056	0.68
5,514	Neste	332	0.21
9,502	Nokia	43	0.03
695	Nokian Renkaat	17	0.01
24,193	Stora Enso	218	0.14
22,462	UPM-Kymmene	446	0.29
France (4.51%)		5,958	3.81
2,925	Arkema	196	0.13
4,088	Atos	262	0.17
6,114	Cap Gemini	475	0.30
2,052	Casino Guichard-Perrachon	67	0.04
669	Credit Agricole	6	-
1,133	Danone	62	0.04
2,801	Eiffage	183	0.12
61,352	Engie	686	0.44
1,756	Eurazeo	97	0.06

Holding	Investment	Market value £'000	Percentage of total net assets
925	Faurecia	27	0.02
1,399	Ipsen	141	0.09
558	Kering	206	0.13
8,387	Klepierre	203	0.13
21,827	Peugeot	365	0.23
7,792	Renault	381	0.24
10,057	Rexel	84	0.05
12,953	Sanofi	878	0.56
3,149	Schneider Electric	169	0.11
600	Societe Generale	15	0.01
4,122	Thales	376	0.24
10,471	TOTAL	434	0.28
2,151	Ubisoft Entertainment	136	0.09
7,870	Vinci	509	0.33
Germany (2.80%)		2,560	1.64
1,459	Adidas	239	0.15
2,235	Bayer	122	0.08
325	BMW	18	0.01
2,672	Continental	289	0.19
7,224	Covestro	280	0.18
10,121	Deutsche Lufthansa	179	0.12
240	Deutsche Telekom	3	-
6,933	Deutsche Wohnen	249	0.16
61,081	E.ON	473	0.30
1,072	Hannover Rueck	113	0.07
806	HOCHTIEF	85	0.05
2,379	Hugo Boss	115	0.07
467	Infineon Technology	7	0.01
8,713	ProSiebenSat.1 Media	121	0.08
13	Puma	5	-
15,229	RWE	260	0.17
210	TUI	2	-
Ireland (1.51%)		834	0.53
4,494	Accenture	498	0.32
25,412	AIB	83	0.05
89	Alkermes	2	-
243	Aptiv	12	0.01
570	CRH	12	0.01

			Market value £'000	Percentage of total net assets
Holding	Investment			
1,292	Paddy Power Betfair		82	0.05
4,760	Perrigo		145	0.09
Italy (0.12%)			1,926	1.23
18,529	Atlantia		300	0.19
288,289	Enel		1,305	0.83
25,010	ENI		308	0.20
165	Ferrari		13	0.01
Jersey (0.44%)			nil	nil
Luxembourg (1.20%)			124	0.08
4,277	ArcelorMittal		70	0.05
1,289	RTL		54	0.03
Netherlands (2.44%)			2,401	1.54
50,593	Koninklijke Ahold Delhaize		1,002	0.64
6,733	Koninklijke DSM		430	0.27
11,624	Koninklijke KPN		27	0.02
2,600	NXP Semiconductors		150	0.10
10,675	Philips Electronics		296	0.19
10,774	Wolters Kluwer		496	0.32
Norway (0.07%)			350	0.22
23,032	Telenor		350	0.22
Portugal (0.00%)			35	0.02
12,664	EDP - Energias de Portugal		35	0.02
Spain (1.76%)			2,579	1.65
2,873	Aena		350	0.22
16,634	Amadeus		909	0.58
685	Bankinter		4	-
8,555	Enagas		181	0.12
12,962	Endesa		234	0.15
4,113	Ferrovial		65	0.04

Holding	Investment	Market value £'000	Percentage of total net assets
9,151	Grupo ACS	277	0.18
16,498	Red Electrica	289	0.19
21,324	Repsol	270	0.17
21,324	Repsol (Rights)	-	-
Sweden (1.21%)		1,342	0.86
1,833	Atlas Copco 'B'	31	0.02
11,917	Boliden	202	0.13
1,833	Epiroc	13	0.01
126	Essity	2	-
6,356	Industrivarden	101	0.07
18,483	Investor	613	0.39
2,678	Kinnevik	51	0.03
2,870	L E Lundbergforetagen	66	0.04
23,552	Sandvik	263	0.17
Switzerland (3.07%)		4,915	3.15
9,219	ACE	935	0.60
6,308	Adecco	231	0.15
7,661	Coca-Cola HBC	188	0.12
15,921	Novartis	1,065	0.68
749	Partners	355	0.23
9,525	Roche	1,846	1.18
109	Schindler	16	0.01
67	Schindler Participation Certificate	10	0.01
1	SGS	2	-
2,077	Sonova	266	0.17
13	Swatch	1	-
Japanese Equities (10.77%)		15,139	9.68
6,800	Alfresa	136	0.09
4,400	ANA	124	0.08
13,100	Asahi	400	0.26
77,118	Astellas Pharmaceuticals	773	0.50
10,432	Bridgestone	316	0.20
9,100	Brother Industries	106	0.07
2,100	Daicel	17	0.01
5,900	Dainippon Sumitomo Pharma	147	0.09
3,106	Daito Trust Construction	334	0.21

Holding	Investment	Market value £'000	Percentage of total net assets
500	Familymart	50	0.03
4,300	Fuji Electric	100	0.06
7,101	Fujifilm	217	0.14
7,400	Fujitsu	362	0.23
2,600	Hisamitsu Pharmaceutical	113	0.07
16,200	Hitachi	340	0.22
22,100	Honda Motor	458	0.29
15,500	Hoya	734	0.47
44,800	ITOCHU	598	0.38
56,600	JXTG	233	0.15
18,200	Kajima	192	0.12
4,400	Kamigumi	71	0.05
6,700	Kansai Electric Power	79	0.05
300	Kao	17	0.01
13,100	KDDI	246	0.16
33,100	Kirin	544	0.35
1,100	Kose	136	0.09
6,200	Lion	101	0.07
66,000	Marubeni	365	0.23
11,400	Mazda Motor	92	0.06
3,500	MediPal	59	0.04
34,300	Mitsubishi	741	0.47
54,000	Mitsubishi Chemical	322	0.21
7,500	Mitsubishi Gas Chemical	89	0.06
44,400	Mitsui	536	0.34
100	MS&AD Insurance	2	-
3,800	Nexon	38	0.02
11,900	Nikon	139	0.09
2,900	Nippon Electric Glass	56	0.04
100	Nippon Express	4	-
27,255	Nippon Telegraph & Telephone	874	0.56
43,700	NTT DOCOMO	772	0.49
31,905	ORIX	366	0.23
2,600	Osaka Gas	37	0.02
1,300	Otsuka	28	0.02
3,400	Pola Orbis	72	0.05
2,400	Recruit	46	0.03
600	Ryohin Keikaku	114	0.07
300	Secom	20	0.01
10,700	Shionogi	480	0.31
2,100	Shiseido	103	0.07
4,800	Showa Denko	112	0.07
100	Sompo	3	-

Holding	Investment	Market value £'000	Percentage of total net assets
18,800	Sony	716	0.46
46,800	Sumitomo	523	0.34
1,500	Sumitomo Rubber Industries	14	0.01
6,200	Suntory Beverage & Food	219	0.14
2,400	Suzuken	96	0.06
9,500	Suzuki Motor	378	0.24
8,600	Taisei	289	0.19
100	Tokio Marine	4	-
3,500	Tosoh	36	0.02
7,700	Toyota Tsusho	178	0.11
10,600	Uni-Charm	270	0.17
100	Yamaha Motor	2	-
Middle East Equities (0.01%)		108	0.07
Israel (0.01%)		108	0.07
2,057	Bank Hapoalim	10	0.01
55	Nice	5	-
7,681	Teva Pharmaceutical	93	0.06
North American Equities (56.93%)		89,497	57.21
Bermuda (0.98%)		286	0.18
1,672	Everest Re	286	0.18
Canada (4.22%)		3,911	2.50
102	Alimentation Couche-Tard 'B'	4	-
13,435	Bank of Montreal	688	0.44
9,380	CGI	450	0.29
10,146	CI Financial	101	0.06
6,547	Empire	108	0.07
79	Enbridge	2	-
298	Fairfax Financial	103	0.07
2,751	First Capital Realty	30	0.02
2,478	George Weston	128	0.08
3,213	Gildan Activewear	76	0.05
5,397	H&R Real Estate Investment Trust	64	0.04
13,653	Husky Energy	110	0.07
5,908	Hydro One	69	0.04
12,278	Imperial Oil	244	0.16
83	Intact Financial	5	-

Holding	Investment	Market value £'000	Percentage of total net assets
1,242	Magna International	44	0.03
2,828	Methanex	107	0.07
9,631	Open Text	245	0.16
13,836	Royal Bank of Canada	742	0.47
12,985	Suncor Energy	284	0.18
5,606	Toronto-Dominion Bank	218	0.14
2,316	West Fraser Timber	89	0.06
Cayman Islands (0.36%)		nil	nil
Panama (0.07%)		nil	nil
United States (51.30%)		85,300	54.53
7,110	Abbvie	515	0.33
876	Activision Blizzard	32	0.02
1,587	Acuity Brands	143	0.09
2,563	Adobe	456	0.29
571	Advance Auto Parts	71	0.05
23,584	AES	268	0.17
29,206	Aflac	1,045	0.67
63	Agilent Technologies	3	-
11,261	Allergan	1,182	0.76
1,882	Alliance Data Systems	222	0.14
10,573	Allstate	686	0.44
10,946	Ally Financial	195	0.12
1,048	Alphabet 'A'	860	0.55
1,228	Alphabet 'C'	1,000	0.64
1,165	Amazon.com	1,375	0.88
177	Ameriprise Financial	14	0.01
8,138	Amgen	1,244	0.80
255	Analog Devices	17	0.01
46,375	Annaly Capital Management	357	0.23
977	ANSYS	110	0.07
1,901	Anthem	392	0.25
26,357	Apple	3,268	2.09
22,309	Applied Materials	574	0.37
2,158	Assurant	151	0.10
37,526	AT&T	841	0.54
825	AutoZone	543	0.35

Holding	Investment	Market value £'000	Percentage of total net assets
43,440	Bank of America	841	0.54
11,617	Bausch Health	168	0.11
17,960	Baxter International	928	0.59
17,965	BB&T	611	0.39
4,897	Berkshire Hathaway	786	0.50
8,703	Best Buy	362	0.23
1,618	Biogen	382	0.24
5,791	Boeing	1,466	0.94
5,119	Broadcom	1,022	0.65
4,376	Broadridge Financial Solutions	331	0.21
149	Capital One Financial	9	0.01
4,173	Cboe Global Markets	320	0.20
11,590	CBRE	364	0.23
5,748	CDW	366	0.23
2,700	Celanese	191	0.12
1,360	Centene	123	0.08
17,791	CenterPoint Energy	394	0.25
2,921	Cerner	120	0.08
11,344	Chevron	969	0.62
10,122	Church & Dwight	523	0.33
5,859	Cigna	874	0.56
3,709	Cincinnati Financial	225	0.14
37,301	Cisco Systems	1,271	0.81
5,089	CIT	153	0.10
17,297	Citizens Financial	403	0.26
5,746	Citrix Systems	462	0.30
2,525	CME	373	0.24
10,402	Cognizant Technology Solutions 'A'	519	0.33
30,774	Comcast	823	0.53
500	Community Health (Rights)	-	-
14,584	ConocoPhillips	714	0.46
3,855	Cummins	405	0.26
16,819	CVS Health	865	0.55
675	Darden Restaurants	53	0.03
4,451	Delta Airlines	174	0.11
3,172	Devon Energy	56	0.04
8,275	Dish Network	162	0.10
357	Dollar Tree	25	0.02
313	Domino's Pizza	61	0.04
10,168	DXC Technology	424	0.27
5,520	Eastman Chemical	317	0.20
14,584	Eaton	786	0.50

Holding	Investment	Market value £'000	Percentage of total net assets
6,044	Edison International	269	0.17
1,627	Electronic Arts	101	0.06
34,730	Exelon	1,230	0.79
14,920	Exxon Mobil	799	0.51
2,493	F5 Networks	317	0.20
7,984	Facebook	823	0.53
25,690	Fifth Third Bancorp	475	0.30
17,803	FirstEnergy	525	0.34
10,926	FNF	270	0.17
115,022	Ford	690	0.44
3,188	Fortinet	176	0.11
8,242	Freeport-McMoRan Copper & Gold	67	0.04
5,257	Lowe's	381	0.24
14,893	Gilead Sciences	732	0.47
8,059	H&R Block	161	0.10
3,063	Hewlett Packard Enterprise	32	0.02
6,141	HollyFrontier	246	0.16
6,502	Home Depot	878	0.56
26,667	Host Hotels & Resorts	349	0.22
59,003	HP	948	0.61
1,948	Humana	438	0.28
1,472	Huntington Bancshares	14	0.01
263	IAC	38	0.02
3,347	IBM	299	0.19
6,369	Ingersoll-Rand	456	0.29
325	Ingredion	23	0.01
26,493	Intel	977	0.62
15,327	Intercontinental Exchange	906	0.58
5,247	Intuit	811	0.52
1,263	Intuitive Surgical	475	0.30
4,833	JM Smucker	355	0.23
12,143	Johnson & Johnson	1,230	0.79
1,726	Jones Lang LaSalle	172	0.11
14,684	JPMorgan Chase	1,127	0.72
14,508	Juniper Networks	307	0.20
6,651	KLA-Tencor	468	0.30
6,780	Kohl's	353	0.23
26,244	Kroger	566	0.36
1,296	L3 Technologies	177	0.11
6,394	Lam Research	684	0.44
2,863	Lear	276	0.18
186	Lincoln National	7	-

Holding	Investment	Market value £'000	Percentage of total net assets
12,064	LyondellBasell	788	0.50
5,543	M&T Bank	623	0.40
11,370	Macy's	266	0.17
2,686	ManpowerGroup	137	0.09
18,321	Marathon Petroleum	849	0.54
822	McKesson	71	0.05
14,479	Micron Technology	361	0.23
27,372	Microsoft	2,185	1.40
6,834	Molson Coors Brewing	301	0.19
9,646	Morgan Stanley	300	0.19
4,333	Nasdaq	277	0.18
5,503	Nektar Therapeutics	142	0.09
10,521	Netapp	493	0.32
1,432	Nordstrom	52	0.03
516	Norfolk Southern	61	0.04
121	NVR	231	0.15
3,645	Occidental Petroleum	176	0.11
7,222	OGE Energy	222	0.14
1,124	Omnicom	65	0.04
26,450	Oracle	938	0.60
4,262	Owens Corning	147	0.09
71	Paragon Offshore*	-	-
32,626	Pfizer	1,118	0.71
11,262	Phillips 66	762	0.49
10,453	PNC Financial Services	959	0.61
11,205	Progressive	531	0.34
6,850	Prudential Financial	439	0.28
10,067	Pulte	205	0.13
16,796	Qurate Retail	257	0.16
2,072	Ralph Lauren	168	0.11
28,551	Regions Financial	300	0.19
1,030	Reinsurance Group of America	113	0.07
92	ResMed	8	0.01
4,857	Robert Half International	218	0.14
11,114	Ross Stores	726	0.46
7,969	S&P Global	1,063	0.68
9,472	Sabre	161	0.10
5,405	Seagate Technology	164	0.11
461	Sealed Air	13	0.01
5,161	SEI Investments	187	0.12
4,815	Sensata Technologies	169	0.11
37	Seventy Seven*	-	-

Holding	Investment	Market value £'000	Percentage of total net assets
496	Skyworks Solutions	26	0.02
1,788	SL Green Realty	111	0.07
5,241	Southwest Airlines	191	0.12
70	Stanley Black & Decker	7	-
524	Starbucks	27	0.02
8,527	Steel Dynamics	201	0.13
10,414	SunTrust Banks	413	0.26
8,078	Symantec	120	0.08
25,664	Synchrony Financial	473	0.30
9,268	T Rowe Price	672	0.43
4,801	Tapestry	127	0.08
10,346	Target	537	0.34
4,118	Texas Instruments	306	0.20
1,564	Thermo Fisher Scientific	275	0.18
10,766	TJX	378	0.24
3,849	Torchmark	225	0.14
4,141	Total System Services	264	0.17
9,256	Travelers	870	0.56
2,628	TripAdvisor	111	0.07
7,898	Twenty-First Century Fox	298	0.19
2,894	Twitter	65	0.04
10,640	Tyson Foods	446	0.29
6,257	UGI	262	0.17
6,168	United Health	1,207	0.77
1,616	United Therapeutics	138	0.09
10,972	US Bancorp	394	0.25
14,767	Valero Energy	869	0.56
2,156	Veeva Systems	151	0.10
271	Ventas	12	0.01
39,260	VEREIT	220	0.14
6,020	Verizon Communications	266	0.17
1,186	Vertex Pharmaceuticals	154	0.10
12,758	Viacom 'B'	257	0.16
7,194	Visa	745	0.48
1,584	Vmware	170	0.11
436	W.W. Grainger	97	0.06
15,338	Walgreens Boots Alliance	823	0.53
17,461	Wal-Mart	1,277	0.82
22,141	Wells Fargo	801	0.51
8,181	Western Digital	238	0.15
1,399	Westlake Chemical	73	0.05

Holding	Investment	Market value £'000	Percentage of total net assets
372	WestRock	11	0.01
8,288	Xerox	129	0.08
48	Zimmer Biomet	4	-
Pacific Basin Equities (4.08%)		5,710	3.65
Australia (2.09%)		2,726	1.74
25,645	AGL Energy	291	0.19
370	Bendigo & Adelaide	2	-
40,718	BHP Billiton	767	0.49
20,419	Bluescope Steel	124	0.08
4,143	CIMIC	98	0.06
21,389	Coca-Cola Amatil	97	0.06
8,116	Computershare	76	0.05
2,088	Flight Centre Travel	49	0.03
21,330	Harvey Norman	37	0.02
6,200	Macquarie	372	0.24
104,001	Medibank Private	148	0.10
133,620	Mirvac	165	0.11
12,392	Sonic Healthcare	151	0.10
97,009	South32	180	0.11
2,577	Stockland Trust	5	-
7,040	Tabcorp	17	0.01
10,609	Westpac Banking	147	0.09
China (0.00%)		49	0.03
68,351	Yangzijiang Shipbuilding	49	0.03
Hong Kong (1.15%)		2,222	1.42
96,000	CK Asset	550	0.35
16,000	CK Hutchison	121	0.08
1,000	CK Infrastructure	6	-
68,000	CLP	604	0.39
136,000	HKT Trust & HKT	154	0.10
4,884	Jardine Matheson	259	0.17
25,000	Kerry Properties	67	0.04
1,000	Link Real Estate	8	-
5,275	New World Development	5	-
73,257	NWS	118	0.07
162,000	PCCW	73	0.05

			Market value £'000	Percentage of total net assets
Holding	Investment			
14,500	Swire Pacific 'A'		120	0.08
9,500	Techtronic Industries		40	0.03
161,000	WH		97	0.06
Macau (0.00%)			27	0.02
16,000	Wynn Macau		27	0.02
Singapore (0.83%)			686	0.44
2,500	ComfortDelGro		3	-
256,300	Genting Singapore		144	0.09
1,600	Jardine Cycle & Carriage		33	0.02
37,874	Oversea-Chinese Banking		245	0.16
30,300	Singapore Exchange		125	0.08
9,606	United Overseas Bank		136	0.09
UK Equities (5.67%)			10,191	6.50
Basic Materials (1.39%)			1,725	1.10
33,824	Anglo American		591	0.38
508	Randgold Resources		33	0.02
29,522	Rio Tinto		1,101	0.70
Consumer Goods (1.51%)			2,737	1.75
28,884	Barratt Developments		134	0.09
5,006	Berkeley		174	0.11
24,776	British American Tobacco		619	0.39
17,029	Burberry		295	0.19
23,409	Fiat Chrysler Automobiles		265	0.17
17,873	Imperial Brands		425	0.27
51,224	Marks & Spencer		127	0.08
6,199	Michael Kors		185	0.12
12,820	Persimmon		247	0.16
127,286	Taylor Wimpey		173	0.11
48,965	Tesco		93	0.06
Consumer Services (0.40%)			1,077	0.69
42,051	Auto Trader		191	0.12
5,897	easyJet		65	0.04

			Market value £'000	Percentage of total net assets
Holding	Investment			
24,096	IAG		149	0.10
6,811	Kingfisher		14	0.01
28,217	Pearson		265	0.17
69,933	J Sainsbury		185	0.12
97,437	Wm Morrison Supermarkets		208	0.13
Financials (1.00%)			1,262	0.80
39,686	3i		307	0.20
9,307	Admiral		190	0.12
2,250	Aon		257	0.16
60,384	Direct Line		192	0.12
5,114	Hargreaves Lansdown		95	0.06
27,454	Land Securities		221	0.14
Health Care (0.00%)			355	0.22
49,628	ConvaTec		69	0.04
6,255	Shire		286	0.18
Industrials (0.10%)			180	0.12
9,089	Babcock International		44	0.03
1,074	Pentair		32	0.02
38,357	Royal Mail		104	0.07
Oil & Gas (0.50%)			1,379	0.88
22,044	BP		109	0.07
23,885	Royal Dutch Shell 'A'		551	0.35
30,731	Royal Dutch Shell 'B'		719	0.46
Telecommunications (0.60%)			1,194	0.76
781,254	Vodafone		1,194	0.76
Utilities (0.17%)			282	0.18
209,347	Centrica		282	0.18

Holding	Investment	Market value £'000	Percentage of total net assets
Collective Investment Schemes (0.00%)		8,307	5.31
8,307	Aberdeen Liquidity Fund - Sterling [†]	8,307	5.31
Derivatives (0.01%)		(417)	(0.26)
Exchange Traded Options (0.00%)		(8)	-
(6)	Sell Call Euro Stoxx 50 Index 18/01/2019	(1)	-
(3)	Sell Call Euro Stoxx 50 Index 18/01/2019	-	-
(10)	Sell Call Euro Stoxx 50 Index 18/01/2019	-	-
(8)	Sell Call Euro Stoxx 50 Index 18/01/2019	-	-
(10)	Sell Call Euro Stoxx 50 Index 18/01/2019	-	-
(1)	Sell Call FTSE 100 Index 15/03/2019	-	-
(1)	Sell Call FTSE 100 Index 18/01/2019	-	-
(2)	Sell Call FTSE 100 Index 15/02/2019	-	-
(1)	Sell Call FTSE 100 Index 18/01/2019	-	-
(1)	Sell Call FTSE 100 Index 18/01/2019	-	-
(2)	Sell Call FTSE 100 Index 15/02/2019	(1)	-
(1)	Sell Call FTSE 100 Index 18/01/2019	-	-
(2)	Sell Call FTSE 100 Index 18/01/2019	-	-
(1)	Sell Call FTSE 100 Index 15/02/2019	-	-
(1)	Sell Call FTSE 100 Index 15/02/2019	-	-
(1)	Sell Call S&P 500 Index 14/02/2019	-	-
(2)	Sell Call S&P 500 Index 17/01/2019	-	-
(2)	Sell Call S&P 500 Index 17/01/2019	(1)	-
(2)	Sell Call S&P 500 Index 14/02/2019	-	-
(2)	Sell Call S&P 500 Index 14/02/2019	-	-
(4)	Sell Call S&P 500 Index 17/01/2019	-	-
(2)	Sell Call S&P 500 Index 14/02/2019	-	-
(2)	Sell Call S&P 500 Index 14/02/2019	(1)	-
(2)	Sell Call S&P 500 Index 17/01/2019	(2)	-
(2)	Sell Call S&P 500 Index 14/02/2019	(1)	-
(2)	Sell Call S&P 500 Index 14/02/2019	(1)	-
Forward Currency Contracts (-0.01%)		(15)	(0.01)
	Buy EUR 432,000 Sell GBP 386,178 14/03/2019	2	-
	Buy GBP 29,761 Sell EUR 33,000 14/03/2019	-	-
	Buy GBP 102,577 Sell USD 130,000 14/03/2019	1	-

Holding	Investment	Market value £'000	Percentage of total net assets
	Buy GBP 183,567 Sell USD 233,000 14/03/2019	1	-
	Buy GBP 286,678 Sell USD 364,000 14/03/2019	2	-
	Buy GBP 311,430 Sell USD 399,000 14/03/2019	(1)	-
	Buy USD 410,000 Sell GBP 320,049 14/03/2019	1	-
	Buy USD 988,000 Sell GBP 779,646 14/03/2019	(6)	-
	Buy USD 3,761,396 Sell GBP 2,931,970 14/03/2019	11	0.01
	Buy USD 8,281,000 Sell GBP 6,504,528 14/03/2019	(26)	(0.02)
Futures (0.02%)		(394)	(0.25)
13	Long Euro Stoxx 50 Index Future 15/03/2019	(11)	(0.01)
5	Long FTSE 100 Future 15/03/2019	(3)	-
94	Long S&P 500 Index E-mini Future 15/03/2019	(380)	(0.24)
Total investment assets and liabilities		154,280	98.63
Net other assets		2,143	1.37
Total Net Assets		156,423	100.00

All investments are listed on recognised stock exchanges and are approved securities, regulated collective investment schemes or approved derivatives within the meaning of the FCA rules unless otherwise stated.

The percentage figures in brackets show the comparative holding as at 31 December 2017.

[†]Managed by subsidiaries of Standard Life Aberdeen plc

^{*}Delisted

Statement of total return

For the year ended 31 December 2018

		2018	2017
	Notes	£'000	£'000
Income:			
Net capital (losses)/gains	1	(8,843)	15,835
Revenue	3	4,266	4,200
Expenses	4	(374)	(376)
Interest payable and similar charges	5	(7)	(6)
Net revenue before taxation		3,885	3,818
Taxation	6	(410)	(470)
Net revenue after taxation		3,475	3,348
Total return before distributions		(5,368)	19,183
Distributions	7	(3,475)	(3,348)
Change in net assets attributable to shareholders from investment activities		(8,843)	15,835

Statement of change in net assets attributable to shareholders

For the year ended 31 December 2018

	2018	2017
	£'000	£'000
Opening net assets attributable to shareholders	168,326	166,382
Amounts receivable on the issue of shares	6,935	1,659
Amounts payable on the cancellation of shares	(13,470)	(18,840)
Dilution adjustment	(6,535)	(17,181)
Change in net assets attributable to shareholders from investment activities (see above)	(8,843)	15,835
Retained distribution on accumulation shares	3,468	3,290
Closing net assets attributable to shareholders	156,423	168,326

Balance sheet

As at 31 December 2018

	Notes	2018 £'000	2017 £'000
Assets:			
Fixed assets:			
Investment assets		154,715	166,331
Current assets:			
Debtors	8	265	247
Cash and bank balances	9	1,914	2,005
		2,179	2,252
Total assets		156,894	168,583
Liabilities:			
Investment liabilities		(435)	(53)
Creditors	10	(36)	(204)
		(36)	(204)
Total liabilities		(471)	(257)
Net assets attributable to shareholders		156,423	168,326

Notes to the financial statements

For the year ended 31 December 2018

1 Net Capital (Losses)/Gains

	2018	2017
	£'000	£'000
Non-derivative securities	(8,461)	15,632
Derivative contracts	(627)	501
Forward currency contracts	220	(293)
Other gains	37	6
Handling charges taken from the capital account	(12)	(11)
Net capital (losses)/gains	(8,843)	15,835

2 Equity Purchases, Sales and Transaction Costs

Derivatives are dealt on a spread agreed between buyer and seller with reference to the underlying investment.

	2018	2017
	£'000	£'000
Equity Purchases, Sales and Transaction Costs		
Purchases		
Equities	52,844	55,528
Commissions	1	2
Taxes & other fees	26	30
Total purchase transaction costs	27	32
Purchases including transaction costs	52,871	55,560
Sales		
Equities	62,165	67,884
Commissions	(2)	(3)
Taxes & other fees	(2)	(2)
Total sale transaction costs	(4)	(5)
Total sales net of transaction costs	62,161	67,879

	2018	2017
	% Transaction	% Transaction
Equity Transaction Cost as a % of total Purchases & Sales		
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.05	0.05
Sales		
Commissions	0.00	0.00
Taxes & other fees	0.00	0.00

	2018	2017
Equity Purchases, Sales Analysis to Average NAV	% Average NAV	% Average NAV
Purchases		
Commissions	0.00	0.00
Taxes & other fees	0.02	0.02
Sales		
Commissions	0.00	0.00
Taxes & other fees	0.00	0.00

During the year the total purchases and sales across different major asset classes are as per below table.

	2018	2017
	£'000	£'000
Purchase		
Equities	52,871	55,560
Collective investment schemes	17,170	16,180
Sales		
Equities	62,161	67,879
Collective investment schemes	10,790	16,880

At the balance sheet date the average portfolio dealing spread (i.e. the spread between bid and offer prices expressed as a percentage of the offer price) was 0.10% (2017: 0.05%), this is representative of the average spread on the assets held during the year.

3 Revenue

	2018	2017
	£'000	£'000
UK dividends	515	321
Overseas dividends	3,734	3,866
Taxable distributions of offshore funds	13	7
Bank interest	2	-
Stocklending income	2	4
Overseas scrip dividends non-taxable	-	2
Total revenue	4,266	4,200

4 Expenses

	2018	2017
	£'000	£'000
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	334	334
Payable to the Depositary or associates of the Depositary, and agents of either of them:		
Depositary's fees	18	18
Safe custody fee	13	14
	31	32
Other:		
Audit fee	8	8
Printing fees	1	2
	9	10
Total expenses	374	376

5 Interest Payable and Similar Charges

	2018	2017
	£'000	£'000
Interest payable	5	6
Derivative expense	2	-
Total interest payable & similar charges	7	6

6 Taxation

	2018	2017
	£'000	£'000
(a) Analysis of charge in year		
Overseas taxes	410	470
Total current tax	410	470
(b) Factors affecting current tax charge for the year		
The tax assessed for the year is less than the standard rate of corporation tax in the UK for Funds of authorised Open-Ended Investment Companies (20%). The differences are explained below:		
Net revenue before taxation	3,885	3,818
Corporation tax at 20% (2017: 20%)	777	764
Effects of:		
Revenue not subject to taxation	(825)	(792)
Overseas taxes	410	470
Overseas tax expensed	(2)	(7)
Excess allowable expenses	50	35
Total tax charge for year (note 6a)	410	470

Authorised Open-Ended Investment Companies are exempt from tax on capital gains in the UK. Therefore, any capital gain is not included in the above reconciliation.

(c) **Factors that may affect future tax charge**

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £96,000 (2017: £46,000) due to surplus ACD expenses. It is unlikely that the Fund will generate sufficient taxable profits to utilise these amounts and therefore no deferred tax asset has been recognised in the year or the prior year.

7 Distributions

The distributions takes account of income received on the issue of shares and income deducted on the cancellation of shares and comprise:

	2018	2017
	£'000	£'000
Interim distribution	2,034	1,920
Final distribution	1,433	1,370
	3,467	3,290
Add: Income deducted on cancellation of shares	60	64
Deduct: Income received on issue of shares	(52)	(6)
Net distribution for the year	3,475	3,348

Details of the distribution per share are set out in this Fund's distribution tables.

8 Debtors

	2018	2017
	£'000	£'000
Amounts receivable from the ACD for the issue of shares	-	7
Sales awaiting settlement	-	7
Accrued revenue	213	193
Foreign withholding tax recoverable	52	40
Total debtors	265	247

9 Cash and Bank Balances

	2018	2017
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,483	1,328
Cash and bank balances	431	677
Total cash and bank balances	1,914	2,005

10 Creditors

	2018	2017
	£'000	£'000
Amounts payable to the ACD for cancellation of shares	-	157
Accrued expenses payable to ACD	27	29
Accrued expenses payable to the Depositary or associates of the Depositary	1	2
Other accrued expenses	8	16
Total creditors	36	204

11 Capital commitments and contingent liabilities

On 31 December 2018, the Fund had no capital commitments (2017: £nil) and no contingent liabilities (2017: £nil).

12 Securities on loan

The aggregate value of securities on loan at 31 December 2018 is £247,000 (2017: £655,000). The identities of these counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 31 December 2018 is £265,000 (2017: £721,000). This collateral is listed in the collateral held table below.

	2018	2017
Counterparties	£'000	£'000
JPMorgan	247	655
Total securities on loan	247	655

	2018	2017
Collateral held	£'000	£'000
Equities	265	721
Total collateral held	265	721

The gross earnings and fees paid for the year are £2,000 (2017: £5,000) and £400 (2017: £1,000).

13 Related Party Transactions

Aberdeen Standard Fund Managers Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal in respect of all transactions of shares in the Fund.

The fees received by the ACD are set out in note 4.

The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders on page 296. £27,000 was due to the ACD at the year end.

As at the year end the Fund held investments valued at £8,307,000 (2017: £1,926,000) that were managed by subsidiaries of Standard Life Aberdeen plc, and these are identified in the Portfolio Statement. Purchases and sales of such investments are reflected in the Portfolio transaction costs in Note 2. Investment income arising from such holdings is reflected in Note 3.

14 Shares in issue reconciliation

	Opening shares 2017	Creations during the year	Cancellations during the year	Closing shares 2018
A Accumulation shares	-	100	-	100
B Accumulation shares	119,725,794	4,941,788	(9,313,626)	115,353,956
X Accumulation shares	-	6,218	(1,046)	5,172

15 Fair Value Hierarchy

	2018 £'000	2018 £'000	2018 £'000	2017 £'000	2017 £'000	2017 £'000
Fair value of investment assets	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Equities	146,390	-	-	164,354	-	-
Collective Investment Schemes	-	8,307	-	-	1,926	-
Derivatives	-	18	-	49	6	-
Total investment assets	146,390	8,325	-	164,403	1,932	-
Derivatives	(402)	(33)	-	(37)	(20)	-
Total investment liabilities	(402)	(33)	-	(37)	(20)	-

The three levels of the fair value hierarchy under FRS 102 are described below:

Level 1: Unadjusted quoted market prices in active markets that are accessible at the measurement date for the identical unrestricted assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

16 Risk Management Policies & Numerical Disclosures

In accordance with the investment objectives, the Fund may hold certain financial instruments. These comprise:

- securities held in accordance with the investment objective and policies;
- cash and short-term debtors and creditors arising directly from operations; and
- derivatives.

The main risks arising from the Fund's financial instruments are market price, foreign currency, interest rate, credit and liquidity risk.

The policies for managing these risks are summarised below and have been applied consistently throughout the year, and prior year.

(a) Market price risk

Each Fund's investment portfolio is exposed to market price fluctuation which are monitored by the Fund Manager in pursuance of the investment objectives and policies. Adherence to investment guidelines and to investment and borrowing powers mitigate the risk of excessive exposure to any particular type of security or issuer.

An increase or decrease in market values will therefore have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the Fund.

A five per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets as at year end date by £7,714,000 (2017: £8,317,000). A five per cent decrease would have an equal and opposite effect.

(b) Foreign currency risk

A proportion of the net assets of the Fund's are denominated in currencies other than Sterling, therefore the balance sheet and total returns can be affected by currency movements. In certain circumstances, the Fund Manager may seek to manage exposure to currency movements by using forward currency contracts.

The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.

Income received in foreign currencies is converted into Sterling at the exchange rates ruling when the income is received.

A five per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets as at year end date by £7,331,000 (2017: £7,936,000). A five per cent decrease would have an equal and opposite effect.

Currency exposure

An increase or decrease in a particular foreign currency exchange rate will have a proportionate affect on the value of the Fund.

The net foreign currency monetary exposure comprises:

	Net foreign currency monetary assets	
	2018	2017
	£'000	£'000
Australian Dollar	2,729	3,534
Canadian Dollar	4,086	7,116
Danish Krone	1,371	1,569
Euro	17,789	20,241
Hong Kong Dollar	2,077	2,850
Israeli Sheqel	15	15
Japanese Yen	15,167	18,165
New Zealand Dollar	-	5
Norwegian Krone	352	122
Singapore Dollar	734	939

	Net foreign currency monetary assets	
	2018	2017
	£'000	£'000
Swedish Krona	1,342	2,042
Swiss Franc	3,792	3,913
US Dollar	97,179	98,211

(c) **Interest rate risk**

Interest receivable on bank deposits or payable on bank overdrafts will be affected by fluctuations in interest rates. The Fund Manager continuously reviews interest rates and inflation expectations. The assessment of this may result in a change in investment strategy.

In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. In general, if interest rates rise, the income potential of the Fund also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Fund).

Movements in interest rates would not have a significant impact on the Fund.

The interest rate risk profile of the Fund's financial assets and liabilities is:

	Floating rate financial assets/ (liabilities)	Financial assets/ (liabilities) not carrying interest	Total
	£'000	£'000	£'000
2018			
Currency			
UK Sterling	10,308	(518)	9,790
Australian Dollar	-	2,729	2,729
Canadian Dollar	3	4,083	4,086
Danish Krone	-	1,371	1,371
Euro	(32)	17,821	17,789
Hong Kong Dollar	87	1,990	2,077
Israeli Shekel	-	15	15
Japanese Yen	-	15,167	15,167
Norwegian Krone	-	352	352
Singapore Dollar	-	734	734
Swedish Krona	-	1,342	1,342
Swiss Franc	-	3,792	3,792
US Dollar	(145)	97,324	97,179
2017			
Currency			
UK Sterling	1,876	7,728	9,604
Australian Dollar	-	3,534	3,534
Canadian Dollar	4	7,112	7,116
Danish Krone	-	1,569	1,569
Euro	12	20,229	20,241
Hong Kong Dollar	-	2,850	2,850
Israeli Shekel	-	15	15
Japanese Yen	-	18,165	18,165
New Zealand Dollar	-	5	5

	Floating rate financial assets/ (liabilities)	Financial assets/ (liabilities) not carrying interest	Total
	£'000	£'000	£'000
Norwegian Krone	-	122	122
Singapore Dollar	-	939	939
Swedish Krona	2	2,040	2,042
Swiss Franc	-	3,913	3,913
US Dollar	111	98,100	98,211

(d) Counterparty Risk**Credit quality of debt security investment assets**

As at 31 December 2018 the Fund had no exposure to debt securities.

Financial Derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements

At the balance sheet date the Fund had the following exposures:

	2018	2017
	£'000	£'000
Financial derivative instrument (FDI) exposure*		
Exchange traded derivatives	9,933	3,977
Forward foreign exchange	11,818	3,524
Total Market Exposure	21,751	7,501
Total Market Exposure as a percentage of Fund value	14%	4%

*FDI exposure is calculated using the sum of the notionals on each derivative position.

	2018	2017
	£'000	£'000
Efficient portfolio management (EPM) techniques		
Gross revenues arising from repurchase orders (repos)	-	-
Gross revenues arising from stocklending	2	5
Direct operational costs and fees incurred for stocklending (stocklending agent costs) ^A	-	(1)
Indirect operational costs and fees incurred for stocklending (Investment Adviser operational costs)	-	-
Net revenue generated for the Fund during the annual accounting period	2	4
Underlying exposure obtained through EPM techniques[†]	21,751	7,501

^A The unrounded gross revenue arising from stock lending and direct operation costs and fees incurred for stocklending for the year to 31 December 2018 is £479.

	2018	2017
Uncollateralised counterparty exposure	£'000	£'000
Bank of America Merrill Lynch	(1)	1
BNP Paribas	-	(1)
Goldman Sachs International	2	
HSBC Bank	-	(13)
Morgan Stanley	2	-
Royal Bank of Canada	(1)	2
State Street	(1)	-
UBS AG	(21)	2
Total uncollateralised counterparty exposure	(20)	(9)

Collateral

The type and amount of collateral received to reduce counterparty exposure:

No collateral received (2017: £nil).

Receipt of collateral reduced counterparty exposure in relation to OTC positions and stocklending.

[†]The Fund range has entered into an indemnified stocklending programme with Securities finance and Trust Company (eSecLending Europe). Any collateral received in relation to these activities is not invested in asset types that are required to be included in the global exposure calculations in accordance with the commitment approach.

The counterparty exposure and therefore the amount of collateral received is, however, calculated in a different way to the FDI exposure above. For example, one S&P 500 index futures contract obligates the buyer to 250 units of the S&P 500 index. If the index is trading at \$1,000, then the single futures contract is similar to investing \$250,000 (250 x \$1,000). Therefore, \$250,000 is the notional value of the contract and is the basis on which the FDI exposure figures above are shown.

The counterparty exposure, however, would be the amount that the Fund would lose if the counterparty defaulted, i.e. the unrealised profit of the trade. It is therefore a different amount to the sum of the notionals.

Leverage

No leverage has been employed during the year (2017: £nil).

(e) Liquidity risk

The Fund's assets comprise mainly readily realisable securities. The main liabilities of the Fund are the redemption of any shares that investors wish to sell and the settlement of stock purchases. The Fund Manager reviews the cash and liability position continuously, and should an increase in liquidity be required, the Fund Manager will sell securities.

Distribution table**For the six months ended 30 June 2018**

Group 1 - shares purchased prior to 1 January 2018

Group 2 - shares purchased between 1 January 2018 and 30 June 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
B Accumulation shares				
Group 1	1.7516	-	1.7516*	1.5341
Group 2	1.1355	0.6161	1.7516*	1.5341

* Distribution accumulated on 30 June 2018.

For the six months ended 31 December 2018

Group 1 - shares purchased prior to 1 July 2018

Group 2 - shares purchased between 1 July 2018 and 31 December 2018

	Net Income 2018 pence per share	Equalisation 2018 pence per share	Distribution paid 2018 pence per share	Distribution paid 2017 pence per share
A Accumulation shares				
Group 1 ^A	0.1700	-	0.1700*	
Group 2 ^B	-	-	-	
B Accumulation shares				
Group 1	1.2435	-	1.2435*	0.9839
Group 2	0.1706	1.0729	1.2435*	0.9839
X Accumulation shares				
Group 1 ^C	0.6557	-	0.6557*	
Group 2 ^D	0.6394	0.0163	0.6557*	

* Distribution accumulated on 31 December 2018.

^A shares created for initial seeding of the share class prior to 30 November 2018^B shares purchased between 30 November 2018 and 31 December 2018^C shares created for initial seeding of the share class prior to 24 August 2018^D shares purchased between 24 August 2018 and 31 December 2018**Equalisation**

This applies only to Shares purchased during the distribution period (group 2 Shares). It is the average amount of revenue included in the purchase price of group 2 Shares and is refunded 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.

Treatment by Corporate Shareholders

Corporate shareholders should account for the current year's dividends shown in the distribution table as follows:

	Interim Dividend Distribution	Final Dividend Distribution
Treat as a UK corporate dividend	100.00%	100.00%
Treat as an annual payment net of Income tax at 20%	0.00%	0.00%

Securities Financing Transactions disclosure (unaudited)

The Company engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Company's involvement in and exposures related to securities lending for the accounting year ended 31 December 2018 are detailed below:

Absolute value of assets engaged in SFTs

Fund	Market value of securities on loan £'000	% of lendable assets	% of assets under management
Aberdeen Asia Pacific Equity Enhanced Index Fund	946	0.58	0.58
Aberdeen European Equity Enhanced Index Fund	259	0.12	0.12
Aberdeen Japan Equity Enhanced Index Fund	433	2.09	2.09
Aberdeen UK Equity Enhanced Index Fund	3,143	0.66	0.66
Aberdeen UK Equity Index Managed Fund	5,994	0.77	0.77
Aberdeen World Equity Enhanced Index Fund	247	0.16	0.16

Top ten collateral Issuers

Issuers	Market value of collateral received £'000	Issuers	Market value of collateral received £'000	Issuers	Market value of collateral received £'000
Aberdeen Asia Pacific Equity Enhanced Index Fund		Aberdeen European Equity Enhanced Index Fund		Aberdeen Japan Equity Enhanced Index Fund	
United States Treasury	178	Persimmon	31	United States Treasury	96
Givaudan	52	Rio Tinto	31	United Utilities	28
Swiss Life	51	Associated British Foods	31	Swiss Life	28
Amazon	51	AstraZeneca	31	Deutsche Lufthansa	28
Lonza	51	Ashtead	31	Lonza	27
Anadarko Petroleum	44	National Grid	31	Givaudan	27
United Parcel Service	44	GlaxoSmithKline	31	Applied Materials	15
Fortune Brands Home & Security	44	Bayer	31	AO Smith	15
Allstate	44	Prudential	31	Vulcan Materials	15
Union Pacific	44	Royal Dutch Shell	31	Twenty-First Century Fox	15
Aberdeen UK Equity Enhanced Index Fund		Aberdeen UK Equity Index Managed Fund		Aberdeen World Equity Enhanced Index Fund	
Mondi	283	Emeco	302	United States Treasury Notes	84
Rio Tinto	283	Galaxy Resources	302	Essilorluxottica	25
Rolls-Royce	283	New Hope	302	Cognizant Technology Solutions	25
Admiral	283	Fletcher Building	302	Swiss Life	25
GlaxoSmithKline	283	Boral	302	Geberit	25
IQVIA	283	Duluxgroup	302	SGS	24
BASF	283	Downer EDI	302	United Utilities	22
BHP	283	Assicurazioni Generali	302	Mediobanca Banca Di Credito	12
AstraZeneca	283	Australia and New Zealand Banking	302	Banco De Sabadell	12
Diageo	283	AMP	302	Exor	12

Top ten counterparties per type of SFT

Counterparty	Market value of securities on loan £'000	Counterparty	Market value of securities on loan £'000	Counterparty	Market value of securities on loan £'000
Aberdeen Asia Pacific Equity Enhanced Index Fund		Aberdeen European Equity Enhanced Index Fund		Aberdeen Japan Equity Enhanced Index Fund	
UBS AG (London Branch)	100	Bank of Nova Scotia (London Branch)	259	Citigroup Global Markets Limited	279
Citigroup Global Markets Limited	863			UBS AG (London Branch)	154
Aberdeen UK Equity Enhanced Index Fund		Aberdeen UK Equity Index Managed Fund		Aberdeen World Equity Enhanced Index Fund	
Bank of Nova Scotia (London Branch)	2,792	JP Morgan Securities PLC	5,994	JP Morgan Securities PLC	247
Citigroup Global Markets Limited	133				
JP Morgan Securities PLC	208				
UBS AG (London Branch)	10				

Counterparty	Countries of counterparty establishment	Type	Quality	Collateral currency	Settlement and Clearing	Custodian	Market value of collateral received £'000
Aberdeen Asia Pacific Equity Enhanced Index Fund							
Citigroup Global Markets Limited	United States	Equity	Main market listing	CHF	Tri-party	BNY Mellon	154
Citigroup Global Markets Limited	United States	Equity	Main market listing	EUR	Tri-party	BNY Mellon	155
Citigroup Global Markets Limited	United States	Equity	Main market listing	GBP	Tri-party	BNY Mellon	1
Citigroup Global Markets Limited	United States	Equity	Main market listing	SEK	Tri-party	BNY Mellon	8
Citigroup Global Markets Limited	United States	Equity	Main market listing	USD	Tri-party	BNY Mellon	237
UBS AG (London Branch)	Switzerland	Equity	Main market listing	AUD	Tri-party	BNY Mellon	131
UBS AG (London Branch)	Switzerland	Equity	Main market listing	GBP	Tri-party	BNY Mellon	44
UBS AG (London Branch)	Switzerland	Equity	Main market listing	USD	Tri-party	BNY Mellon	300
Aberdeen European Equity Enhanced Index Fund							
Bank of Nova Scotia (London Branch)	Canada	Equity	Main market listing	EUR	Tri-party	BNY Mellon	31
Bank of Nova Scotia (London Branch)	Canada	Equity	Main market listing	GBP	Tri-party	BNY Mellon	308
Aberdeen Japan Equity Enhanced Index Fund							
Citigroup Global Markets Limited	United States	Equity	Main market listing	CHF	Tri-party	BNY Mellon	82
Citigroup Global Markets Limited	United States	Equity	Main market listing	EUR	Tri-party	BNY Mellon	94
Citigroup Global Markets Limited	United States	Equity	Main market listing	GBP	Tri-party	BNY Mellon	43
Citigroup Global Markets Limited	United States	Government bond	Investment Grade	USD	Tri-party	BNY Mellon	96
UBS AG (London Branch)	Switzerland	Equity	Main market listing	USD	Tri-party	BNY Mellon	151

Counterparty	Countries of counterparty establishment	Type	Quality	Collateral currency	Settlement and Clearing	Custodian	Market value of collateral received £'000
Aberdeen UK Equity Enhanced Index Fund							
Bank of Nova Scotia (London Branch)	Canada	Equity	Main market listing	EUR	Tri-party	BNY Mellon	283
Bank of Nova Scotia (London Branch)	Canada	Equity	Main market listing	GBP	Tri-party	BNY Mellon	2,487
Bank of Nova Scotia (London Branch)	Canada	Equity	Main market listing	USD	Tri-party	BNY Mellon	283
Bank of Nova Scotia (London Branch)	Canada	Government bond	Investment Grade	EUR	Tri-party	BNY Mellon	-
Citigroup Global Markets Limited	United States	Equity	Main market listing	CHF	Tri-party	BNY Mellon	52
Citigroup Global Markets Limited	United States	Equity	Main market listing	EUR	Tri-party	BNY Mellon	33
Citigroup Global Markets Limited	United States	Equity	Main market listing	USD	Tri-party	BNY Mellon	13
Citigroup Global Markets Limited	United States	Government bond	Investment Grade	EUR	Tri-party	BNY Mellon	-
Citigroup Global Markets Limited	United States	Government bond	Investment Grade	USD	Tri-party	BNY Mellon	44
JP Morgan Securities plc	United States	Equity	Main market listing	AUD	Tri-party	BNY Mellon	153
JP Morgan Securities plc	United States	Equity	Main market listing	EUR	Tri-party	BNY Mellon	23
JP Morgan Securities plc	United States	Equity	Main market listing	NZD	Tri-party	BNY Mellon	12
JP Morgan Securities plc	United States	Government bond	Investment Grade	GBP	Tri-party	BNY Mellon	68
UBS AG (London Branch)	Switzerland	Equity	Main market listing	AUD	Tri-party	BNY Mellon	4
UBS AG (London Branch)	Switzerland	Equity	Main market listing	USD	Tri-party	BNY Mellon	7
Aberdeen UK Equity Index Managed Fund							
JP Morgan Securities plc	United States	Equity	Main market listing	AUD	Tri-party	BNY Mellon	5,744
JP Morgan Securities plc	United States	Equity	Main market listing	EUR	Tri-party	BNY Mellon	604
JP Morgan Securities plc	United States	Equity	Main market listing	GBP	Tri-party	BNY Mellon	-
JP Morgan Securities plc	United States	Equity	Main market listing	NZD	Tri-party	BNY Mellon	302
Aberdeen World Equity Enhanced Index Fund							
Citigroup Global Markets Limited	United States	Equity	Main market listing	CHF	Tri-party	BNY Mellon	73
Citigroup Global Markets Limited	United States	Equity	Main market listing	EUR	Tri-party	BNY Mellon	62
Citigroup Global Markets Limited	United States	Equity	Main market listing	GBP	Tri-party	BNY Mellon	22
Citigroup Global Markets Limited	United States	Equity	Main market listing	USD	Tri-party	BNY Mellon	109

Maturity Tenor of collateral and SFTs (remaining period to maturity)	Less than one day £'000	One day to one week £'000	One week to one month £'000	One to three months £'000	Three months to one year £'000	Above one year £'000	Open maturity £'000	Total £'000
Aberdeen Asia Pacific Equity Enhanced Index Fund	-	-	-	-	-	178	851	1,030
Aberdeen European Equity Enhanced Index Fund	-	-	-	-	-	-	339	339
Aberdeen Japan Equity Enhanced Index Fund	-	-	-	-	-	96	371	446
Aberdeen UK Equity Enhanced Index Fund	-	-	-	-	-	112	3,351	3,463
Aberdeen UK Equity Index Managed Fund	-	-	-	-	-	-	6,650	6,650
Aberdeen World Equity Enhanced Index Fund	-	-	-	-	-	84	181	265

Return and cost per type of SFT

Fund	Total gross amount of securities lending income £'000	Direct costs deducted by securites lending agent £'000	Net amount of securities lending income £'000	Return of the securites lending agent %	Return of the Fund %
Aberdeen Asia Pacific Equity Enhanced Index Fund	4	1	3	25.00	100.00
Aberdeen European Equity Enhanced Index Fund	4	1	3	25.00	100.00
Aberdeen Japan Equity Enhanced Index Fund ^A	1	-	1	25.00	100.00
Aberdeen UK Equity Enhanced Index Fund	42	8	34	25.00	100.00
Aberdeen UK Equity Index Managed Fund	45	9	36	25.00	100.00
Aberdeen World Equity Enhanced Index Fund ^B	2	-	2	25.00	100.00

^A The unrounded direct operation costs and fees incurred for securities lending for the year ended 31 December 2018 is £177.

^B The unrounded direct operation costs and fees incurred for securities lending for the year ended 31 December 2018 is £479.

Remuneration (unaudited)

Remuneration Policy

The Standard Life Aberdeen plc Remuneration Policy applies with effect from 1 January 2018. The purpose of the Standard Life Aberdeen plc Remuneration Policy (the "Policy") is to document clearly the remuneration policies, practices and procedures of Standard Life Aberdeen. It has been approved by the Standard Life Aberdeen plc Remuneration Committee and is subject to the Remuneration Committee's annual review. The Policy applies to employees of the Standard Life Aberdeen group of companies ("SLA").

The Management Company, Aberdeen Standard Fund Managers Limited is authorised and regulated in the United Kingdom by the Financial Conduct Authority ("FCA") and is a wholly owned subsidiary of Standard Life Aberdeen plc.

The Remuneration Committee of Standard Life Aberdeen plc adopted a UCITS V Remuneration Policy to ensure that the requirements of the Undertakings for Collective Investment Transferrable Securities V Directive (UCITS V) are fully adhered to by the group. This policy applies to Aberdeen Standard Fund Managers Limited and the UCITS Funds it manages. This policy is available on request.

Remuneration Principles

SLA applies Group wide principles for remuneration policies, procedures and practices ensuring that remuneration design and the basis for awards will be clear, transparent and fair, in line with business strategy, objectives, culture, values and long term interests of SLA. Remuneration policies, procedures and practices should be consistent with and promote good conduct which includes sound and effective risk management and not encourage risk taking that exceeds the level of tolerated risk of SLA. Total variable remuneration will be funded through pre-agreed distribution metrics. Where SLA's financial performance is subdued or negative, total variable remuneration should generally be contracted, taking into account both current remuneration and reductions in pay-outs of amounts previously granted and having regard for SLA's long term economic viability.

In addition to applying the SLA wide principles above, Aberdeen Standard Investments ("ASI") applies a number of additional principles including the following, when determining remuneration for employees:

- a) Remuneration should be competitive and reflect both financial, non-financial and personal performance;
- b) Our remuneration design will align the interests of employees, shareholders and importantly our clients/customers;
- c) Our remuneration structure will reward delivery of results over appropriate time horizons and will include deferred variable compensation at an appropriate level for the employee's role;
- d) We will provide an appropriate level of fixed remuneration to balance risk and reward.

Governance and Regulatory Compliance

The Remuneration Committee is made up of independent non-executive directors and makes recommendations to the Board of Standard Life Aberdeen plc (the "Board") to assist it with its remuneration related duties. The Chief People Officer of Standard Life Aberdeen is responsible for ensuring the implementation of the Policy in consultation with the Remuneration Committee as well as other members of the Executive Committee ("Executive Body") (as defined by the Board), if appropriate.

Financial and non-financial criteria

Variable remuneration is based on a rounded assessment of Group, Divisional and individual performance. When assessing individual performance, financial as well as non-financial criteria are taken into account. Individual performance is based on the individual's appraisal, which includes an employee's compliance with controls and applicable company standards including the Group's Code of Ethics, including Treating Customers Fairly and Conduct Risk.

Conflicts of interest

The Conflicts of Interest Policy is designed to avoid conflicts of interest between SLA and its clients. This Policy prohibits any employee from being involved in decisions on their own remuneration. Furthermore, all employees are required to adhere to SLA's Global Code of Conduct, which encompasses conflicts of interest.

The Policy should, at all times, adhere to local legislation, regulations or other provisions. In circumstances or in jurisdictions where there is any conflict between the Policy and local legislation, regulations or other provisions, then the latter will prevail.

Remuneration Framework

Employee remuneration is composed principally of fixed and variable elements of reward as follows:

- Fixed reward (fixed remuneration: salary (and cash allowances, if appropriate); and Benefits (including pension).
- Variable reward (bonus, a proportion of which may be subject to retention or deferral depending on role and regulatory requirements) and senior employees may also be awarded a long-term incentive award).

Appropriate ratios of fixed: variable remuneration will be set to as to ensure that:

- Fixed and variable components of total remuneration are appropriately balanced and
- The fixed component is a sufficiently high proportion of total remuneration to allow Standard Life Aberdeen to operate a fully flexible policy on variable remuneration components, including paying no variable remuneration component.

Fixed Remuneration	Base salary provides a core reward for undertaking the role, where appropriate, and depending on the role, geographical or business market variances or other indicators, additional fixed cash allowances may make up a portion of fixed remuneration.
Benefits	Benefits are made up of: core benefits, which are provided to all employees; and extra voluntary benefits that may be chosen by certain employees and which may require contribution through salary sacrifice or other arrangements. Extra voluntary benefits are designed to support the health and wellbeing of employees through enabling individual selection based on lifestyle choices. Standard Life Aberdeen will ensure that the core and voluntary employee benefits policies are in line with relevant market practice, its views on managing its business risk objectives, culture and values and long-term interests and local requirements.
Pension	Standard Life Aberdeen's pension policies (which consist of defined contribution plans and legacy defined benefit plans) are in line with legislative requirements, governance structures and market practice, and reflect Standard Life Aberdeen's long-term views on risk and financial volatility, its business objectives, culture and values and long-term interests and local requirements. In certain circumstances, SLA may offer a cash allowance in lieu of any pension arrangement.
Annual Performance Bonus Awards	Employees who have been employed during a performance year (1 January to 31 December) may be eligible to be considered for an annual bonus in respect of that year. Eligibility criteria for an annual bonus are set out in the rules of the relevant bonus plan and/or contract of employment, as appropriate. The bonus plan in place is designed to reward performance in line with the business strategy, objectives, culture and values, long term interests and risk appetite of SLA. All Executive Directors are awarded bonuses under a SLA bonus plan as detailed in the Directors' Remuneration Report.
Other variable Pay Plans	Selected employees may participate in other variable pay plans, for example, performance fee share arrangements, where it is appropriate for their role or business unit. These plans operate under the overarching remuneration principles that apply across the group and, where appropriate, are also subject to specific principles governing incentives and are compliant with the requirements of any applicable regulatory standards.

Clawback/Malus

A clawback/malus principle applies to the variable pay plan. This enables the Remuneration Committee to seek to recoup the deferred amount of any unvested variable pay, in the exceptional event of misstatement or misleading representation of performance; a significant failure of risk management and control; or serious misconduct by an individual.

Guaranteed Variable Remuneration

Guaranteed variable remuneration is exceptional, occurs only in the context of hiring new staff and is limited to the first year of service.

UCITS V Identified Staff

Staff considered UCITS V Identified Staff are those categories of staff whose professional activities have a material impact on the decision making profiles of the Management Company or the UCITS Funds that the Management Company manages.

UCITS V identified staff will include; Senior Management; Decision makers, Staff engaged in control functions; and any employees receiving total remuneration that takes them into the same remuneration bracket as senior management and decision makers, and whose professional activities have a material impact on the risk profiles of the Company or the Funds that the Company manages.

Control Functions

SLA adheres to the principles and guidelines of regulations that apply to SLA in defining control functions. control functions include, but are not necessarily limited to, Risk, Compliance, Internal Audit and Actuarial functions or roles.

SLA will ensure that, as appropriate, senior employees engaged in a control function:

- Are independent from the Business Units they oversee;
- Have appropriate authority, and
- Their remuneration is directly overseen by the Remuneration Committee.

This is achieved by the main control functions being outside the business, and a material proportion of their annual incentives being subject to a scorecard based on the performance of the control function. Performance against the scorecard is reviewed by the relevant independent governing committee (either Risk & Capital Committee, or Audit Committee). SLA's People Function reviews the remuneration of employees in control functions and benchmarks with the external market to ensure that it is market competitive and adequately reflects employees' skills and experience.

Personal Hedging

UCITS V Identified Staff are not permitted to undermine the risk alignment effects of the UCITS V Remuneration Code. Personal hedging strategies; or remuneration-related insurance; or liability-related insurance is not permissible on remuneration.

Employee Remuneration Disclosure

The table below provides an overview of the following:

- Aggregate total remuneration paid by Aberdeen Standard Fund Managers Limited to its entire staff; and
- Aggregate total remuneration paid by Aberdeen Standard Fund Managers Limited to its 'Identified Staff'.

The 'Identified Staff' of Aberdeen Standard Fund Managers Limited are those employees who could have a material impact on the risk profile of Aberdeen Standard Fund Managers Limited or the UCITS Funds it manages, including the following UCITS Funds:

Aberdeen Global Corporate Bond Tracker Fund
Aberdeen UK All Share Tracker Fund
Aberdeen UK Equity Index Managed Fund
Aberdeen Asia Pacific Equity Enhanced Index Fund
Aberdeen European Equity Enhanced Index Fund
Aberdeen World Equity Enhanced Index Fund
Aberdeen Japan Equity Enhanced Index Fund
Aberdeen UK Equity Enhanced Index Fund
Aberdeen Northern American Equity Enhanced Index Fund

This broadly includes senior management, decision makers and control functions. For the purposes of this disclosure, 'Identified Staff' includes employees of entities to which activities have been delegated.

Amounts shown reflect payments made during the financial reporting period in question. The reporting period runs from 1 January 2018 to 31 December 2018 inclusive.

Aberdeen Global Corporate Bond Tracker Fund Reporting period: 01/01/18 to 31/12/18		Total Remuneration	AIF or UCITS proportion
	Headcount	£'000	£'000 ⁴
Aberdeen Standard Fund Managers Ltd staff ¹	64	8,457	1,898
of which			
Fixed remuneration		6,728	1,510
Variable remuneration		1,729	388
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff' ²	159	4,390	985
of which			
Senior Management ³	16	352	79
Other 'Identified Staff'	143	4,038	906

Aberdeen UK All Share Tracker Fund Reporting period: 01/01/18 to 31/12/18		Total Remuneration	AIF or UCITS proportion
	Headcount	£'000	£'000 ⁴
Aberdeen Standard Fund Managers Ltd staff ¹	64	8,457	1,723
of which			
Fixed remuneration		6,728	1,371
Variable remuneration		1,729	352
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff' ²	159	4,390	894
of which			
Senior Management ³	16	352	72
Other 'Identified Staff'	143	4,038	822

Aberdeen UK Equity Index Managed Fund		Total Remuneration	AIF or UCITS proportion
Reporting period: 01/01/18 to 31/12/18	Headcount	£'000	£'000⁴
Aberdeen Standard Fund Managers Ltd staff¹	64	8,457	964
of which			
Fixed remuneration		6,728	767
Variable remuneration		1,729	197
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff'²	159	4,390	501
of which			
Senior Management ³	16	352	40
Other 'Identified Staff'	143	4,038	461

Aberdeen Asia Pacific Equity Enhanced Index Fund		Total Remuneration	AIF or UCITS proportion
Reporting period: 01/01/18 to 31/12/18	Headcount	£'000	£'000⁴
Aberdeen Standard Fund Managers Ltd staff¹	64	8,457	192
of which			
Fixed remuneration		6,728	153
Variable remuneration		1,729	39
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff'²	159	4,390	100
of which			
Senior Management ³	16	352	8
Other 'Identified Staff'	143	4,038	92

Aberdeen European Equity Enhanced Index Fund		Total Remuneration	AIF or UCITS proportion
Reporting period: 01/01/18 to 31/12/18	Headcount	£'000	£'000⁴
Aberdeen Standard Fund Managers Ltd staff¹	64	8,457	192
of which			
Fixed remuneration		6,728	153
Variable remuneration		1,729	39
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff'²	159	4,390	100
of which			
Senior Management ³	16	352	8
Other 'Identified Staff'	143	4,038	92

Aberdeen World Equity Enhanced Index Fund		Total Remuneration	AIF or UCITS proportion
Reporting period: 01/01/18 to 31/12/18	Headcount	£'000	£'000⁴
Aberdeen Standard Fund Managers Ltd staff¹	64	8,457	182
of which			
Fixed remuneration		6,728	145
Variable remuneration		1,729	37
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff'²	159	4,390	94
of which			
Senior Management ³	16	352	7
Other 'Identified Staff'	143	4,038	87

Aberdeen Japan Equity Enhanced Index Fund Reporting period: 01/01/18 to 31/12/18	Headcount	Total Remuneration £'000	AIF or UCITS proportion £'000⁴
Aberdeen Standard Fund Managers Ltd staff¹	64	8,457	25
of which			
Fixed remuneration		6,728	20
Variable remuneration		1,729	5
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff'²	159	4,390	13
of which			
Senior Management ³	16	352	1
Other 'Identified Staff'	143	4,038	12

Aberdeen UK Equity Enhanced Index Fund Reporting period: 01/01/18 to 31/12/18	Headcount	Total Remuneration £'000	AIF or UCITS proportion £'000⁴
Aberdeen Standard Fund Managers Ltd staff¹	64	8,457	422
of which			
Fixed remuneration		6,728	336
Variable remuneration		1,729	86
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff'²	159	4,390	219
of which			
Senior Management ³	16	352	18
Other 'Identified Staff'	143	4,038	201

Aberdeen Northern American Equity Enhanced Index Fund Reporting period: 01/01/18 to 31/12/18	Headcount	Total Remuneration £'000	AIF or UCITS proportion £'000⁴
Aberdeen Standard Fund Managers Ltd staff¹	64	8,457	186
of which			
Fixed remuneration		6,728	148
Variable remuneration		1,729	38
Carried Interest		nil	
Aberdeen Standard Fund Managers Ltd 'Identified Staff'²	159	4,390	97
of which			
Senior Management ³	16	352	8
Other 'Identified Staff'	143	4,038	89

¹ As there are a number of individuals indirectly and directly employed by Aberdeen Standard Fund Managers Limited this figure represents an apportioned amount of SLA's total remuneration fixed and variable pay, apportioned to the relevant UCITS Fund on an AUM basis, plus any carried interest paid by the UCITS Fund. The Headcount figure provided reflects the number of beneficiaries calculated on a Full Time Equivalent basis.

² The Identified Staff disclosure represents total compensation of those staff of the Management Company who are fully or partly involved in the activities of the Management Company, apportioned to the estimated time relevant to the Management Company, based on their time in role during the reporting period and the Management Company's proportion of SLA's total AUM. Across the 'Identified Staff', the average percentage of AUM allocation per individual based on work undertaken for Aberdeen Standard Fund Managers Limited as a Management Company was 7.62%.

³ Senior management are defined in this table as Management Company Directors and members of the Standard Life Aberdeen plc Board, together with its Executive Committee, Investment Management Committee and Group Product Committee.

⁴ This figure represents an apportioned amount of the total remuneration of the 'Identified staff' attributable to the UCITS Fund allocated on an AUM basis.

Further Information

Aberdeen Investment Funds UK ICVC II was incorporated on 6 June 2003, incorporated under the FCA Regulations. The Company is an open-ended investment company (OEIC) with variable capital under regulation 12 (authorisation) of the OEIC Regulations.

Consumers' rights and protections, including any derived from EU legislation, are currently unaffected by the result of the UK referendum to leave the European Union and will remain unchanged unless and until the UK Government changes the applicable legislation.

Documentation

Copies of the current Prospectus and Key Investor Information Documents (KIIDs) for the Aberdeen Investment Funds UK ICVC II, together with the latest Annual (and if issued later the interim) Report and Accounts for any Fund, are available to download at aberdeenstandard.com. A paper copy of the Report and Accounts is available on request from the ACD.

The Annual Report of the Company will be published on or before 30 April and the half-yearly report on or before 31 August in each year.

Shareholders will also receive a half-yearly statement prepared as at 5 April and 5 October each year, and issued within twenty five business days of these dates. The statement will show details of all transactions effected during the previous six months, and include a valuation of the Account based on the redemption prices as at 5 April and 5 October as applicable.

Notices/Correspondence

Please send any notices to Aberdeen Standard Fund Managers Limited, PO Box 12233, Chelmsford, Essex CM99 2EE. Any notice to the ACD will only be effective when actually received by the ACD. All notices will be sent to the investor at the address set out in the Application form or the latest address which the investor has notified to the ACD, and will be deemed to have been received three days after posting. Events detailed in these terms and conditions will be carried out on the dates specified, unless the dates are a non-business day, when they will be carried out on the next business day.

Complaints and Compensation

Complaints about the operation of the Company and the Funds may be made by the investor by writing to the ACD or the Depositary.

Any complaint will be investigated and the outcome will be notified to the investor, within eight weeks. If the investor is not satisfied with the outcome, he/she may also write directly to the Financial Ombudsman Service, Exchange Tower, London E14 9SR. If the ACD cannot meet its financial obligations to the investor, the investor may be entitled to compensation under the Investor's Compensation Scheme, under the Financial Services Markets Act 2000. Details of the investor's rights to compensation can be obtained from the ACD on request.

Personal taxation

Unless your shares are held within an ISA, if you sell your shares this is treated as a disposal for Capital Gains Tax purposes. Tax rules can change. The value to an investor of the tax advantages of an ISA will depend on personal circumstances, which may change.

Shareholders are recommended to consult with their professional tax advisers if they are in any doubt about their position.

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