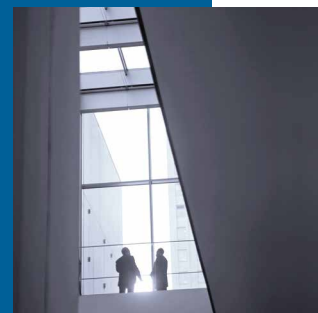


# Annual Report and Financial Statements

For the year ended  
28 February 2019



# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

<b>Contents</b>	
Director's report*	2
Statement of Authorised Corporate Director's responsibilities	3
Certification of the Annual Report and Financial Statements by Directors	3
Report of the Depositary	4
Independent Auditors' report	4
<b>Authorised Corporate Director's Report*, including the financial highlights and financial statements</b>	
Market Performance review	6
Accounting Policies of Fidelity Investment Funds and its sub-funds	8
Risk Management Policies of Fidelity Investment Funds and its sub-funds	10
Fidelity American Fund	12
Fidelity American Special Situations Fund	21
Fidelity Asia Fund	30
Fidelity Asia Pacific Opportunities Fund	39
Fidelity Asian Dividend Fund	48
Fidelity Cash Fund	59
Fidelity China Consumer Fund	67
Fidelity Emerging Asia Fund	76
Fidelity Emerging Europe, Middle East and Africa Fund	85
Fidelity Enhanced Income Fund	94
Fidelity European Fund	107
Fidelity European Opportunities Fund	118
Fidelity Extra Income Fund	127
Fidelity Global Dividend Fund	138
Fidelity Global Enhanced Income Fund	150
Fidelity Global Focus Fund	161
Fidelity Global High Yield Fund	171
Fidelity Global Property Fund	185
Fidelity Global Special Situations Fund	195
Fidelity Index Emerging Markets Fund	206
Fidelity Index Europe ex UK Fund	216
Fidelity Index Japan Fund	225
Fidelity Index Pacific ex Japan Fund	234
Fidelity Index UK Fund	243
Fidelity Index US Fund	255
Fidelity Index World Fund	266
Fidelity Japan Fund	277
Fidelity Japan Smaller Companies Fund	285
Fidelity MoneyBuilder Balanced Fund	293
Fidelity MoneyBuilder Dividend Fund	304
Fidelity MoneyBuilder Growth Fund	314
Fidelity MoneyBuilder Income Fund	322
Fidelity Short Dated Corporate Bond Fund	335
Fidelity Special Situations Fund	344
Fidelity Sterling Core Plus Reduced Duration Bond Fund	354
Fidelity Strategic Bond Fund	363
Fidelity UK Select Fund	377
Fidelity UK Smaller Companies Fund	385
Portfolio Statements (unaudited)*	395
EU Securities Financing Transaction Regulation (unaudited)	601
Further Information*	604

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

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

## Director's Report

We are pleased to present the annual report and financial statements for Fidelity Investment Funds (the Company), covering the year to 28 February 2019.

Reference in this document to specific securities should not be construed as a recommendation to buy or sell these securities; but is included for the purpose of illustration only. Investors should also note that the views expressed may no longer be current and may already have been acted upon by Fidelity.

### Company and Status

The Company is an open-ended investment company with variable capital incorporated in England and Wales under number IC8 and authorised by the Financial Conduct Authority (FCA) on 7 April 1998.

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

The funds in which shares are currently available are:

Fidelity American Fund  
Fidelity American Special Situations Fund  
Fidelity Asia Fund  
Fidelity Asia Pacific Opportunities Fund  
Fidelity Asian Dividend Fund  
Fidelity Cash Fund  
Fidelity China Consumer Fund  
Fidelity Emerging Asia Fund  
Fidelity Emerging Europe, Middle East and Africa Fund  
Fidelity Enhanced Income Fund  
Fidelity European Fund  
Fidelity European Opportunities Fund  
Fidelity Extra Income Fund  
Fidelity Global Dividend Fund  
Fidelity Global Enhanced Income Fund  
Fidelity Global Focus Fund  
Fidelity Global High Yield Fund  
Fidelity Global Property Fund  
Fidelity Global Special Situations Fund  
Fidelity Index Emerging Markets Fund  
Fidelity Index Europe ex UK Fund  
Fidelity Index Japan Fund  
Fidelity Index Pacific ex Japan Fund  
Fidelity Index UK Fund  
Fidelity Index US Fund  
Fidelity Index World Fund  
Fidelity Japan Fund  
Fidelity Japan Smaller Companies Fund  
Fidelity MoneyBuilder Balanced Fund  
Fidelity MoneyBuilder Dividend Fund  
Fidelity MoneyBuilder Growth Fund  
Fidelity MoneyBuilder Income Fund  
Fidelity Short Dated Corporate Bond Fund  
Fidelity Special Situations Fund  
Fidelity Sterling Core Plus Reduced Duration Bond Fund  
Fidelity Strategic Bond Fund  
Fidelity UK Select Fund  
Fidelity UK Smaller Companies Fund

In the future additional funds or new classes of shares within the existing funds, may be launched by the ACD.

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

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

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

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

### Remuneration Disclosure

The Fidelity International Remuneration Committee has established a Global Remuneration Policy to ensure the requirements of the UCITS Directive are met at a global level for all of its UCITS management companies. The Remuneration Committee reviews the remuneration policy at least annually. The Directors of relevant management companies are responsible for the adoption of the Global Remuneration Policy, for reviewing its general principles at least annually, for overseeing its implementation and for ensuring compliance with the relevant local legislation and regulation.

The Global Remuneration Policy is consistent with and promotes sound and effective risk management and is designed not to encourage risk-taking which is inconsistent with the risk profile of the funds. The Global Remuneration Policy is in line with the business strategy, objectives, values and interests of the ACD and the funds and includes measures to avoid conflicts of interest. During 2017 the Global Remuneration Policy was reviewed and changes were made to ensure compliance with the applicable European remuneration requirements.

The Global Remuneration Policy applies to all employees, with particular focus on staff whose professional activities have a material impact on the risk profile of the ACD or the funds (the Material Risk Takers). The UCITS Material Risk Takers ("UCITS MRTs") are individuals whose roles can materially affect the risk of the management company or any UCITS Directive and guidance issued by the European Securities and Markets Authority. The aggregate total remuneration paid out to UCITS MRTs related to FISL, considering all the existing delegation arrangements, in respect of the performance period started 1 June 2017 and ended 30 June 2018 is EUR 20.6 million (GBP 18.3 million). This figure includes the amounts attributed either to the FISL entity or to the UCITS funds that it manages. For any additional information on the remuneration policy a copy of the summary Remuneration Policy are available via <https://www.fil.com>.

### Cross-sub fund holdings

There were no cross sub-fund holdings as at 28 February 2019.

### Objectives

The broad aim of the Company is to provide investors with revenue and/or capital growth over the medium to long term.

The aim of the equity funds is to provide investors with either a combination of revenue and long-term capital growth or long-term capital growth from diversified, actively and passively managed portfolios of securities in a wide range of stock markets. The revenue from those funds with a long-term capital growth structure is expected to be low. The equity funds will invest primarily in equities in the markets reflected in the title of each individual fund and in companies established outside those markets but which derive a significant proportion of their earnings from those markets.

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

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

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

## Changes to the prospectus

For the year ended 28 February 2019 the following significant changes were made to the Prospectus and Instrument of Incorporation:

- The Fidelity Global High Yield Fund's Gross paying A Income, Gross paying Y Accumulation and Gross paying Y Income Share classes converted into A Income, Y Accumulation and Y Income share classes respectively on 1 May 2018.
- The Fidelity Short Dated Corporate Bond Fund Gross paying Y Accumulation Shares changed name to Y Accumulation Shares and the Gross Paying Y Income Shares changed name to Y Income Shares on 1 May 2018.
- The Fidelity American Fund, Fidelity European Fund, Fidelity Global Special Situations Fund and Fidelity Special Situations Fund launched a W Variable Management Fee Accumulation Share class on 16 July 2018.
- The Fidelity Asian Dividend Fund launched a W Variable Management Fee Income Share class on 16 July 2018.
- The Fidelity Index US Fund launched a P Accumulation hedged Share class on 13 February 2019.

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

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

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

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

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

Stephen Reedy  
Director

John Clougherty  
Director

FIL Investment Services (UK) Limited  
22 May 2019

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

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

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, repurchase, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Fund Manager ("the AFM"), which is the UCITS Management Company, are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Regulations and Scheme documents in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider necessary to discharge our responsibilities as depositary of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the AFM:

- (i) has carried out the issue, sale, redemption and cancellation and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

## Independent Auditors' report to the shareholders of Fidelity Investment Funds

### Report on the Audit of the Financial Statements

#### Opinion

In our opinion, Fidelity Investment Funds' financial statements:

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 28 February 2019 and of the net revenue/(expenses) and the net capital gains/(losses) on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Fidelity Investment Funds (the "Company") is an Open-Ended Investment Company ("OEIC") with 38 sub-funds. The financial statements of the Company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Balance Sheets as at 28 February 2019; the Statements of Total Return and the Statements of Change in Net Assets Attributable to Shareholders for the year then ended; the Distribution Statements; the Accounting Policies of Fidelity Investment Funds and its sub-funds; and the Notes to the financial statements.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Independence

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

#### Emphasis of matter – financial statements prepared on a basis other than going concern

In forming our opinion on the financial statements, which is not modified, we draw attention to note 1 a) to the financial statements which describes the Authorised Corporate Director's reasons why the financial statements have been prepared on a basis other than going concern for the Company's "Fidelity MoneyBuilder Growth Fund" sub-fund.

J.P. Morgan Europe Limited  
Bournemouth  
22 May 2019

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

## Conclusions relating to going concern

ISAs (UK) require us to report to you when:

- the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Authorised Corporate Director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's or its sub-fund's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other than the emphasis on matter in relation to Company's "Fidelity MoneyBuilder Growth Fund" sub-fund, as described, we have nothing to report in respect of the above matters.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's ability to continue as a going concern. For example, the terms on which the United Kingdom may withdraw from the European Union are not clear, and it is difficult to evaluate all of the potential implications on the company's trade, customers, suppliers and the wider economy.

## Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

## Authorised Corporate Director's Report

In our opinion, the information given in the Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

## Responsibilities for the Financial Statements and the Audit

### Responsibilities of the Authorised Corporate Director for the financial statements

As explained more fully in the Statement of Authorised Corporate Director's (ACD) Responsibilities in relation to the Annual Report and Financial Statements of the Company set out on page 3, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for 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.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company's and each of the 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 the Authorised Corporate Director either intends to wind up or terminate the Company or individual sub-fund, or has no realistic alternative but to do so.

### Auditors' responsibilities for the audit of the financial statements

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

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

### Use of this report

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

## OTHER REQUIRED REPORTING

### Opinion on matter required by the Collective Investment Schemes sourcebook

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

### Collective Investment Schemes sourcebook exception reporting

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

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

We have no exceptions to report arising from this responsibility.

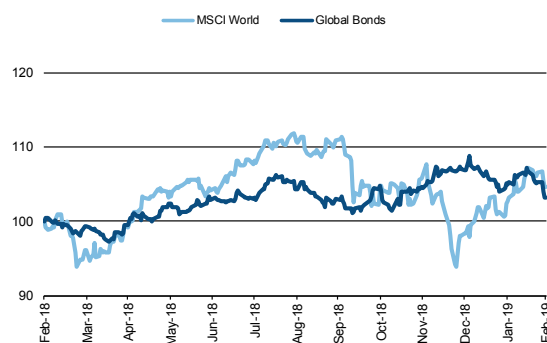
PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
23 May 2019

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

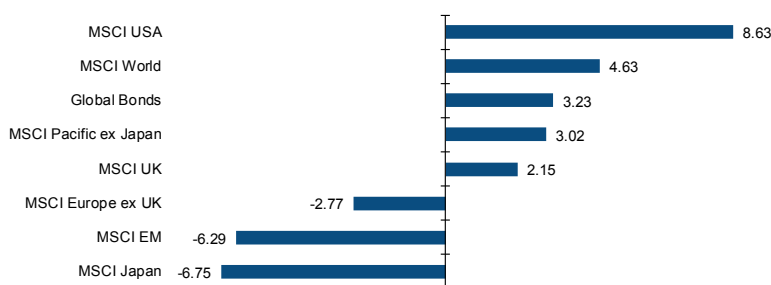
## Market Performance Review

### Performance Overview - 12 months to end of February 2019

Global equities gained over the period. Healthy corporate earnings provided support, while rising US interest rates, trade tensions, political uncertainty in Europe, and worries about emerging markets elevated market volatility. Of note, markets came under pressure over the last quarter of 2018 as concerns about global economic growth intensified. However, sentiment rebounded in 2019 as the US Federal Reserve (Fed) adopted a cautious stance at its January meeting, saying that it will be patient about future rate hikes in view of mounting risks. Expectations of a US-China trade deal further supported equities. On the monetary policy front, the US Fed raised interest rates four times during the period. The Bank of England (BoE) increased its key interest rate for the second time in a decade, while uncertainty related to its exit from the European Union (EU) continued. The European Central Bank (ECB) ended its bond-buying programme, and the Bank of Japan adjusted its monetary policy to make it more flexible.



Source: Refinitiv DataStream, Total Returns in GBP rebased to 100, MSCI World and BoFA ML Global Broad, 28.02.2018 - 28.02.2019



Source: Refinitiv DataStream, Total Returns, GBP, 28.02.2018 - 28.02.2019

Against this backdrop, the US, UK and Pacific ex Japan markets gained, while stocks in Japan and Europe ex UK fell. Emerging market equities also declined. Overall, returns in sterling terms were supported by its depreciation against the US dollar and yen, but were undermined by its appreciation against the euro.

European equities ended a volatile 12-month period in negative territory. The period was influenced by tighter financial conditions and higher trade policy uncertainty, which hurt investor sentiment. Further volatility was caused by uncertainty related to the UK's exit from the EU and the tension between Italy and the EU, before a compromise was reached on Italy's budget and plans to reduce its deficit. Equities were particularly weak in the fourth quarter, as investors were worried about rising US central bank rates, a sharp slowdown in eurozone business confidence, weaker Chinese growth and rising geopolitical concerns. However, markets rebounded at the start of 2019 as investor sentiment was supported by strong corporate earnings and the ECB's comments regarding a more accommodative monetary policy stance.

UK equities ended slightly higher over the year under review. Markets started the period on a strong note, but equities plummeted sharply in the fourth quarter of 2018. This was primarily due to risk-off sentiment amid lingering concerns about a possible slowdown in the global economy and uncertainties related to the UK's exit from the EU. The normalisation of monetary policies by global central banks also dampened sentiment. However, markets rebounded strongly in the first two months of 2019. On the policy front, the BoE raised interest rates by a quarter of a percentage point, from 0.5% to 0.75%, the highest level since March 2009. Overall, the health care, utilities and oil & gas sectors outperformed, while telecommunications stocks lagged the broader market. Meanwhile, large and mid-cap stocks outperformed their smaller peers.

US equities rose during the period, as expectations of a truce in US-China trade frictions and strong corporate earnings supported stock prices. However, market returns were weighed down by a sharp decline in the fourth quarter of 2018, amid the longest US government shutdown in history. The shutdown, which started in late December 2018 and continued until late January 2019, hampered overall sentiment. The US Fed increased its benchmark interest rate four times by a total of 1.00%, to range between 2.25% and 2.50%. However, the Fed signalled a possible end to interest rate hikes and suggested a flexible approach to balance sheet reduction. At a sector level, utilities, real estate and health care stocks were among the leading gainers.

Japanese equities declined over the period. Persistent worries about the increasing impact that trade tensions between the US and China would have on global trade and manufacturing weighed on investor sentiment during the period. The Japanese economy recovered in the fourth quarter following the decline in the previous quarter amid natural disasters in the country. The improvement was mainly led by higher capital expenditure and private consumption; however, the outlook remains uncertain. Earnings expectations have moderated, but stock valuations are supportive and the monetary policy remains very accommodative. In terms of style, larger companies performed slightly better than their smaller peers. From a sector perspective, materials, energy, technology and financials were among the biggest decliners, while utilities and consumer services led the gainers.

Pacific ex Japan equities advanced over the period. Most countries in the region delivered positive returns. Australian equities were supported by healthy growth in domestic economic activity. The Hong Kong market ended the period in positive territory. Although investors were unnerved by worries about US-China trade disputes and interest rate increases in the US, expectations that China will intensify stimulus measures to cushion the impact of the trade war helped contain losses. Meanwhile, South Korean equities weakened amid disappointing macroeconomic data, lacklustre earnings and the depreciation of the Korean won against the US dollar. From a sector perspective, materials and utilities outperformed the broader market.

## Market Performance Review

Emerging market equities fell over a period marked by heightened volatility. Concerns over slowing economic growth in China, the largest developing country, unnerved investors to the detriment of risk assets. A strengthening US dollar and the US Fed's decision to raise interest rates also weighed on equities. High interest rates in the developed world increased concerns over capital outflows from developing countries. Turkish markets fell due to a worsening economic environment. Russian markets declined on rising geopolitical tensions with the US. A group of US senators introduced legislation seeking fresh sanctions against Russia in retaliation for meddling in the US elections and in Ukraine.

Fixed income markets posted positive returns over the review period. US Treasuries rallied on the back of the more accommodative stance by US Fed Chairman Jerome Powell. Yields were near eight-month lows as weak oil prices and concerns over the long US government shutdown weighed on investor sentiment. German bonds also posted positive returns as the eurozone economy witnessed a disappointing end to 2018, supported by a combination of slowing inflation and weaker growth amid an increase in global headwinds. UK government bonds (Gilts) followed suit and yields fell. Meanwhile, in credit markets, spreads widened across major regions amid concerns over a slowdown in global growth, stock market volatility, a broader deterioration in risk sentiment and China-US trade tensions.



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

### 1. Accounting policies

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

The MoneyBuilder Growth Fund will cease trading on 26 June 2019. Consequently, the Authorised Corporate Director no longer regards the going concern basis of accounting to be appropriate for this sub-fund and its financial statements have been prepared on a basis other than going concern. No adjustments were required in the financial statements as a result of the decision. The comparative financial information for the sub-fund is prepared on a going concern basis.

- b) Recognition of revenue - Dividends on quoted equities are recognised when the security is quoted ex-dividend. Interest from debt securities are accounted for on an effective yield basis. Effective yield recognises any discount or premium on the purchase of an investment as revenue over its remaining life. For some securities that are valued at significantly distressed levels or where the Authorised Corporate Director expects future cash flows to be uncertain, the discount or premium is not recognised as revenue. Distributions from underlying funds are recognised when the shares/units are quoted ex-distribution. Other revenue is accounted for on an accruals basis. Underwriting commission is recognised when the issue takes place. Special dividends are treated as revenue or capital depending on the facts of each particular case.
- c) Treatment of stock dividends - Where the fund manager has elected to receive a dividend in the form of shares rather than cash, the dividend is treated as revenue but does not form part of the distribution.

Fidelity Asian Dividend Fund, Fidelity Enhanced Income Fund, Fidelity European Fund, Fidelity Global Dividend Fund, Fidelity Global Enhanced Income Fund, Fidelity MoneyBuilder Balanced Fund and Fidelity MoneyBuilder Dividend Fund have elected to receive scrip dividends as redeemable shares and therefore the dividends are treated as being part of the amount available for distribution.

- d) Treatment of expenses:

- All expenses are accounted for on an accruals basis.
- Annual charges - In accordance with the COLL and as agreed with the Depositary, charges and expenses for the fund may be treated as capital charges, which will enhance income returns but may constrain capital growth. Where the management fees are ultimately borne by the capital of an underlying fund, the rebates are credited to capital for the purpose of calculating the distribution.
- Other expenses - All other expenses are chargeable against revenue for distribution purposes other than those relating to purchases and sales of investments which are excluded for the purpose of calculating the distribution.
- Underlying fund charges - The sub-funds may invest in other collective investment schemes, various other charges and expenses may be incurred indirectly by the fund at the level of the underlying funds. Where any fund invests in other collective investment schemes managed by independent fund managers, the ACD will seek to negotiate a high level of rebate of the underlying funds' management charges, so as to minimise the effect of charging at both the fund and underlying fund levels. Where any fund invests in other collective investment schemes managed by the ACD or an associate of the ACD, to avoid a double management charge in respect of the same portfolio, the full amounts of the charges which the ACD and/or any associated company of the ACD receives for managing the investments of the underlying fund, will be credited to the fund, to the extent that such charges are attributable to investment in the underlying funds by the fund. Sterling Core Plus Reduced Duration Bond Fund (the 'feeder fund') has at least 85% permanently invested in Fidelity Institutional Sterling Core Plus Bond Fund (the 'master fund'), a sub-fund of Fidelity Institutional Funds managed by the same ACD. To avoid double charging, the ACD's charges of the master fund are waived by way of rebates to the feeder fund to the extent that such charges are attributable to investment in the master fund.

- e) Allocation of multiple share classes - All charges and expenses which are directly attributable to a particular fund (or class within a fund) will be charged to that fund (or class). Otherwise, if there is more than one class within a fund, charges and expenses which are directly attributable to the fund (but not a particular class) will normally be allocated between the classes within the fund pro rata to the net asset value of the fund attributable to each class. Any charges and expenses not attributable to any one fund will normally be allocated by the ACD to all funds (and their classes) pro rata to the net asset values of the funds (and their classes), although the ACD has the discretion to allocate such charges and expenses in a different manner which it considers fair to shareholders generally.
- f) Distribution policy - The distribution policy of the individual funds is to distribute/accumulate all available revenue after deduction of expenses properly chargeable against revenue. Interest from debt securities has been distributed on an accrual of coupon basis where this exceeds the amount determined on an effective yield basis. Fidelity Enhanced Income Fund, Fidelity Global Dividend Fund, Fidelity MoneyBuilder Balanced Fund and Fidelity MoneyBuilder Dividend Fund distribute a fixed amount during the interim period and distribute the remaining revenue as a final distribution. In accordance with the COLL and as agreed with the Depositary, charges and expenses for the funds may be treated as income or capital for the purpose of the distribution. When expenses are charged to capital it will enhance income returns but may constrain capital growth.
- g) Taxation - Provision is made for corporation tax at the current rate on the excess of taxable revenue over allowable expenses, with relief for overseas tax taken where appropriate. Deferred tax is provided using the liability method on all timing differences arising from the different treatment of items for taxation and accounting purposes. Deferred tax assets are recognised to the extent that they are considered recoverable.

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

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

Fair value market adjustments were applied to investments in Taiwan with the following effect on the fund midday prices as at 28 February 2019:

- Taiwan -1.28% (2018: -0.95%)

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

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

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

For Fidelity MoneyBuilder Income Fund, Fidelity Extra Income Fund, Fidelity Global High Yield Fund, Fidelity Strategic Bond Fund and Fidelity Sterling Core Plus Reduced Duration Bond Fund forward currency contracts have been entered into for revenue protection purposes as part of the investment strategy with the aim of hedging against short term fluctuations in foreign exchange rates for the purpose of limiting the impact on exchange rate movements on the monthly distributions. For all other funds, where forward currency contracts have been entered into to hedge the capital performance of the portfolio against currency exchange rate movements, any subsequent hedge gain or loss is taken to capital. The difference between spot and forward contract rate, when the contract is first acquired, is recognised as revenue within the fund, over the duration of the contract. The reason for this is so that shareholders are not exposed to foreign exchange rate movements in their monthly distribution.

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

As at 28 February 2019 no funds were adjusted.

## Risk management policies of Fidelity Investment Funds and of all sub-funds

### Risk framework

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

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

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

Sterling Core Plus Reduced Duration Bond Fund employs the absolute Value-at-Risk (VaR) approach to measure global risk exposures. The Fund's VaR is limited to 6% of the Net Asset Value of the Fund. The expected level of leverage of the Fund is 400% of the Net Asset Value of the Fund; this is however not a limit and higher levels may occur. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten.

### Risk factors

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

### Market price risk

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

### Foreign currency risk

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

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

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

### Interest rate risk

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

### Liquidity risk

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

## Risk management policies of Fidelity Investment Funds and its sub-funds

### Counterparty risk

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

### Credit risk

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

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

### Fair values of financial assets and financial liabilities

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

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of the shares of US companies. The portfolio is likely to have a bias towards larger and medium-sized companies, although the ACD is not restricted in its choice of company by either size or industry.

The fund uses the S&P 500 Index (NUK) as a point of reference against which the performance of the fund may be assessed. The Variable Share Class (W-VMF) measures its performance relative to the index for the purposes of the Investment Management Charge calculation. The Investment Manager has discretion in investment decisions and will actively select the securities in which the fund invests and the performance index does not influence investment decisions materially. As the fund is actively managed with investment decisions being made at the discretion of the Investment Manager, the actual holdings and fund performance is likely to differ materially from that of any reference index.

Performance and Portfolio Activity

The fund generated positive returns over the period as the resumption of trade talks with China supported sentiment. Positioning in the health care and communication services sectors aided performance.

In health care, I bought shares in Johnson & Johnson on management’s execution capabilities and expectations of sustainable sales growth. I raised the exposure to Merck & Co. on expectations that its restructuring strategy will continue to support sales growth, driven by its key cancer medicine Keytruda. However, the position in Abbott Laboratories was reduced to take advantage of a rise in its stock price. Within information technology, shares in Mastercard were sold as its target price was achieved.

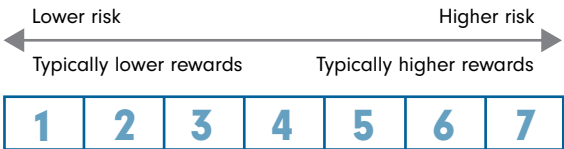
Outlook

Most economic indicators show that the US economy is still expanding, with a supportive political and regulatory environment, but at a slower pace. The US Federal Reserve’s accommodative stance helped investors turn less risk-averse and eased concerns over the US economy.

Sujay Kodlikeri  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
W Accumulation Shares	5
W-VMF Accumulation Shares	5
Y Accumulation Shares	5



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

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

# Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	3,773.05	3,677.44	2,736.10	3,810.14	3,685.87	2,721.94
Return before operating charges*	339.09	158.13	995.34	343.28	159.42	994.19
Operating charges	(66.10)	(62.52)	(54.00)	(36.83)	(35.15)	(30.26)
Return after operating charges*	272.99	95.61	941.34	306.45	124.27	963.93
Distributions	-	-	-	(28.79)	(14.67)	(4.37)
Retained distributions on accumulation shares	-	-	-	28.79	14.67	4.37
Closing net asset value per share	4,046.04	3,773.05	3,677.44	4,116.59	3,810.14	3,685.87
*after direct transaction costs of	0.66	2.51	2.32	0.66	2.51	2.32
<b>Performance</b>						
Return after charges	7.2%	2.6%	34.4%	8.0%	3.4%	35.4%
<b>Other information</b>						
Closing net asset value (£'000)	280,446	298,935	377,405	588,283	583,851	602,098
Closing number of shares	6,931,369	7,922,897	10,262,718	14,290,547	15,323,598	16,335,288
Operating charges	1.67%	1.68%	1.71%	0.92%	0.92%	0.96%
Direct transaction costs	0.02%	0.08%	0.09%	0.02%	0.08%	0.09%
<b>Prices (pence per share)</b>						
Highest share price	4,275.00	3,861.00	3,738.00	4,342.00	3,895.00	3,746.00
Lowest share price	3,525.00	3,530.00	2,722.00	3,562.00	3,541.00	2,708.00

	Y Accumulation Shares			W-VMF Accumulation Shares
	2019	2018	2017	2019 <sup>1</sup>
Change in net assets (pence per share)*				
Opening net asset value per share	274.43	266.07	196.93	100.00
Return before operating charges*	24.60	11.49	71.79	1.97
Operating charges	(3.38)	(3.13)	(2.65)	(0.50)
Return after operating charges*	21.22	8.36	69.14	1.47
Distributions	(1.29)	(0.44)	-	(0.52)
Retained distributions on accumulation shares	1.29	0.44	-	0.52
Closing net asset value per share	295.65	274.43	266.07	101.47
*after direct transaction costs of	0.66	2.51	2.32	0.66
<b>Performance</b>				
Return after charges	7.7%	3.1%	35.1%	1.5%
<b>Other information</b>				
Closing net asset value (£'000)	1,068	9,080	12,180	98
Closing number of shares	361,190	3,308,607	4,577,626	97,079
Operating charges	1.17%	1.17%	1.18%	0.87%
Direct transaction costs	0.02%	0.08%	0.09%	0.02%
<b>Prices (pence per share)</b>				
Highest share price	312.10	280.60	270.40	107.00
Lowest share price	256.50	255.60	195.90	95.38

1. This share class was launched on 16 July 2018.

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		62,554		26,608
Revenue	5	16,783		14,135	
Expenses	6	(10,321)		(11,317)	
Interest payable and similar charges	8	(385)		(73)	
Net revenue/(expense) before taxation		6,077		2,745	
Taxation	7	(1,908)		(1,635)	
Net revenue/(expense) after taxation			4,169		1,110
<b>Total return before distributions</b>			66,723		27,718
Distributions	8		(4,300)		(2,343)
<b>Change in net assets attributable to shareholders from investment activities</b>			62,423		25,375

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			891,866		991,682
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		3,407		3,751	
Amounts payable on cancellation of shares		(91,921)		(131,211)	
			(88,514)		(127,460)
Swing price adjustment			-		6
Change in net assets attributable to shareholders from investment activities (see above)			62,423		25,375
Retained distribution on accumulation shares	8		4,120		2,263
<b>Closing net assets attributable to shareholders</b>			869,895		891,866

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			866,262		893,356
<b>Current assets:</b>					
Debtors	9	5,127		3,918	
Cash and bank balances	10	4,986		581	
Total other assets			10,113		4,499
<b>Total assets</b>			876,375		897,855
<b>Liabilities:</b>					
Investment liabilities			(205)		(471)
Creditors					
Other creditors	11	(6,275)		(5,518)	
Total other liabilities			(6,275)		(5,518)
<b>Total liabilities</b>			(6,480)		(5,989)
<b>Net assets attributable to shareholders</b>			869,895		891,866

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	60,079	25,516
Gains/(losses) on derivative contracts	2,328	312
Other currency gains/(losses)	134	840
Transaction charges	(23)	(46)
Broker fee rebates	36	(14)
Net capital gains/(losses)	<u>62,554</u>	<u>26,608</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	1,528	646
Derivative revenue	505	526
UK dividends	660	488
Overseas dividends	13,888	12,455
Bank interest	202	20
Total revenue	<u>16,783</u>	<u>14,135</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	8,874	9,527
Registrar fees	889	1,168
Service charges	445	467
Foreign exchange administration fees	4	5
	<u>10,212</u>	<u>11,167</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	58	62
Custody fees	16	19
	<u>74</u>	<u>81</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	27	61
	<u>35</u>	<u>69</u>
Total expenses	<u>10,321</u>	<u>11,317</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	1,908	1,635
Total current taxation	<u>1,908</u>	<u>1,635</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>6,077</u>	<u>2,745</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	1,215	549



## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	1,695	2,039
Overseas taxation	1,908	1,635
Revenue not included for tax purposes	(2,910)	(2,588)
	<u>1,908</u>	<u>1,635</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £36,499,000 (2018: £34,804,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	4,114	2,248
<b>Y Accumulation Shares</b>		
Final	5	15
<b>W-VMF Accumulation Shares*</b>		
Final	<u>1</u>	<u>-</u>
	<b>4,120</b>	<b>2,263</b>
Add: Revenue deducted on cancellation of shares	190	85
Deduct: Revenue received on issue of shares	<u>(10)</u>	<u>(5)</u>
Net distributions for the year	<b>4,300</b>	<b>2,343</b>
<b>Interest/other</b>		
Contract for difference finance costs	335	72
Derivative expense	<u>50</u>	<u>1</u>
	<b>385</b>	<b>73</b>
	<u><b>4,685</b></u>	<u><b>2,416</b></u>
Total finance costs		
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	4,169	1,110
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	113	1,226
Equalisation on conversions	<u>18</u>	<u>7</u>
	<b>4,300</b>	<b>2,343</b>

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

The A Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2018: same).

\*This share class was launched on 16 July 2018.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Sales awaiting settlement	3,276	984
Sales of currency awaiting settlement	740	1,861
Accrued revenue	782	818
Overseas tax recoverable	273	255
Amounts receivable for issue of shares	<u>56</u>	<u>-</u>
Total debtors	<u><b>5,127</b></u>	<u><b>3,918</b></u>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	48	422
Cash and bank balances	<u>4,938</u>	<u>159</u>
Total cash and bank balances	<u><b>4,986</b></u>	<u><b>581</b></u>

## Notes to the Financial Statements

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	861	2,179
Purchases awaiting settlement	3,843	629
Purchases of currency awaiting settlement	739	1,869
Accrued expenses	832	841
Total other creditors	<u>6,275</u>	<u>5,518</u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency	£'000	£'000	£'000	£'000
28/02/19				
Canadian Dollar	(172)	-	-	(172)
Euro	-	-	7	7
UK Pound	12,456	48	(711)	11,793
US Dollar	853,773	4,938	(444)	858,267
Total	<u>866,057</u>	<u>4,986</u>	<u>(1,148)</u>	<u>869,895</u>
28/02/18				
Canadian Dollar	(279)	-	-	(279)
Euro	5,160	-	-	5,160
UK Pound	13,099	52	(2,703)	10,448
US Dollar	874,905	529	1,103	876,537
Total	<u>892,885</u>	<u>581</u>	<u>(1,600)</u>	<u>891,866</u>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.98% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

### 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	824,677	70	0.01	6	-
Corporate actions	51,021	-	-	-	-
Derivative	-	8	-	-	-
Total	<u>875,698</u>	<u>78</u>		<u>6</u>	
Total including transaction costs	<u>875,782</u>				

## Notes to the Financial Statements

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	712,149	59	0.01	10	-
Corporate actions	275,549	-	-	-	-
Derivative	-	9	-	-	-
Total	<u>987,698</u>	<u>68</u>		<u>10</u>	
Total including transaction costs	<u>987,620</u>				

Total as a percentage of average net assets\* 0.02 % 0.00 %

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	1,160,753	239	0.02	64	0.01
Corporate actions	296	-	-	-	-
Derivative	-	22	-	-	-
Total	<u>1,161,049</u>	<u>261</u>		<u>64</u>	
Total including transaction costs	<u>1,161,374</u>				

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	1,259,727	366	0.03	28	-
Corporate actions	49,026	-	-	-	-
Derivative	-	11	-	-	-
Total	<u>1,308,753</u>	<u>377</u>		<u>28</u>	
Total including transaction costs	<u>1,308,348</u>				

Total as a percentage of average net assets 0.07 % 0.01 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.02% (2018: 0.02%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	785,498	-	833,788	-
Level 2: Observable market data	77,758	(205)	51,795	(471)
Level 3: Unobservable data*	3,006	-	7,773	-
	<u>866,262</u>	<u>(205)</u>	<u>893,356</u>	<u>(471)</u>

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

## Notes to the Financial Statements

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	7,922,897	49,887	(994,861)	(46,554)	6,931,369
W Accumulation Shares	15,323,598	31,398	(1,263,512)	199,063	14,290,547
Y Accumulation Shares	3,308,607	8,502	(825,758)	(2,130,161)	361,190
W-VMF Accumulation Shares	-	131,058	(33,979)	-	97,079

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £775,000 (2018: £780,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

#### 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	(35)	-	-	-	(35)
UBS	-	1,376	-	-	48	1,424
Total	-	1,341	-	-	48	1,389

#### 28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	(125)	-	-	-	(125)
UBS	-	(345)	-	-	422	77
Total	-	(470)	-	-	422	(48)

### 18 Shareholders' funds

The fund has four share classes; A Accumulation Shares, W Accumulation Shares, Y Accumulation Shares and W-VMF Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

W-VMF Accumulation Shares : 0.65%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	4,046.04	4,325.00	6.89
W Accumulation Shares	4,116.59	4,407.00	7.05
Y Accumulation Shares	295.65	316.39	7.02
W-VMF Accumulation Shares	101.47	108.70	7.13

## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	28.7861	-	28.7861	14.6707
Group 2	12.1518	16.6343	28.7861	14.6707

**Y Accumulation Shares - final distribution No. 10 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.2943	-	1.2943	0.4393
Group 2	0.5931	0.7012	1.2943	0.4393

**W-VMF Accumulation Shares - final distribution No. 1 in pence per share**

Group 1 - Shares purchased on 15 July 2018.^

Group 2 - Shares purchased from 16 July 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19^
Group 1	0.5192	-	0.5192
Group 2	-	0.5192	0.5192

^ This share class was launched on 16 July 2018.

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of the shares of US companies. The portfolio is likely to have a bias towards medium-sized and smaller companies, although the ACD is not restricted in its choice of company by either size or industry.

Performance and Portfolio Activity

The fund generated positive returns over the review period. The holding in Dell Technologies appreciated on its newly announced share exchange programme. Health care holdings Abbott Laboratories and Anthem rose owing to their strong positions. Conversely, shares in pharmaceuticals company Mylan and luxury fashion company Tapestry detracted from performance. I raised the exposure to the materials sector by increasing the holding in Valvoline, while reducing the position in Mosaic. I lowered the allocation to the financials sector by selling the holding in insurance company XL Group and reducing the exposure to Citigroup.

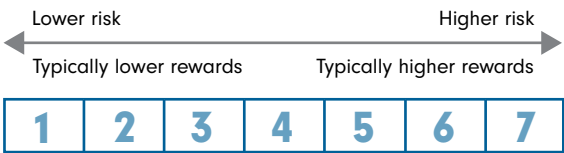
Outlook

Most economic indicators indicate that the US economy is expanding, although at a slower pace. The US Federal Reserve’s accommodative stance has helped investors turn less risk-averse. Rising hopes of a trade resolution between the US and China also lifted sentiment. Corporate earnings are expected to grow in 2019, with some downward revisions from higher growth forecasts.

Angel Agudo  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
W Accumulation Shares	5
Y Accumulation Shares	5



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

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

## Comparative Performance Table

	<b>A Accumulation Shares</b>			<b>W Accumulation Shares</b>		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,538.55	1,606.99	1,205.14	1,456.24	1,509.68	1,123.69
Return before operating charges*	118.92	(42.32)	425.43	113.33	(39.71)	398.45
Operating charges	(26.36)	(26.12)	(23.58)	(13.97)	(13.73)	(12.46)
Return after operating charges*	92.56	(68.44)	401.85	99.36	(53.44)	385.99
Distributions	-	-	(0.11)	(10.94)	(8.59)	(9.96)
Retained distributions on accumulation shares	-	-	0.11	10.94	8.59	9.96
Closing net asset value per share	<b>1,631.11</b>	<b>1,538.55</b>	<b>1,606.99</b>	<b>1,555.60</b>	<b>1,456.24</b>	<b>1,509.68</b>
*after direct transaction costs of	0.22	0.55	0.66	0.22	0.55	0.66
<b>Performance</b>						
Return after charges	6.0%	(4.3%)	33.3%	6.8%	(3.5%)	34.4%
<b>Other information</b>						
Closing net asset value (£'000)	99,962	313,459	341,990	807,739	837,825	1,064,295
Closing number of shares	6,128,468	20,373,690	21,281,321	51,924,678	57,533,375	70,498,103
Operating charges	1.67%	1.67%	1.70%	0.91%	0.92%	0.95%
Direct transaction costs	0.01%	0.04%	0.05%	0.01%	0.04%	0.05%
<b>Prices (pence per share)</b>						
Highest share price	1,750.00	1,641.00	1,613.00	1,666.00	1,541.00	1,515.00
Lowest share price	1,421.00	1,463.00	1,183.00	1,346.00	1,384.00	1,105.00

	<b>Y Accumulation Shares</b>		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	1,493.02	1,551.31	1,157.18
Return before operating charges*	116.12	(40.87)	409.82
Operating charges	(18.23)	(17.42)	(15.69)
Return after operating charges*	97.89	(58.29)	394.13
Distributions	(7.27)	(5.47)	(7.28)
Retained distributions on accumulation shares	7.27	5.47	7.28
Closing net asset value per share	<b>1,590.91</b>	<b>1,493.02</b>	<b>1,551.31</b>
*after direct transaction costs of	0.22	0.55	0.66
<b>Performance</b>			
Return after charges	6.6%	(3.8%)	34.1%
<b>Other information</b>			
Closing net asset value (£'000)	4,181	5,711	4,745
Closing number of shares	262,807	382,494	305,886
Operating charges	1.16%	1.17%	1.17%
Direct transaction costs	0.01%	0.04%	0.05%
<b>Prices (pence per share)</b>			
Highest share price	1,705.00	1,584.00	1,557.00
Lowest share price	1,380.00	1,419.00	1,138.00

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		66,539		(60,292)
Revenue	5	19,096		23,462	
Expenses	6	(10,609)		(14,797)	
Interest payable and similar charges	8	(60)		(266)	
Net revenue/(expense) before taxation		8,427		8,399	
Taxation	7	(2,579)		(3,098)	
Net revenue/(expense) after taxation			5,848		5,301
<b>Total return before distributions</b>			72,387		(54,991)
Distributions	8		(5,903)		(5,606)
<b>Change in net assets attributable to shareholders from investment activities</b>			66,484		(60,597)

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			1,156,995		1,411,030
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		55,740		152,747	
Amounts payable on cancellation of shares		(373,050)		(351,172)	
			(317,310)		(198,425)
Swing price adjustment			15		24
Change in net assets attributable to shareholders from investment activities (see above)			66,484		(60,597)
Retained distribution on accumulation shares	8		5,698		4,963
<b>Closing net assets attributable to shareholders</b>			911,882		1,156,995

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			906,088		1,154,892
<b>Current assets:</b>					
Debtors	9	6,823		2,755	
Cash and bank balances		2,359		2,668	
Total other assets			9,182		5,423
<b>Total assets</b>			915,270		1,160,315
<b>Liabilities:</b>					
Investment liabilities			-		(512)
Creditors					
Other creditors	10	(3,388)		(2,808)	
Total other liabilities			(3,388)		(2,808)
<b>Total liabilities</b>			(3,388)		(3,320)
<b>Net assets attributable to shareholders</b>			911,882		1,156,995



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	67,525	(66,787)
Gains/(losses) on derivative contracts	903	5,371
Other currency gains/(losses)	(1,927)	1,129
Transaction charges	(6)	(10)
Broker fee rebates	44	5
Net capital gains/(losses)	<u>66,539</u>	<u>(60,292)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	373	529
Derivative revenue	1	247
UK dividends	-	772
Overseas dividends	18,688	21,652
Overseas scrip dividends	-	245
Bank interest	34	17
Total revenue	<u>19,096</u>	<u>23,462</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	8,962	12,325
Registrar fees	1,009	1,629
Service charges	504	649
Foreign exchange administration fees	3	4
	<u>10,478</u>	<u>14,607</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	69	72
Custody fees	26	31
	<u>95</u>	<u>103</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	28	79
	<u>36</u>	<u>87</u>
Total expenses	<u>10,609</u>	<u>14,797</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	2,579	3,098
Total current taxation	<u>2,579</u>	<u>3,098</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>8,427</u>	<u>8,399</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	1,685	1,680

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	2,048	2,856
Overseas tax expensed	4	(2)
Overseas taxation	2,579	3,098
Revenue not included for tax purposes	(3,737)	(4,534)
	<u>2,579</u>	<u>3,098</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £20,666,000 (2018: £18,618,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	5,679	4,942
<b>Y Accumulation Shares</b>		
Final	<u>19</u>	<u>21</u>
	<u>5,698</u>	<u>4,963</u>
Add: Revenue deducted on cancellation of shares	411	818
Deduct: Revenue received on issue of shares	<u>(206)</u>	<u>(175)</u>
Net distributions for the year	<u>5,903</u>	<u>5,606</u>
<b>Interest/other</b>		
Interest	1	1
Contract for difference finance costs	<u>59</u>	<u>265</u>
	<u>60</u>	<u>266</u>
	<u>5,963</u>	<u>5,872</u>
Total finance costs		
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	5,848	5,301
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	50	544
Overseas scrip dividends	-	(245)
Equalisation on conversions	<u>5</u>	<u>6</u>
	<u>5,903</u>	<u>5,606</u>

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

The A Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2018: same).

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	-	613
Sales of currency awaiting settlement	1,091	597
Accrued revenue	1,116	1,476
Overseas tax recoverable	52	69
Sales awaiting settlement	<u>4,564</u>	<u>-</u>
Total debtors	<u>6,823</u>	<u>2,755</u>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	-	491
Cash and bank balances	<u>2,359</u>	<u>2,177</u>
Total cash and bank balances	<u>2,359</u>	<u>2,668</u>

## Notes to the Financial Statements

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	1,532	261
Purchases awaiting settlement	-	903
Purchases of currency awaiting settlement	1,092	593
Accrued expenses	764	1,051
Total other creditors	<u>3,388</u>	<u>2,808</u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency	£'000	£'000	£'000	£'000
<b>28/02/19</b>				
Canadian Dollar	28,274	-	-	28,274
Euro	20,970	14	12	20,996
Swedish Krona	3,911	-	-	3,911
Taiwan Dollar	-	22	-	22
UK Pound	-	-	(1,205)	(1,205)
US Dollar	852,933	2,323	4,628	859,884
<b>Total</b>	<b>906,088</b>	<b>2,359</b>	<b>3,435</b>	<b>911,882</b>
<b>28/02/18</b>				
Canadian Dollar	27,443	-	-	27,443
Euro	17,250	1	69	17,320
Swedish Krona	13,500	-	-	13,500
UK Pound	-	-	(1,080)	(1,080)
US Dollar	1,096,187	2,667	958	1,099,812
<b>Total</b>	<b>1,154,380</b>	<b>2,668</b>	<b>(53)</b>	<b>1,156,995</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	280,327	63	0.02	-	-
Corporate actions	10,467	-	-	-	-
Total	290,794	63		-	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	577,575	71	0.01	8	-
Corporate actions	20,559	-	-	-	-
Total	598,134	71		8	

Total including transaction costs

Total as a percentage of average net assets\*

0.01 %

0.00 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	524,420	181	0.03	-	-
Corporate actions	919	-	-	-	-
Total	525,339	181		-	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	624,511	276	0.04	12	-
Corporate actions	4,138	-	-	-	-
Derivative	-	13	-	-	-
Total	628,649	289		12	

Total including transaction costs

Total as a percentage of average net assets

0.04 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.08% (2018: 0.04%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	888,465	-	1,131,482	-
Level 2: Observable market data	17,623	-	23,410	(512)
Level 3: Unobservable data	-	-	-	-
	906,088	-	1,154,892	(512)

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	20,373,690	95,709	(14,271,068)	(69,863)	6,128,468
W Accumulation Shares	57,533,375	3,496,469	(9,180,663)	75,497	51,924,678
Y Accumulation Shares	382,494	48,414	(166,098)	(2,003)	262,807

## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £702,000 (2018: £972,000) are included within accrued expenses in Note 10.

### 17 Counterparty details of financial derivative transactions

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	(512)	-	-	-	491	(21)
Total	-	(512)	-	-	-	491	(21)

### 18 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	1,631.11	1,677.00	2.81
W Accumulation Shares	1,555.60	1,602.00	2.98
Y Accumulation Shares	1,590.91	1,637.00	2.90

## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	10.9376	-	10.9376	8.5890
Group 2	5.8051	5.1325	10.9376	8.5890

**Y Accumulation Shares - final distribution No. 7 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	7.2686	-	7.2686	5.4747
Group 2	4.2555	3.0131	7.2686	5.4747

## Fund Manager's Review

### Investment Objective and Policy

The fund's investment objective is to achieve long term capital growth from a portfolio made up of the shares of companies throughout the Pacific Basin, but excluding Japan. The portfolio is likely to have a bias towards larger companies. However, the ACD is not restricted in the choice of company either by size or industry, or in terms of the geographical split of the portfolio, which is largely determined by the availability of attractive investment opportunities, rather than the outlook for each market.

### Performance and Portfolio Activity

The fund generated negative returns amid uncertainty stemming from the US-China trade dispute and the slowdown in Chinese growth. Investors were disappointed with Brilliance China Automotive Holdings' stake sale deal with its partner BMW Brilliance. Fang Holdings declined after it reported weak results. Subdued smartphone demand weighed on Sunny Optical Technology Group. Encouragingly, the holding in AIA Group rose after it received approvals to expand into new cities in China, which would enhance its footprint.

I bought a new holding in Indian lender Axis Bank as it is a turnaround opportunity. I also purchased a position in Bank of China (Hong Kong) as it benefits from its strong domestic franchise. I sold holdings in Hindalco Industries and Tata Motors.

### Outlook

Asia offers long-term investment opportunities, driven by structural growth drivers and low product and services penetration. Regional equities trade at reasonable valuations and have healthy earnings growth prospects compared to developed markets.

Teera Chanpongsang  
Fund Manager  
28 February 2019

## Risk and Reward Indicator

	SRRI
A Accumulation Shares	6
W Accumulation Shares	6
Y Accumulation Shares	6



1	2	3	4	5	6	7
---	---	---	---	---	---	---

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

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

# Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,368.67	1,110.82	791.96	1,356.76	1,092.92	773.40
Return before operating charges*	(31.79)	279.80	335.76	(31.53)	276.15	328.98
Operating charges	(22.39)	(21.95)	(16.90)	(12.37)	(12.31)	(9.46)
Return after operating charges*	(54.18)	257.85	318.86	(43.90)	263.84	319.52
Distributions	(4.13)	(0.58)	(4.93)	(13.99)	(10.04)	(12.03)
Retained distributions on accumulation shares	4.13	0.58	4.93	13.99	10.04	12.03
Closing net asset value per share	1,314.49	1,368.67	1,110.82	1,312.86	1,356.76	1,092.92
*after direct transaction costs of	0.40	0.77	0.70	0.40	0.77	0.70
<b>Performance</b>						
Return after charges	(4.0%)	23.2%	40.3%	(3.2%)	24.1%	41.3%
<b>Other information</b>						
Closing net asset value (£'000)	924,333	1,036,783	923,244	1,921,004	1,829,732	1,306,609
Closing number of shares	70,318,643	75,751,138	83,113,674	146,322,466	134,860,824	119,552,277
Operating charges	1.69%	1.69%	1.72%	0.94%	0.94%	0.97%
Direct transaction costs	0.03%	0.06%	0.08%	0.03%	0.06%	0.08%
<b>Prices (pence per share)</b>						
Highest share price	1,451.00	1,423.00	1,127.00	1,441.00	1,409.00	1,106.00
Lowest share price	1,175.00	1,107.00	794.90	1,171.00	1,090.00	777.50

	Y Accumulation Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	256.72	207.26	146.99
Return before operating charges*	(5.97)	52.31	62.40
Operating charges	(2.95)	(2.85)	(2.13)
Return after operating charges*	(8.92)	49.46	60.27
Distributions	(2.04)	(1.36)	(1.86)
Retained distributions on accumulation shares	2.04	1.36	1.86
Closing net asset value per share	247.80	256.72	207.26
*after direct transaction costs of	0.40	0.77	0.70
<b>Performance</b>			
Return after charges	(3.5%)	23.9%	41.0%
<b>Other information</b>			
Closing net asset value (£'000)	21,063	15,709	14,117
Closing number of shares	8,499,992	6,118,937	6,811,197
Operating charges	1.19%	1.19%	1.19%
Direct transaction costs	0.03%	0.06%	0.08%
<b>Prices (pence per share)</b>			
Highest share price	272.50	266.70	209.80
Lowest share price	221.20	206.60	147.70



## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(124,829)		521,462
Revenue	5	62,523		51,156	
Expenses	6	(34,074)		(32,864)	
Interest payable and similar charges	8	-		(1)	
Net revenue/(expense) before taxation		28,449		18,291	
Taxation	7	(5,583)		(4,740)	
Net revenue/(expense) after taxation			22,866		13,551
<b>Total return before distributions</b>			(101,963)		535,013
Distributions	8		(22,871)		(13,019)
<b>Change in net assets attributable to shareholders from investment activities</b>			(124,834)		521,994

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			2,882,224		2,243,970
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		247,686		275,028	
Amounts payable on cancellation of shares		(162,229)		(172,823)	
			85,457		102,205
Change in net assets attributable to shareholders from investment activities (see above)			(124,834)		521,994
Retained distribution on accumulation shares	8		23,553		14,055
<b>Closing net assets attributable to shareholders</b>			2,866,400		2,882,224

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			2,854,431		2,860,755
<b>Current assets:</b>					
Debtors	9	9,863		24,811	
Cash and bank balances		7,547		4,146	
Total other assets			17,410		28,957
<b>Total assets</b>			2,871,841		2,889,712
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(5,441)		(7,488)	
Total other liabilities			(5,441)		(7,488)
<b>Total liabilities</b>			(5,441)		(7,488)
<b>Net assets attributable to shareholders</b>			2,866,400		2,882,224

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(124,080)	523,601
Other currency gains/(losses)	(679)	(2,071)
Transaction charges	(105)	(63)
Broker fee rebates	35	(5)
Net capital gains/(losses)	<u>(124,829)</u>	<u>521,462</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	2,571	914
Overseas dividends	59,899	49,435
Overseas scrip dividends	-	776
Bank interest	53	31
Total revenue	<u>62,523</u>	<u>51,156</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	28,712	27,026
Registrar fees	2,857	3,238
Service charges	1,429	1,300
Foreign exchange administration fees	9	11
	<u>33,007</u>	<u>31,575</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	76	66
Custody fees	887	873
	<u>963</u>	<u>939</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	96	342
	<u>104</u>	<u>350</u>
Total expenses	<u>34,074</u>	<u>32,864</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	5,583	4,548
Overseas capital gains tax		192
Total current taxation	<u>5,583</u>	<u>4,740</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>28,449</u>	<u>18,291</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	5,690	3,658

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	6,297	6,076
Overseas tax expensed	(6)	(54)
Overseas taxation	5,583	4,548
Revenue not included for tax purposes	(11,981)	(9,680)
Overseas capital gains tax	-	192
	<u>5,583</u>	<u>4,740</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £60,613,000 (2018: £54,316,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	2,905	436
<b>W Accumulation Shares</b>		
Final	20,475	13,536
<b>Y Accumulation Shares</b>		
Final	<u>173</u>	<u>83</u>
	<b>23,553</b>	<b>14,055</b>
Add: Revenue deducted on cancellation of shares	829	481
Deduct: Revenue received on issue of shares	<u>(1,511)</u>	<u>(1,517)</u>
Net distributions for the year	<b>22,871</b>	<b>13,019</b>
<b>Interest/other</b>		
Interest	<u>-</u>	<u>1</u>
Total finance costs	<u><b>22,871</b></u>	<u><b>13,020</b></u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	22,866	13,551
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	-	(776)
Equalisation on conversions	5	52
Overseas capital gains tax	<u>-</u>	<u>192</u>
	<u><b>22,871</b></u>	<u><b>13,019</b></u>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	1,122	5,048
Sales awaiting settlement	1,496	11,019
Sales of currency awaiting settlement	1,919	3,914
Accrued revenue	<u>5,326</u>	<u>4,830</u>
Total debtors	<u><b>9,863</b></u>	<u><b>24,811</b></u>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	688	706
Purchases of currency awaiting settlement	1,919	3,883
Accrued expenses	<u>2,834</u>	<u>2,899</u>
Total other creditors	<u><b>5,441</b></u>	<u><b>7,488</b></u>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Chinese Yuan Renminbi	75,568	3,707	-	79,275
Hong Kong Dollar	1,018,170	-	-	1,018,170
Indian Rupee	353,493	4	-	353,497
Indonesian Rupiah	102,296	1	-	102,297
Korean Won	381,702	7	4,939	386,648
Malaysian Ringgit	23,880	-	-	23,880
Philippine Peso	37,248	-	-	37,248
Singapore Dollar	86,909	-	-	86,909
Taiwan Dollar	256,725	23	1	256,749
Thai Baht	125,625	-	-	125,625
UK Pound	-	-	(2,824)	(2,824)
US Dollar	392,815	3,805	2,306	398,926
<b>Total</b>	<b>2,854,431</b>	<b>7,547</b>	<b>4,422</b>	<b>2,866,400</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Chinese Yuan Renminbi	102,633	470	-	103,103
Hong Kong Dollar	925,681	-	-	925,681
Indian Rupee	320,366	4	11,019	331,389
Indonesian Rupiah	84,908	1	-	84,909
Korean Won	424,644	7	4,721	429,372
Malaysian Ringgit	21,850	-	-	21,850
Philippine Peso	41,162	-	-	41,162
Singapore Dollar	94,506	-	-	94,506
Taiwan Dollar	296,301	22	-	296,323
Thai Baht	145,851	-	-	145,851
UK Pound	-	-	1,443	1,443
US Dollar	402,853	3,642	140	406,635
<b>Total</b>	<b>2,860,755</b>	<b>4,146</b>	<b>17,323</b>	<b>2,882,224</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 12 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	316,288	253	0.08	240	0.08
Corporate actions	94	-	-	-	-
Total	<u>316,382</u>	<u>253</u>		<u>240</u>	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	153,982	103	0.07	297	0.19
Corporate actions	81	-	-	-	-
Total	<u>154,063</u>	<u>103</u>		<u>297</u>	
Total including transaction costs	<u>153,663</u>				

Total as a percentage of average net assets\*

0.01 %

0.02 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	411,285	627	0.15	139	0.03
Corporate actions	2,614	-	-	-	-
Total	<u>413,899</u>	<u>627</u>		<u>139</u>	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	345,186	347	0.10	504	0.15
Corporate actions	5,082	-	-	-	-
Total	<u>350,268</u>	<u>347</u>		<u>504</u>	
Total including transaction costs	<u>349,417</u>				

Total as a percentage of average net assets

0.04 %

0.02 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.18% (2018: 0.16%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	2,736,716	-	2,737,659	-
Level 2: Observable market data	103,741	-	123,096	-
Level 3: Unobservable data*	13,974	-	-	-
	<u>2,854,431</u>	<u>-</u>	<u>2,860,755</u>	<u>-</u>

## Notes to the Financial Statements

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

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	75,751,138	903,323	(4,914,460)	(1,421,358)	70,318,643
W Accumulation Shares	134,860,824	17,200,202	(7,180,898)	1,442,338	146,322,466
Y Accumulation Shares	6,118,937	3,198,306	(765,622)	(51,629)	8,499,992

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £2,554,000 (2018: £2,550,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	1,314.49	1,343.00	2.17
W Accumulation Shares	1,312.86	1,344.00	2.37
Y Accumulation Shares	247.80	253.50	2.30

## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 36 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.1317	-	4.1317	0.5761
Group 2	-	4.1317	4.1317	0.5761

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	13.9931	-	13.9931	10.0368
Group 2	4.9598	9.0333	13.9931	10.0368

### Y Accumulation Shares - final distribution No. 10 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	2.0362	-	2.0362	1.3642
Group 2	0.9723	1.0639	2.0362	1.3642

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of the securities of companies having their head office or exercising a predominant part of their activity in the Asia Pacific region excluding Japan.

The ACD is not restricted in its choice of companies either by size or industry, or in terms of the geographical split of the portfolio, and will concentrate its investment in a more limited number of companies and therefore the resulting portfolio will be less diversified.

The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits.

Performance and Portfolio Activity

The fund generated positive returns over the period. Insurer AIA Group advanced in anticipation of growth in the value of its new businesses. Robust earnings lifted food seasonings manufacturer Foshan Haitian Flavouring and Food and real estate investment trust Charter Hall Group.

The exposure to liquor and beverage maker Kweichow Moutai was increased for its dominance in China’s high-end liquor market, product mix upgrades and superior brand name. A new position was purchased in laser equipment manufacturer Han’s Laser Technology and Industry Group in light of its healthy long-term growth prospects. I sold holdings in Foshan Haitian Flavouring and Food following strong earlier gains and China Resources Gas amid concerns over its earnings outlook.

Outlook

I remain cautious on the outlook for Asia given an increase in volatility and elevated global risks. I believe companies with understandable business models, above average growth and efficient capital allocation ability should do well in the current market environment.

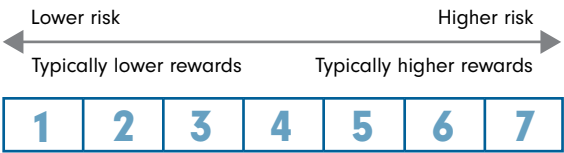
Anthony Srom  
Fund Manager  
28 February 2019

Risk and Reward Indicator

SRRI

W Accumulation Shares

5



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

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



## Comparative Performance Table

### W Accumulation Shares

	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	180.89	156.53	113.52
Return before operating charges*	14.06	26.18	44.55
Operating charges	(1.88)	(1.82)	(1.54)
Return after operating charges*	12.18	24.36	43.03
Distributions	(2.19)	(2.01)	(1.68)
Retained distributions on accumulation shares	2.19	2.01	1.68
Closing net asset value per share	<b>193.07</b>	<b>180.89</b>	<b>156.53</b>
*after direct transaction costs of	0.49	0.49	0.57
<b>Performance</b>			
Return after charges	6.7%	15.6%	37.9%
<b>Other information</b>			
Closing net asset value (£'000)	144,467	72,493	51,864
Closing number of shares	74,825,069	40,075,781	33,132,975
Operating charges	1.02%	1.02%	1.07%
Direct transaction costs	0.27%	0.28%	0.40%
<b>Prices (pence per share)</b>			
Highest share price	197.70	191.90	157.80
Lowest share price	168.20	157.10	114.90

# Fidelity Asia Pacific Opportunities Fund

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		6,628		7,676
Revenue	5	2,276		1,509	
Expenses	6	(983)		(627)	
Net revenue/(expense) before taxation		1,293		882	
Taxation	7	(278)		(172)	
Net revenue/(expense) after taxation			1,015		710
<b>Total return before distributions</b>			<b>7,643</b>		<b>8,386</b>
Distributions	8		(1,019)		(711)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>6,624</b>		<b>7,675</b>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			72,493		51,864
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		78,853		17,176	
Amounts payable on cancellation of shares		(15,248)		(5,029)	
			63,605		12,147
Swing price adjustment			103		3
Change in net assets attributable to shareholders from investment activities (see above)			6,624		7,675
Retained distribution on accumulation shares	8		1,642		804
<b>Closing net assets attributable to shareholders</b>			<b>144,467</b>		<b>72,493</b>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			141,284		70,639
<b>Current assets:</b>					
Debtors	9	3,954		711	
Cash and bank balances		4,757		1,371	
Total other assets			8,711		2,082
<b>Total assets</b>			<b>149,995</b>		<b>72,721</b>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(5,528)		(228)	
Total other liabilities			(5,528)		(228)
<b>Total liabilities</b>			<b>(5,528)</b>		<b>(228)</b>
<b>Net assets attributable to shareholders</b>			<b>144,467</b>		<b>72,493</b>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	6,760	7,875
Other currency gains/(losses)	(80)	(168)
Transaction charges	(57)	(31)
Broker fee rebates	5	-
Net capital gains/(losses)	<u>6,628</u>	<u>7,676</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	129	42
Overseas dividends	1,996	1,372
Overseas property income distributions	86	70
Overseas scrip dividends	40	20
Bank interest	25	5
Total revenue	<u>2,276</u>	<u>1,509</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	761	471
Registrar fees	101	78
Service charges	51	31
Foreign exchange administration fees	16	10
	<u>929</u>	<u>590</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	10	6
Custody fees	32	19
	<u>42</u>	<u>25</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	4	4
	<u>12</u>	<u>12</u>
Total expenses	<u>983</u>	<u>627</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	234	151
Overseas capital gains tax	44	21
Total current taxation	<u>278</u>	<u>172</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>1,293</u>	<u>882</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	259	176

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	151	90
Overseas capital gains tax	44	21
Overseas tax expensed	(3)	(2)
Overseas taxation	234	151
Revenue not included for tax purposes	(407)	(264)
	<u>278</u>	<u>172</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £304,000 (2018: £153,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	1,642	804
Add: Revenue deducted on cancellation of shares	162	41
Deduct: Revenue received on issue of shares	(785)	(134)
Net distributions for the year	<u>1,019</u>	<u>711</u>
<b>Interest/other</b>		
Total finance costs	<u>1,019</u>	<u>711</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	1,015	710
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(40)	(20)
Overseas capital gains tax	44	21
	<u>1,019</u>	<u>711</u>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	665	155
Sales awaiting settlement	256	209
Sales of currency awaiting settlement	2,839	146
Accrued revenue	192	199
Overseas tax recoverable	2	2
Total debtors	<u>3,954</u>	<u>711</u>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Purchases awaiting settlement	1,865	7
Purchases of currency awaiting settlement	2,841	145
Accrued expenses	150	76
Amounts payable for cancellation of shares	672	-
Total other creditors	<u>5,528</u>	<u>228</u>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	8,838	-	81	8,919
Chinese Yuan Renminbi	31,632	414	-	32,046
Euro	2,758	-	-	2,758
Hong Kong Dollar	48,798	-	-	48,798
Indian Rupee	9,600	165	(165)	9,600
Indonesian Rupiah	3,352	-	-	3,352
Korean Won	4,824	7	(31)	4,800
New Zealand Dollar	4,364	-	-	4,364
Philippine Peso	447	-	-	447
Taiwan Dollar	10,170	22	(26)	10,166
UK Pound	-	-	5	5
US Dollar	16,501	4,149	(1,438)	19,212
<b>Total</b>	<b>141,284</b>	<b>4,757</b>	<b>(1,574)</b>	<b>144,467</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	5,560	-	68	5,628
Chinese Yuan Renminbi	13,177	595	-	13,772
Hong Kong Dollar	16,995	-	22	17,017
Indian Rupee	8,372	-	-	8,372
Indonesian Rupiah	4,155	-	-	4,155
Korean Won	4,379	7	319	4,705
New Zealand Dollar	1,123	-	-	1,123
Philippine Peso	265	-	-	265
Taiwan Dollar	9,439	93	-	9,532
UK Pound	-	-	79	79
US Dollar	7,174	676	(5)	7,845
<b>Total</b>	<b>70,639</b>	<b>1,371</b>	<b>483</b>	<b>72,493</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 12 Portfolio transaction costs

28/02/19

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	127,202	68	0.05	70	0.06
Total	127,202	68		70	
Total including transaction costs	127,340				

Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	67,949	42	0.06	90	0.13
Corporate actions	62	-	-	-	-
Total	68,011	42		90	
Total including transaction costs	67,879				

Total as a percentage of average net assets\*

0.11 %

0.16 %

28/02/18

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	54,399	45	0.08	23	0.04
Corporate actions	38	-	-	-	-
Total	54,437	45		23	
Total including transaction costs	54,505				

Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	42,906	42	0.10	66	0.15
Total	42,906	42		66	
Total including transaction costs	42,798				

Total as a percentage of average net assets

0.14 %

0.14 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.17% (2018: 0.17%).

### 13 Basis of valuation

	28/02/19 £'000 Assets	28/02/19 £'000 Liabilities	28/02/18 £'000 Assets	28/02/18 £'000 Liabilities
Level 1: Quoted prices	132,150	-	61,052	-
Level 2: Observable market data	9,134	-	9,587	-
Level 3: Unobservable data	-	-	-	-
	141,284	-	70,639	-

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
W Accumulation Shares	40,075,781	43,180,656	(8,431,368)	74,825,069

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £118,000 (2018: £55,000) are included within accrued expenses in Note 10.

Notes to the Financial Statements

16 Shareholders' funds

The fund has one share class; W Accumulation Shares. The annual management charge is as follows:  
W Accumulation Shares : 0.75%  
The distributions per share class are given in the Distribution Statement.

17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
W Accumulation Shares	193.07	199.40	3.28

## Distribution Statement

for the year ended 28 February 2019

**W Accumulation Shares - final distribution No. 5 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	2.1946	-	2.1946	2.0062
Group 2	0.3827	1.8119	2.1946	2.0062



Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve a combination of income and long term capital growth from a portfolio made up primarily of the securities of companies in the Asia Pacific region, including ordinary shares, preference shares, convertibles and fixed interest securities.

The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits.

The fund uses the MSCI AC Asia Pacific ex Japan High Dividend Yield Index (NUK) as a point of reference against which the performance of the fund may be assessed. The Variable Share Class (W-VMF) measures its performance relative to the index for the purposes of the Investment Management Charge calculation. The Investment Manager has discretion in investment decisions and will actively select the securities in which the fund invests and the performance index does not influence investment decisions materially. As the fund is actively managed with investment decisions being made at the discretion of the Investment Manager, the actual holdings and fund performance is likely to differ materially from that of any reference index.

Performance and Portfolio Activity

The fund generated positive returns over the period. Broadband service provider HKBN, oil and gas giant China Petroleum & Chemical and electronics manufacturer Delta Electronics rose on the back of strong earnings.

I bought a new holding in electronics manufacturer Chicony Electronics for its dominant position in the legacy personal computer peripheral industry. I purchased a new position in Wynn Macau for its strong brand and traction in the lucrative premium mass gaming segment. Meanwhile, I sold the holding in meat and food processing company WH Group on concerns over the outbreak of African swine fever. I also sold the position in Westfield given weakness in the retail sector.

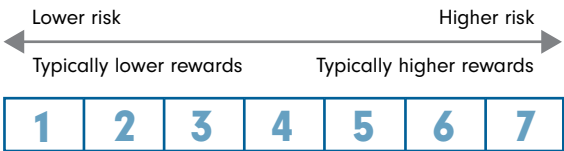
Outlook

Investors are likely to focus on Asia’s long-term structural growth drivers and the execution of structural reform agendas in key economies. I like companies with a sustainable dividend stream that are supported by strong balance sheets and predictable cash flows.

Jochen Breuer  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
A Income Shares	5
W Accumulation Shares	5
W Income Shares	5
W-VMF Income Shares	5



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

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

## Comparative Performance Table

	A Accumulation Shares			A Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	165.72	151.80	109.23	145.56	137.93	102.32
Return before operating charges*	15.21	16.80	44.98	13.23	15.15	41.67
Operating charges	(3.04)	(2.88)	(2.41)	(2.63)	(2.59)	(2.23)
Return after operating charges*	12.17	13.92	42.57	10.60	12.56	39.44
Distributions	(3.51)	(2.71)	(2.05)	(5.54)	(4.93)	(3.83)
Retained distributions on accumulation shares	3.51	2.71	2.05	-	-	-
Closing net asset value per share	177.89	165.72	151.80	150.62	145.56	137.93
*after direct transaction costs of	0.28	0.20	0.54	0.28	0.20	0.54
<b>Performance</b>						
Return after charges	7.3%	9.2%	39.0%	7.3%	9.1%	38.5%
<b>Other information</b>						
Closing net asset value (£'000)	532	156	152	73	58	20
Closing number of shares	298,866	94,023	99,895	48,182	39,973	14,190
Operating charges	1.78%	1.78%	1.81%	1.78%	1.79%	1.80%
Direct transaction costs	0.17%	0.13%	0.40%	0.17%	0.13%	0.40%
<b>Prices (pence per share)</b>						
Highest share price	182.90	170.20	152.30	157.50	151.60	139.20
Lowest share price	158.50	150.90	110.20	139.20	137.10	103.20

	W Accumulation Shares			W Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	171.22	155.67	111.18	150.13	141.19	103.95
Return before operating charges*	15.77	17.29	45.95	13.72	15.56	42.46
Operating charges	(1.83)	(1.74)	(1.46)	(1.58)	(1.56)	(1.34)
Return after operating charges*	13.94	15.55	44.49	12.14	14.00	41.12
Distributions	(4.94)	(4.03)	(3.12)	(5.73)	(5.06)	(3.90)
Retained distributions on accumulation shares	4.94	4.03	3.12	-	-	-
Closing net asset value per share	185.16	171.22	155.67	156.54	150.13	141.19
*after direct transaction costs of	0.28	0.20	0.54	0.28	0.20	0.54
<b>Performance</b>						
Return after charges	8.1%	10.0%	40.0%	8.1%	9.9%	39.6%
<b>Other information</b>						
Closing net asset value (£'000)	14,513	4,602	2,947	7,187	3,679	2,352
Closing number of shares	7,838,322	2,687,892	1,893,296	4,591,350	2,450,335	1,665,871
Operating charges	1.03%	1.04%	1.06%	1.03%	1.04%	1.06%
Direct transaction costs	0.17%	0.13%	0.40%	0.17%	0.13%	0.40%
<b>Prices (pence per share)</b>						
Highest share price	190.30	175.70	156.20	163.70	156.20	142.40
Lowest share price	163.90	154.90	112.30	143.70	140.50	105.00

## Comparative Performance Table

### W-VMF Income Shares

Change in net assets (pence per share)*	2019 <sup>1</sup>
Opening net asset value per share	100.00
Return before operating charges*	6.33
Operating charges	(0.62)
Return after operating charges*	5.71
Distributions	(1.86)
Retained distributions on accumulation shares	-
Closing net asset value per share	103.85
*after direct transaction costs of	0.28
<b>Performance</b>	
Return after charges	5.7%
<b>Other information</b>	
Closing net asset value (£'000)	13
Closing number of shares	12,326
Operating charges	1.02%
Direct transaction costs	0.17%
<b>Prices (pence per share)</b>	
Highest share price	107.70
Lowest share price	96.13

1. This share class was launched on 16 July 2018.

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		748		500
Revenue	5	388		264	
Expenses	6	(118)		(80)	
Interest payable and similar charges	8	(3)		-	
Net revenue/(expense) before taxation		267		184	
Taxation	7	(31)		(21)	
Net revenue/(expense) after taxation			236		163
<b>Total return before distributions</b>			984		663
Distributions	8		(282)		(199)
<b>Change in net assets attributable to shareholders from investment activities</b>			702		464

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			8,495		5,471
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		16,093		3,260	
Amounts payable on cancellation of shares		(3,397)		(811)	
			12,696		2,449
Swing price adjustment			28		-
Change in net assets attributable to shareholders from investment activities (see above)			702		464
Retained distribution on accumulation shares	8		397		111
<b>Closing net assets attributable to shareholders</b>			22,318		8,495

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			20,510		8,161
<b>Current assets:</b>					
Debtors	9	1,330		424	
Cash and bank balances		1,740		315	
Total other assets			3,070		739
<b>Total assets</b>			23,580		8,900
<b>Liabilities:</b>					
Creditors					
Distribution payable		(126)		(52)	
Other creditors	10	(1,136)		(353)	
Total other liabilities			(1,262)		(405)
<b>Total liabilities</b>			(1,262)		(405)
<b>Net assets attributable to shareholders</b>			22,318		8,495

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	586	340
Gains/(losses) on derivative contracts	222	211
Other currency gains/(losses)	(55)	(48)
Transaction charges	(11)	(7)
ACD fee rebate/waiver to capital	6	4
Net capital gains/(losses)	<u>748</u>	<u>500</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Derivative revenue	7	8
ACD fee rebate/waiver to income	9	5
UK dividends	4	7
Overseas dividends	353	235
Overseas property income distributions	7	7
Bank interest	8	2
Total revenue	<u>388</u>	<u>264</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	83	56
Registrar fees	10	8
Service charges	5	4
Foreign exchange administration fees	5	2
	<u>103</u>	<u>70</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	2	-
Custody fees	3	2
	<u>5</u>	<u>2</u>
Other expenses:		
Audit fee	10	8
	<u>10</u>	<u>8</u>
Total expenses	<u>118</u>	<u>80</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	31	21
Total current taxation	<u>31</u>	<u>21</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>267</u>	<u>184</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	<u>53</u>	<u>37</u>

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	17	12
Overseas taxation	31	21
Revenue not included for tax purposes	(71)	(49)
ACD fee waiver to capital	1	-
	<u>31</u>	<u>21</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £40,000 (2018: £23,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	10	3
<b>A Income Shares</b>		
Final	1	1
Interim	1	-
<b>W Accumulation Shares</b>		
Final	387	108
<b>W Income Shares</b>		
Final	125	51
Interim	79	66
<b>W-VMF Income Shares*</b>		
Final	-	-
Interim	-	-
	<u>603</u>	<u>229</u>
Add: Revenue deducted on cancellation of shares	45	12
Deduct: Revenue received on issue of shares	(366)	(42)
Net distributions for the year	<u>282</u>	<u>199</u>
<b>Interest/other</b>		
Contract for difference finance costs	3	-
	<u>285</u>	<u>199</u>
Total finance costs		
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	236	163
<b>Add back (revenue)/expenses transferred to capital:</b>		
Investment management fees	32	24
Service charges	2	2
Audit fee	4	4
Custody fees	1	1
Depository fees	1	-
Foreign exchange administration fees	2	1
Registrar fees	4	4
	<u>282</u>	<u>199</u>

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

\*This share class was launched on 16 July 2018.

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	562	32
Sales awaiting settlement	4	173
Sales of currency awaiting settlement	696	179
Accrued revenue	44	31
ACD fee rebate/waiver recoverable	24	9
<b>Total debtors</b>	<b>1,330</b>	<b>424</b>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	-	1
Purchases awaiting settlement	404	155
Purchases of currency awaiting settlement	695	179
Accrued expenses	37	19
<b>Total other creditors</b>	<b>1,136</b>	<b>354</b>

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency				
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	2,419	-	-	2,419
Hong Kong Dollar	7,306	-	-	7,306
Indian Rupee	1,295	120	(120)	1,295
Indonesian Rupiah	397	-	-	397
Korean Won	1,633	7	38	1,678
Singapore Dollar	2,188	-	6	2,194
Taiwan Dollar	3,159	22	3	3,184
Thai Baht	1,435	-	-	1,435
UK Pound	-	-	10	10
US Dollar	678	1,591	131	2,400
<b>Total</b>	<b>20,510</b>	<b>1,740</b>	<b>68</b>	<b>22,318</b>
28/02/18	£'000	£'000	£'000	£'000
Australian Dollar	1,100	-	6	1,106
Hong Kong Dollar	2,901	-	3	2,904
Indian Rupee	558	-	-	558
Korean Won	983	7	19	1,009
Singapore Dollar	747	-	3	750
Taiwan Dollar	1,140	31	125	1,296
Thai Baht	498	-	48	546
UK Pound	-	1	(52)	(51)
US Dollar	234	276	(133)	377
<b>Total</b>	<b>8,161</b>	<b>315</b>	<b>19</b>	<b>8,495</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

## Distribution Statement

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 0.98%).

#### Other price risk

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

#### Equity derivatives

The fund invests into contracts for difference to gain exposure to the equity markets. A 10% change in the price of the contracts for difference would result in a 0.67% (2018: 0.00%) change in the fund's market value.

### 12 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	14,694	5	0.03	7	0.05
Corporate actions	51	-	-	-	-
Derivative	-	2	-	-	-
Total	14,745	7		7	

Total including transaction costs

14,759

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	3,072	1	0.03	4	0.12
Corporate actions	109	-	-	-	-
Total	3,181	1		4	

Total including transaction costs

3,176

Total as a percentage of average net assets\*

0.07 %

0.10 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	4,635	3	0.06	2	0.05
Total	4,635	3		2	

Total including transaction costs

4,640

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	1,868	1	0.06	2	0.09
Corporate actions	15	-	-	-	-
Derivative	-	1	-	-	-
Total	1,883	2		2	

Total including transaction costs

1,879

Total as a percentage of average net assets

0.08 %

0.05 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.22% (2018: 0.23%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	20,233	-	8,098	-
Level 2: Observable market data	277	-	63	-
Level 3: Unobservable data	-	-	-	-
	20,510	-	8,161	-



## Notes to the Financial Statements

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
A Accumulation Shares	94,023	219,676	(14,833)	298,866
A Income Shares	39,973	8,612	(403)	48,182
W Accumulation Shares	2,687,892	6,262,315	(1,111,885)	7,838,322
W Income Shares	2,450,335	3,132,827	(991,812)	4,591,350
W-VMF Income Shares	-	27,582	(15,256)	12,326

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £21,000 (2018: £8,000) are included within accrued expenses in Note 10.

Amounts rebated from the ACD in respect of ACD fee rebate/waiver are included in Notes 4 and 5, and amounts receivable at the year end are included within ACD fee rebate/waiver recoverable in Note 9.

### 16 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Grand Total £'000
UBS	-	277	-	-	277
Total	-	277	-	-	277

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Grand Total £'000
UBS	-	63	-	-	63
Total	-	63	-	-	63

### 17 Shareholders' funds

The fund has five share classes; A Accumulation Shares, A Income Shares, W Accumulation Shares, W Income Shares and W-VMF Income Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

A Income Shares : 1.50%

W Accumulation Shares : 0.75%

W Income Shares : 0.75%

W-VMF Income Shares : 0.65%

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

### 18 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	177.89	184.80	3.88
A Income Shares	150.62	156.50	3.90
W Accumulation Shares	185.16	192.59	4.01
W Income Shares	156.54	162.90	4.06
W-VMF Income Shares	103.85	108.00	4.00

## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 6 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.5079	-	3.5079	2.7112
Group 2	0.0618	3.4461	3.5079	2.7112

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

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	2.6342	-	2.6342	2.0072
Group 2	0.0643	2.5699	2.6342	2.0072

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

Group 1 - Distribution No. 20 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 21 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 22 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 20 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 21 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 22 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 20	0.9688	-	0.9688	0.9760
Distribution No. 21	0.9674	-	0.9674	0.9760
Distribution No. 22	0.9668	-	0.9668	0.9732
Group 2				
Distribution No. 20	-	0.9688	0.9688	0.9760
Distribution No. 21	-	0.9674	0.9674	0.9760
Distribution No. 22	-	0.9668	0.9668	0.9732

### W Accumulation Shares - final distribution No. 6 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.9400	-	4.9400	4.0257
Group 2	0.5061	4.4339	4.9400	4.0257

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

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	2.7270	-	2.7270	2.0645
Group 2	0.0767	2.6503	2.7270	2.0645

## Distribution Statement

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

Group 1 - Distribution No. 20 Shares purchased on or before 28 February 2018.  
 Group 1 - Distribution No. 21 Shares purchased on or before 31 May 2018.  
 Group 1 - Distribution No. 22 Shares purchased on or before 31 August 2018.  
 Group 2 - Distribution No. 20 Shares purchased from 1 March 2018 to 31 May 2018.  
 Group 2 - Distribution No. 21 Shares purchased from 1 June 2018 to 31 August 2018.  
 Group 2 - Distribution No. 22 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 20	1.0000	-	1.0000	1.0000
Distribution No. 21	1.0000	-	1.0000	1.0000
Distribution No. 22	1.0000	-	1.0000	1.0000
Group 2				
Distribution No. 20	0.1204	0.8796	1.0000	1.0000
Distribution No. 21	-	1.0000	1.0000	1.0000
Distribution No. 22	-	1.0000	1.0000	1.0000

### W-VMF Income Shares - final distribution No. 3 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.  
 Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19^
Group 1	0.9663	-	0.9663
Group 2	0.0163	0.9500	0.9663

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

Group 1 - Distribution No. 1 Shares purchased on 15 July 2018^  
 Group 1 - Distribution No. 2 Shares purchased on or before 31 August 2018.  
 Group 2 - Distribution No. 1 Shares purchased from 16 July 2018 to 31 August 2018.  
 Group 2 - Distribution No. 2 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019
Group 1			
Distribution No. 1	0.6509	-	0.6509
Distribution No. 2	0.2397	-	0.2397
Group 2			
Distribution No. 1	0.2803	0.3706	0.6509
Distribution No. 2	-	0.2397	0.2397

^ This share class was launched on 16 July 2018.

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to maintain capital value whilst producing income. The fund will invest primarily in a diversified range of sterling denominated money market instruments, other short-term investments and transferable securities.

The fund’s investments may include, but are not limited to, certificates of deposit, commercial paper, medium-term notes, floating rate notes and treasury bills. The fund will not hold derivative positions.

Performance and Portfolio Activity

The fund generated positive returns, primarily due to a pick-up in yields as credit risk is kept to a minimum. The weighted average maturity (WAM) position was reduced to 41 days, while we continue to adhere to the fund’s strict credit quality and liquidity criteria. We increased the allocation to Aa2 and Aa3 rated securities at the expense of A1 securities. Additionally, we added exposure to securities with overnight maturity as well as to those that mature between 7 and 30 days, while reducing the position in securities with maturities between 30 and 90 days.

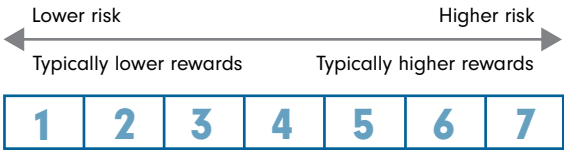
Outlook

The UK economy is stumbling amid uncertainty related to the terms of its exit from the European Union. Consequently, the Bank of England is likely to wait for greater clarity on the deal before making any further changes to its monetary policy.

Tim Foster & Christopher Ellinger  
Fund Managers  
28 February 2019

Risk and Reward Indicator

	SRRI
Y Accumulation Shares	1
Y Income Shares	1



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

- The risk category was calculated using historical performance data.
- The risk category may not be a reliable indication of the future risk profile of the fund, is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- Investment in a Money Market Fund is different from an investment in deposits, in particular, the principal invested in a Money Market Fund may fluctuate and the risk of loss of the principal is to be borne by the investor.
- The fund is not a guaranteed investment. It does not rely on external support for guaranteeing the liquidity of the fund or stabilising the net asset value of shares in the fund.

## Comparative Performance Table

	Y Accumulation Shares			Y Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	100.29	100.08	100.00	100.00	100.00	100.00
Return before operating charges*	0.72	0.36	0.15	0.86	0.41	0.13
Operating charges	(0.15)	(0.15)	(0.05)	(0.15)	(0.15)	(0.05)
Return after operating charges*	0.57	0.21	0.10	0.71	0.26	0.08
Distributions	(0.70)	(0.26)	(0.10)	(0.70)	(0.26)	(0.08)
Retained distributions on accumulation shares	0.56	0.21	0.08	-	-	-
Closing net asset value per share	100.86	100.29	100.08	100.01	100.00	100.00
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	0.7%	0.3%	0.1%	0.7%	0.3%	0.1%
<b>Other information</b>						
Closing net asset value (£'000)	550,935	842,385	635,519	113,655	99,997	119,186
Closing number of shares	546,253,801	839,948,252	634,981,844	113,648,338	99,995,623	119,185,485
Operating charges	0.15%	0.15%	0.15%	0.15%	0.15%	0.15%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	100.90	100.30	100.10	100.10	100.00	100.00
Lowest share price	92.74	100.10	100.00	92.01	100.00	100.00

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		33		1
Revenue	5	5,387		3,090	
Expenses	6	(1,175)		(1,286)	
Interest payable and similar charges	8	-		(3)	
Net revenue/(expense) before taxation		4,212		1,801	
Taxation	7	-		-	
Net revenue/(expense) after taxation			4,212		1,801
<b>Total return before distributions</b>			4,245		1,802
Distributions	8		(4,212)		(1,801)
<b>Change in net assets attributable to shareholders from investment activities</b>			33		1

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			942,382		754,705
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		266,741		359,503	
Amounts payable on cancellation of shares		(547,627)		(173,552)	
			(280,886)		185,951
Change in net assets attributable to shareholders from investment activities (see above)			33		1
Retained distribution on accumulation shares			3,061		1,725
<b>Closing net assets attributable to shareholders</b>			664,590		942,382

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			673,738		983,470
<b>Current assets:</b>					
Debtors	9	11,014		240	
Total other assets			11,014		240
<b>Total assets</b>			684,752		983,710
<b>Liabilities:</b>					
Creditors					
Distribution payable		(134)		(57)	
Other creditors	10	(20,028)		(41,271)	
Total other liabilities			(20,162)		(41,328)
<b>Total liabilities</b>			(20,162)		(41,328)
<b>Net assets attributable to shareholders</b>			664,590		942,382

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	7	-
Other currency gains/(losses)	26	1
Net capital gains/(losses)	<u>33</u>	<u>1</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	5,386	3,089
Bank interest	1	1
Total revenue	<u>5,387</u>	<u>3,090</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,175	1,286
	<u>1,175</u>	<u>1,286</u>
Total expenses*	<u>1,175</u>	<u>1,286</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £6,000 (including VAT) (2018: £6,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>4,212</u>	<u>1,801</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	842	360
Effects of:		
Interest distributions	(842)	(360)
Current tax charge/(credit)	<u>-</u>	<u>-</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Y Accumulation Shares</b>		
Final	3,061	1,725
<b>Y Income Shares</b>		
Final	64	28
Interim	511	185
	<u>3,636</u>	<u>1,938</u>
Add: Revenue deducted on cancellation of shares	1,116	148
Deduct: Revenue received on issue of shares	(540)	(285)
Net distributions for the year	<u>4,212</u>	<u>1,801</u>
<b>Interest/other</b>		
Interest	-	3
	<u>4,212</u>	<u>1,804</u>
Total finance costs		
Details of the distributions per share are set out in the Distribution Statement.		

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	5,762	115
Accrued revenue	258	125
Sales awaiting settlement	4,994	-
	<u>11,014</u>	<u>240</u>
Total debtors		

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	-	1,216
Purchases awaiting settlement	19,952	39,944
Accrued expenses	76	111
	<u>20,028</u>	<u>41,271</u>
Total other creditors		

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
UK Pound	673,738	-	(9,148)	664,590
<b>Total</b>	<b>673,738</b>	<b>-</b>	<b>(9,148)</b>	<b>664,590</b>
28/02/18	£'000	£'000	£'000	£'000
UK Pound	983,470	-	(41,088)	942,382
<b>Total</b>	<b>983,470</b>	<b>-</b>	<b>(41,088)</b>	<b>942,382</b>

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



## Notes to the Financial Statements

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
28/02/19	£'000	£'000	£'000	£'000
UK Pound	89,992	583,746	11,014	684,752
<b>Total</b>	<b>89,992</b>	<b>583,746</b>	<b>11,014</b>	<b>684,752</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
UK Pound	125,000	858,470	240	983,710
<b>Total</b>	<b>125,000</b>	<b>858,470</b>	<b>240</b>	<b>983,710</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
28/02/19	£'000	£'000	£'000	£'000
UK Pound	-	-	684,752	684,752
<b>Total</b>	<b>-</b>	<b>-</b>	<b>684,752</b>	<b>684,752</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
UK Pound	-	-	983,710	983,710
<b>Total</b>	<b>-</b>	<b>-</b>	<b>983,710</b>	<b>983,710</b>

^ Includes £664,590,000 in respect of the fund's liability to redeem all shares (2018: £942,382,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2018: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 0.09% fall or rise in the fund's market value (2018: 0.00%).

#### Other price risk

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

## 12 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	24,526,640	-	-	-	-
Total	24,526,640	-		-	
Total including transaction costs	24,526,640				
Analysis of total sales costs	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	24,839,873	-	-	-	-
Total	24,839,873	-		-	
Total including transaction costs	24,839,873				
Total as a percentage of average net assets*		0.00 %		0.00 %	

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	<u>31,377,167</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>31,377,167</u>	<u>-</u>		<u>-</u>	
Total including transaction costs	<u>31,377,167</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	<u>31,158,761</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>31,158,761</u>	<u>-</u>		<u>-</u>	
Total including transaction costs	<u>31,158,761</u>				

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.00% (2018: 0.00%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	79,667	-	943,470	-
Level 2: Observable market data	594,071	-	40,000	-
Level 3: Unobservable data	-	-	-	-
	<u>673,738</u>	<u>-</u>	<u>983,470</u>	<u>-</u>

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
Y Accumulation Shares	839,948,252	225,267,756	(518,962,207)	546,253,801
Y Income Shares	99,995,623	40,815,435	(27,162,720)	113,648,338

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £76,000 (2018: £111,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

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

Y Accumulation Shares : 0.15%

Y Income Shares : 0.15%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
Y Accumulation Shares	100.86	101.03	0.17
Y Income Shares	100.01	100.06	0.05

## Distribution Statement

for the year ended 28 February 2019

**Y Accumulation Shares - final distribution No. 3 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	0.5604	-	0.5604	0.2054
Group 2	0.3120	0.2484	0.5604	0.2054

**Y Income Shares - final distribution No. 29 in pence per share**

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 30/04/19	Amount distributed 30/04/18
Group 1	0.0563	-	0.0563	0.0278
Group 2	0.0165	0.0398	0.0563	0.0278

**Y Income Shares - interim distributions in pence per share**

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 18	0.0324	-	0.0324	0.0147
Distribution No. 19	0.0331	-	0.0331	0.0142
Distribution No. 20	0.0368	-	0.0368	0.0137
Distribution No. 21	0.0377	-	0.0377	0.0124
Distribution No. 22	0.0379	-	0.0379	0.0122
Distribution No. 23	0.0439	-	0.0439	0.0113
Distribution No. 24	0.0501	-	0.0501	0.0105
Distribution No. 25	0.0549	-	0.0549	0.0103
Distribution No. 26	0.0547	-	0.0547	0.0213
Distribution No. 27	0.0586	-	0.0586	0.0273
Distribution No. 28	0.0608	-	0.0608	0.0294
Group 2				
Distribution No. 18	0.0142	0.0182	0.0324	0.0147
Distribution No. 19	0.0185	0.0146	0.0331	0.0142
Distribution No. 20	0.0235	0.0133	0.0368	0.0137
Distribution No. 21	0.0173	0.0204	0.0377	0.0124
Distribution No. 22	0.0165	0.0214	0.0379	0.0122
Distribution No. 23	0.0196	0.0243	0.0439	0.0113
Distribution No. 24	0.0228	0.0273	0.0501	0.0105
Distribution No. 25	0.0265	0.0284	0.0549	0.0103
Distribution No. 26	0.0226	0.0321	0.0547	0.0213
Distribution No. 27	0.0228	0.0358	0.0586	0.0273
Distribution No. 28	0.0320	0.0288	0.0608	0.0294

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of Chinese companies which are involved in the development, manufacture or sale of goods or services to consumers.

The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. The fund can use derivatives for the purpose of efficient portfolio management with the aim of risk or cost reduction or to generate additional capital or income in line with the fund’s risk profile.

Performance and Portfolio Activity

The fund generated negative returns over the period. A discouraging backdrop for gaming approvals in China hurt the holding in NetEase. Intensifying competitive pressures held back the position in Fang Holdings. Encouragingly, insurer AIA Group contributed to returns after it received licenses to expand its geographical footprint in China.

The position in China Pacific Insurance was sold in favour of increasing the exposure to China Life Insurance. Its new management team is focusing on profitable business growth. I bought a new position in China Resources Beer Holdings given its focus on product premiumisation. The exposure to Yum China was reduced amid concerns over the operational turnaround of Pizza Hut.

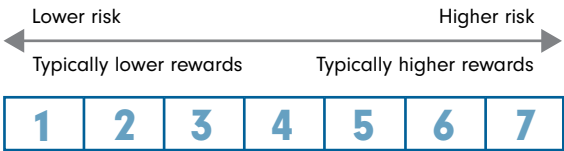
Outlook

From a longer term perspective, Chinese consumption-led opportunities are likely to benefit from ongoing structural shifts that will play out over the next few years. I favour companies with a high return profile and growth execution capability.

Hyomi Jie  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	6
W Accumulation Shares	6
Y Accumulation Shares	6



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

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

## Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	248.34	193.71	138.58	284.51	220.26	156.40
Return before operating charges*	(2.86)	58.68	58.22	(3.26)	66.94	65.92
Operating charges	(4.09)	(4.05)	(3.09)	(2.62)	(2.69)	(2.06)
Return after operating charges*	(6.95)	54.63	55.13	(5.88)	64.25	63.86
Distributions	-	-	(0.12)	(1.23)	(1.26)	(1.59)
Retained distributions on accumulation shares	-	-	0.12	1.23	1.26	1.59
Closing net asset value per share	<b>241.39</b>	<b>248.34</b>	<b>193.71</b>	<b>278.63</b>	<b>284.51</b>	<b>220.26</b>
*after direct transaction costs of	0.26	0.79	0.26	0.26	0.79	0.26
<b>Performance</b>						
Return after charges	(2.8%)	28.2%	39.8%	(2.1%)	29.2%	40.8%
<b>Other information</b>						
Closing net asset value (£'000)	3,985	4,194	2,726	126,642	90,447	26,099
Closing number of shares	1,650,892	1,688,814	1,407,381	45,452,422	31,790,387	11,849,267
Operating charges	1.72%	1.76%	1.83%	0.97%	1.01%	1.07%
Direct transaction costs	0.10%	0.31%	0.14%	0.10%	0.31%	0.14%
<b>Prices (pence per share)</b>						
Highest share price	268.90	259.20	200.50	308.70	296.80	227.30
Lowest share price	203.80	194.30	139.30	234.60	221.10	157.20

	Y Accumulation Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	257.11	199.51	141.97
Return before operating charges*	(2.93)	60.54	59.79
Operating charges	(3.02)	(2.94)	(2.25)
Return after operating charges*	(5.95)	57.60	57.54
Distributions	(0.45)	(0.62)	(1.06)
Retained distributions on accumulation shares	0.45	0.62	1.06
Closing net asset value per share	<b>251.16</b>	<b>257.11</b>	<b>199.51</b>
*after direct transaction costs of	0.26	0.79	0.26
<b>Performance</b>			
Return after charges	(2.3%)	28.9%	40.5%
<b>Other information</b>			
Closing net asset value (£'000)	5,492	6,654	4,985
Closing number of shares	2,186,834	2,588,145	2,498,820
Operating charges	1.22%	1.26%	1.29%
Direct transaction costs	0.10%	0.31%	0.14%
<b>Prices (pence per share)</b>			
Highest share price	278.80	268.30	206.10
Lowest share price	211.70	200.20	142.70

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(1,591)		11,915
Revenue	5	1,658		701	
Expenses	6	<u>(1,148)</u>		<u>(519)</u>	
Net revenue/(expense) before taxation		510		182	
Taxation	7	<u>(133)</u>		<u>(44)</u>	
Net revenue/(expense) after taxation			<u>377</u>		<u>138</u>
<b>Total return before distributions</b>			<u>(1,214)</u>		<u>12,053</u>
Distributions	8		<u>(389)</u>		<u>(149)</u>
<b>Change in net assets attributable to shareholders from investment activities</b>			<u><u>(1,603)</u></u>		<u><u>11,904</u></u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			101,295		33,811
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		45,863		59,293	
Amounts payable on cancellation of shares		<u>(10,062)</u>		<u>(4,193)</u>	
			35,801		55,100
Swing price adjustment			57		62
Change in net assets attributable to shareholders from investment activities (see above)			(1,603)		11,904
Retained distribution on accumulation shares	8		<u>569</u>		<u>418</u>
<b>Closing net assets attributable to shareholders</b>			<u><u>136,119</u></u>		<u><u>101,295</u></u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			127,963		97,740
<b>Current assets:</b>					
Debtors	9	311		1,016	
Cash and bank balances		<u>8,234</u>		<u>3,657</u>	
Total other assets			<u>8,545</u>		<u>4,673</u>
<b>Total assets</b>			<u><u>136,508</u></u>		<u><u>102,413</u></u>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	<u>(389)</u>		<u>(1,118)</u>	
Total other liabilities			<u>(389)</u>		<u>(1,118)</u>
<b>Total liabilities</b>			<u><u>(389)</u></u>		<u><u>(1,118)</u></u>
<b>Net assets attributable to shareholders</b>			<u><u>136,119</u></u>		<u><u>101,295</u></u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(1,505)	11,961
Other currency gains/(losses)	(66)	(23)
Transaction charges	(23)	(23)
Broker fee rebates	3	-
Net capital gains/(losses)	<u>(1,591)</u>	<u>11,915</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	22	20
Overseas dividends	1,635	681
Bank interest	1	-
Total revenue	<u>1,658</u>	<u>701</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	915	407
Registrar fees	116	59
Service charges	58	25
Foreign exchange administration fees	20	8
	<u>1,109</u>	<u>499</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	12	4
Custody fees	14	5
	<u>26</u>	<u>9</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	5	3
	<u>13</u>	<u>11</u>
Total expenses	<u>1,148</u>	<u>519</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	133	44
Total current taxation	<u>133</u>	<u>44</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>510</u>	<u>182</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	<u>102</u>	<u>36</u>

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	225	100
Overseas taxation	133	44
Revenue not included for tax purposes	(327)	(136)
	<u>133</u>	<u>44</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £513,000 (2018: £288,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	559	402
<b>Y Accumulation Shares</b>		
Final	<u>10</u>	<u>16</u>
	<b>569</b>	<b>418</b>
Add: Revenue deducted on cancellation of shares	31	16
Deduct: Revenue received on issue of shares	<u>(211)</u>	<u>(285)</u>
Net distributions for the year	<b>389</b>	<b>149</b>
	<u><b>389</b></u>	<u><b>149</b></u>
Total finance costs		
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	377	138
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	11	9
Equalisation on conversions	<u>1</u>	<u>2</u>
	<b>389</b>	<b>149</b>
	<u><b>389</b></u>	<u><b>149</b></u>

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

The A Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2018: same).

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	137	255
Sales awaiting settlement	136	359
Sales of currency awaiting settlement	28	377
Accrued revenue	<u>10</u>	<u>25</u>
Total debtors	<b>311</b>	<b>1,016</b>
	<u><b>311</b></u>	<u><b>1,016</b></u>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	15	66
Purchases awaiting settlement	206	590
Purchases of currency awaiting settlement	28	376
Accrued expenses	<u>140</u>	<u>86</u>
Total other creditors	<b>389</b>	<b>1,118</b>
	<u><b>389</b></u>	<u><b>1,118</b></u>



## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
Currency	Investments	Cash balances	Debtors/(Creditors)	
28/02/19	£'000	£'000	£'000	£'000
Chinese Yuan Renminbi	13,110	103	-	13,213
Hong Kong Dollar	75,769	7,896	(58)	83,607
Korean Won	2,763	7	9	2,779
Taiwan Dollar	2,409	22	-	2,431
UK Pound	-	-	(31)	(31)
US Dollar	33,912	206	2	34,120
<b>Total</b>	<b>127,963</b>	<b>8,234</b>	<b>(78)</b>	<b>136,119</b>
28/02/18	£'000	£'000	£'000	£'000
Chinese Yuan Renminbi	7,565	329	-	7,894
Hong Kong Dollar	56,233	3,247	(41)	59,439
Korean Won	687	7	1	695
Taiwan Dollar	2,124	69	-	2,193
UK Pound	-	-	(80)	(80)
US Dollar	31,131	5	18	31,154
<b>Total</b>	<b>97,740</b>	<b>3,657</b>	<b>(102)</b>	<b>101,295</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

### 12 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	68,109	30	0.04	41	0.06
Total	68,109	30		41	
Total including transaction costs	68,180				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	36,318	11	0.03	30	0.08
Corporate actions	1	-	-	-	-
Total	36,319	11		30	
Total including transaction costs	36,278				
Total as a percentage of average net assets*		0.04 %		0.06 %	

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	87,481	43	0.05	52	0.06
Total	87,481	43		52	
Total including transaction costs	87,576				
Analysis of total sales costs	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	34,638	23	0.07	33	0.09
Corporate actions	158	-	-	-	-
Total	34,796	23		33	
Total including transaction costs	34,740				

Total as a percentage of average net assets

0.14 %

0.17 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.12% (2018: 0.13%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	125,438	-	97,628	-
Level 2: Observable market data	1,179	-	-	-
Level 3: Unobservable data*	1,346	-	112	-
	127,963	-	97,740	-

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

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	1,688,814	443,606	(431,059)	(50,469)	1,650,892
W Accumulation Shares	31,790,387	16,367,857	(2,749,785)	43,963	45,452,422
Y Accumulation Shares	2,588,145	230,801	(632,112)	-	2,186,834

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £119,000 (2018: £65,000) are included within accrued expenses in Note 10.

## Notes to the Financial Statements

### 16 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	241.39	250.50	3.77
W Accumulation Shares	278.63	289.60	3.94
Y Accumulation Shares	251.16	260.89	3.87

## Distribution Statement

for the year ended 28 February 2019

**W Accumulation Shares - final distribution No. 5 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.2290	-	1.2290	1.2648
Group 2	-	1.2290	1.2290	1.2648

**Y Accumulation Shares - final distribution No. 8 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	0.4547	-	0.4547	0.6180
Group 2	-	0.4547	0.4547	0.6180

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth through investing principally in securities of companies having their head office or exercising a predominant part of their activity in less developed countries of Asia that are considered as emerging markets according to the MSCI Emerging Markets Asia Index.

The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

Performance and Portfolio Activity

The fund generated negative returns over the period. News flow surrounding the US-China trade war and worries over rising interest rates in the US weighed on investor sentiment. I purchased a new position in Hong Kong-based insurer AIA Group as it is a long-term beneficiary of growth in Asia’s underpenetrated insurance markets. I also bought shares in Indian conglomerate Reliance Industries given its long period of growth. I have an optimistic view on its digital services and mobility business Jio. Meanwhile, online discount retailer Vipshop Holdings’ earnings were negatively impacted due to the weak macroeconomic environment; the position was sold. I also sold the holding in Taiwan’s Fubon Financial for better opportunities elsewhere.

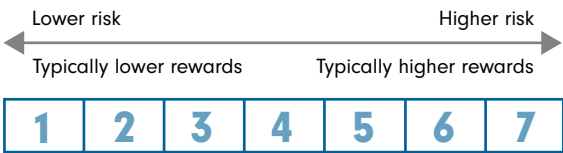
Outlook

I remain positive on the long-term prospects of Emerging Asia Fund. The region is a beneficiary of favourable demographics and the government’s focus on economic growth. Given the downcycle in 2018, I see several new investment opportunities at attractive valuations.

Dhananjay Phadnis  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	6
W Accumulation Shares	6
Y Accumulation Shares	6



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

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

# Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	190.17	158.06	115.78	150.20	123.92	90.12
Return before operating charges*	(3.05)	35.25	44.92	(2.41)	27.71	35.06
Operating charges	(3.22)	(3.14)	(2.64)	(1.46)	(1.43)	(1.26)
Return after operating charges*	(6.27)	32.11	42.28	(3.87)	26.28	33.80
Distributions	-	-	-	(1.05)	(0.78)	(0.70)
Retained distributions on accumulation shares	-	-	-	1.05	0.78	0.70
Closing net asset value per share	<b>183.90</b>	<b>190.17</b>	<b>158.06</b>	<b>146.33</b>	<b>150.20</b>	<b>123.92</b>
*after direct transaction costs of	0.25	0.29	0.38	0.25	0.29	0.38
<b>Performance</b>						
Return after charges	(3.3%)	20.3%	36.5%	(2.6%)	21.2%	37.5%
<b>Other information</b>						
Closing net asset value (£'000)	2,345	2,423	2,067	62,997	80,353	64,114
Closing number of shares	1,275,276	1,274,025	1,307,563	43,050,654	53,498,365	51,738,176
Operating charges	1.75%	1.74%	1.84%	1.00%	0.98%	1.10%
Direct transaction costs	0.17%	0.19%	0.31%	0.17%	0.19%	0.31%
<b>Prices (pence per share)</b>						
Highest share price	199.80	196.80	161.30	158.20	155.30	126.10
Lowest share price	163.50	158.90	116.00	129.80	124.70	90.43

	Y Accumulation Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	197.02	162.91	118.69
Return before operating charges*	(3.16)	36.39	46.17
Operating charges	(2.38)	(2.28)	(1.95)
Return after operating charges*	(5.54)	34.11	44.22
Distributions	(0.90)	(0.61)	(0.60)
Retained distributions on accumulation shares	0.90	0.61	0.60
Closing net asset value per share	<b>191.48</b>	<b>197.02</b>	<b>162.91</b>
*after direct transaction costs of	0.25	0.29	0.38
<b>Performance</b>			
Return after charges	(2.8%)	20.9%	37.3%
<b>Other information</b>			
Closing net asset value (£'000)	17,321	14,951	14,102
Closing number of shares	9,045,963	7,588,667	8,656,392
Operating charges	1.25%	1.24%	1.32%
Direct transaction costs	0.17%	0.19%	0.31%
<b>Prices (pence per share)</b>			
Highest share price	207.30	203.80	165.90
Lowest share price	170.00	163.90	119.00

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(3,558)		15,755
Revenue	5	1,935		1,507	
Expenses	6	(977)		(899)	
Interest payable and similar charges	8	-		(2)	
Net revenue/(expense) before taxation		<u>958</u>		<u>606</u>	
Taxation	7	<u>(243)</u>		<u>(203)</u>	
Net revenue/(expense) after taxation			<u>715</u>		<u>403</u>
<b>Total return before distributions</b>			<u>(2,843)</u>		<u>16,158</u>
Distributions	8		<u>(672)</u>		<u>(410)</u>
<b>Change in net assets attributable to shareholders from investment activities</b>			<u><u>(3,515)</u></u>		<u><u>15,748</u></u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			97,727		80,283
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		40,665		25,808	
Amounts payable on cancellation of shares		<u>(52,852)</u>		<u>(24,586)</u>	
			(12,187)		1,222
Swing price adjustment			107		9
Change in net assets attributable to shareholders from investment activities (see above)			(3,515)		15,748
Retained distribution on accumulation shares	8		<u>531</u>		<u>465</u>
<b>Closing net assets attributable to shareholders</b>			<u><u>82,663</u></u>		<u><u>97,727</u></u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			78,451		93,548
<b>Current assets:</b>					
Debtors	9	1,916		1,320	
Cash and bank balances		<u>4,511</u>		<u>3,371</u>	
Total other assets			<u>6,427</u>		<u>4,691</u>
<b>Total assets</b>			<u><u>84,878</u></u>		<u><u>98,239</u></u>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	<u>(2,215)</u>		<u>(512)</u>	
Total other liabilities			<u>(2,215)</u>		<u>(512)</u>
<b>Total liabilities</b>			<u><u>(2,215)</u></u>		<u><u>(512)</u></u>
<b>Net assets attributable to shareholders</b>			<u><u>82,663</u></u>		<u><u>97,727</u></u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(4,006)	15,841
Other currency gains/(losses)	475	(57)
Transaction charges	(32)	(29)
Broker fee rebates	5	-
Net capital gains/(losses)	<u>(3,558)</u>	<u>15,755</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	52	33
Overseas dividends	1,794	1,458
Overseas scrip dividends	49	4
Bank interest	40	12
Total revenue	<u>1,935</u>	<u>1,507</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	771	701
Registrar fees	95	104
Service charges	47	43
Foreign exchange administration fees	9	(1)
	<u>922</u>	<u>847</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	8	8
Custody fees	34	30
	<u>42</u>	<u>38</u>
Other expenses:		
Audit fee	9	9
Other operating expenses	4	5
	<u>13</u>	<u>14</u>
Total expenses	<u>977</u>	<u>899</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	239	196
Overseas capital gains tax	4	7
Total current taxation	<u>243</u>	<u>203</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>958</u>	<u>606</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	<u>192</u>	<u>121</u>



## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	178	158
Overseas capital gains tax	4	7
Overseas tax expensed	-	(2)
Overseas taxation	239	196
Revenue not included for tax purposes	(370)	(277)
	<u>243</u>	<u>203</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £561,000 (2018: £383,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	450	418
<b>Y Accumulation Shares</b>		
Final	<u>81</u>	<u>47</u>
	<u>531</u>	<u>465</u>
Add: Revenue deducted on cancellation of shares	374	48
Deduct: Revenue received on issue of shares	<u>(233)</u>	<u>(103)</u>
Net distributions for the year	<u>672</u>	<u>410</u>
<b>Interest/other</b>		
Interest	<u>-</u>	<u>2</u>
Total finance costs	<u>672</u>	<u>412</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	715	403
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	1	4
Overseas scrip dividends	(49)	(4)
Equalisation on conversions	1	-
Overseas capital gains tax	<u>4</u>	<u>7</u>
	<u>672</u>	<u>410</u>

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

The A Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2018: same).

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	111	403
Sales awaiting settlement	618	344
Sales of currency awaiting settlement	979	363
Accrued revenue	<u>208</u>	<u>210</u>
Total debtors	<u>1,916</u>	<u>1,320</u>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	322	1
Purchases awaiting settlement	814	50
Purchases of currency awaiting settlement	980	361
Accrued expenses	<u>99</u>	<u>100</u>
Total other creditors	<u>2,215</u>	<u>512</u>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Chinese Yuan Renminbi	3,773	668	-	4,441
Hong Kong Dollar	25,771	-	-	25,771
Indian Rupee	10,418	-	-	10,418
Indonesian Rupiah	2,747	-	-	2,747
Korean Won	11,247	7	(88)	11,166
Malaysian Ringgit	1,361	-	-	1,361
Philippine Peso	1,802	-	9	1,811
Singapore Dollar	1,552	2	9	1,563
Sri Lankan Rupee	506	-	6	512
Taiwan Dollar	6,827	22	29	6,878
Thai Baht	2,269	-	-	2,269
UK Pound	-	(1)	(49)	(50)
US Dollar	8,955	3,732	(220)	12,467
Vietnamese Dong	1,223	81	5	1,309
<b>Total</b>	<b>78,451</b>	<b>4,511</b>	<b>(299)</b>	<b>82,663</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Chinese Yuan Renminbi	3,335	354	-	3,689
Hong Kong Dollar	26,023	-	-	26,023
Indian Rupee	11,719	-	3	11,722
Indonesian Rupiah	3,630	-	17	3,647
Korean Won	13,611	3	214	13,828
Malaysian Ringgit	2,392	-	-	2,392
Philippine Peso	3,585	-	82	3,667
Singapore Dollar	1,835	-	11	1,846
Sri Lankan Rupee	520	-	6	526
Taiwan Dollar	8,863	67	-	8,930
Thai Baht	3,199	-	209	3,408
UK Pound	-	-	302	302
US Dollar	14,264	2,926	(36)	17,154
Vietnamese Dong	572	21	-	593
<b>Total</b>	<b>93,548</b>	<b>3,371</b>	<b>808</b>	<b>97,727</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 12 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	40,473	24	0.06	23	0.06
Corporate actions	7	-	-	-	-
Total	40,480	24		23	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	51,652	28	0.05	81	0.16
Corporate actions	28	-	-	-	-
Total	51,680	28		81	
Total including transaction costs	51,571				

Total as a percentage of average net assets\*

0.06 %

0.11 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	42,227	46	0.11	23	0.05
Corporate actions	143	-	-	-	-
Total	42,370	46		23	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	41,130	37	0.09	61	0.15
Corporate actions	11	-	-	-	-
Total	41,141	37		61	
Total including transaction costs	41,043				

Total as a percentage of average net assets

0.10 %

0.10 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.24% (2018: 0.23%).

### 13 Basis of valuation

	28/02/19 £'000 Assets	28/02/19 £'000 Liabilities	28/02/18 £'000 Assets	28/02/18 £'000 Liabilities
Level 1: Quoted prices	76,479	-	91,342	-
Level 2: Observable market data	1,972	-	2,206	-
Level 3: Unobservable data	-	-	-	-
	78,451	-	93,548	-

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	1,274,025	294,135	(263,546)	(29,338)	1,275,276
W Accumulation Shares	53,498,365	23,569,422	(34,202,006)	184,873	43,050,654
Y Accumulation Shares	7,588,667	2,955,159	(1,384,941)	(112,922)	9,045,963

## Notes to the Financial Statements

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £74,000 (2018: £75,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	183.90	187.90	2.18
W Accumulation Shares	146.33	149.80	2.37
Y Accumulation Shares	191.48	195.90	2.31

## Distribution Statement

for the year ended 28 February 2019

**W Accumulation Shares - final distribution No. 5 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.0451	-	1.0451	0.7805
Group 2	0.1659	0.8792	1.0451	0.7805

**Y Accumulation Shares - final distribution No. 8 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	0.8950	-	0.8950	0.6136
Group 2	0.2824	0.6126	0.8950	0.6136

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth through a portfolio primarily in securities of companies having their head office or exercising a predominant part of their activity in less developed countries of Central, Eastern and Southern Europe (including Russia), Middle East and Africa including those that are considered as emerging markets according to the MSCI EM Europe, Middle East and Africa Index.

The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

Performance and Portfolio Activity

The fund generated negative returns over the period as Russian equities were negatively impacted by geopolitical tensions with the US. From a sector perspective, the positioning in energy weighed on performance.

We bought a holding in Lukoil given its attractive dividend yield. The company has prudent capital discipline as its management’s interests are aligned with the interests of minority shareholders. We also added exposure to Emirates NBD due to its strong market position in the UAE and attractive valuation. However, positions in Türkiye Halk Bankası and Türkiye Garanti Bankası were sold in light of the particularly challenging macroeconomic environment in Turkey.

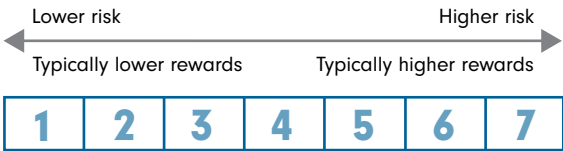
Outlook

Equities in the emerging Europe Middle East and Africa (EMEA) region may be negatively impacted by geopolitical tensions and periods of US dollar strength. We believe that businesses that can maintain their competitive position will deliver sustainable returns in the long term.

Greg Konstantinidis & Nick Price  
Fund Managers  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	6
W Accumulation Shares	6
Y Accumulation Shares	6



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

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

# Fidelity Emerging Europe, Middle East and Africa Fund

## Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	208.00	174.39	125.40	239.97	199.69	142.53
Return before operating charges*	(26.45)	37.00	51.85	(30.53)	42.59	59.14
Operating charges	(3.31)	(3.39)	(2.86)	(2.26)	(2.31)	(1.98)
Return after operating charges*	(29.76)	33.61	48.99	(32.79)	40.28	57.16
Distributions	(4.70)	(1.72)	(1.94)	(7.00)	(3.57)	(3.53)
Retained distributions on accumulation shares	4.70	1.72	1.94	7.00	3.57	3.53
Closing net asset value per share	<b>178.24</b>	<b>208.00</b>	<b>174.39</b>	<b>207.18</b>	<b>239.97</b>	<b>199.69</b>
*after direct transaction costs of	0.31	0.50	0.63	0.31	0.50	0.63
<b>Performance</b>						
Return after charges	(14.3%)	19.3%	39.1%	(13.7%)	20.2%	40.1%
<b>Other information</b>						
Closing net asset value (£'000)	16,987	22,559	25,548	76,520	89,307	71,773
Closing number of shares	9,530,768	10,845,694	14,650,515	36,933,295	37,215,059	35,942,509
Operating charges	1.83%	1.81%	1.88%	1.08%	1.05%	1.13%
Direct transaction costs	0.15%	0.24%	0.38%	0.15%	0.24%	0.38%
<b>Prices (pence per share)</b>						
Highest share price	209.20	209.80	178.70	241.40	242.00	204.60
Lowest share price	163.80	171.60	128.00	189.80	196.70	145.50

	Y Accumulation Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	200.95	167.60	119.89
Return before operating charges*	(25.56)	35.69	49.70
Operating charges	(2.33)	(2.34)	(1.99)
Return after operating charges*	(27.89)	33.35	47.71
Distributions	(5.42)	(2.59)	(2.64)
Retained distributions on accumulation shares	5.42	2.59	2.64
Closing net asset value per share	<b>173.06</b>	<b>200.95</b>	<b>167.60</b>
*after direct transaction costs of	0.31	0.50	0.63
<b>Performance</b>			
Return after charges	(13.9%)	19.9%	39.8%
<b>Other information</b>			
Closing net asset value (£'000)	9,105	12,018	12,656
Closing number of shares	5,261,326	5,980,607	7,551,371
Operating charges	1.33%	1.31%	1.35%
Direct transaction costs	0.15%	0.24%	0.38%
<b>Prices (pence per share)</b>			
Highest share price	202.20	202.70	171.80
Lowest share price	158.70	165.10	122.40

# Fidelity Emerging Europe, Middle East and Africa Fund

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(20,926)		18,821
Revenue	5	5,238		3,356	
Expenses	6	(1,250)		(1,339)	
Net revenue/(expense) before taxation		3,988		2,017	
Taxation	7	(519)		(297)	
Net revenue/(expense) after taxation			3,469		1,720
<b>Total return before distributions</b>			(17,457)		20,541
Distributions	8		(3,471)		(1,726)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(20,928)</u>		<u>18,815</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			123,884		109,978
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		8,535		10,282	
Amounts payable on cancellation of shares		(12,198)		(16,859)	
			(3,663)		(6,577)
Change in net assets attributable to shareholders from investment activities (see above)			(20,928)		18,815
Retained distribution on accumulation shares	8		3,319		1,668
<b>Closing net assets attributable to shareholders</b>			<u>102,612</u>		<u>123,884</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			102,210		124,184
<b>Current assets:</b>					
Debtors	9	667		1,069	
Cash and bank balances		198		167	
Total other assets			865		1,236
<b>Total assets</b>			<u>103,075</u>		<u>125,420</u>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(463)		(1,536)	
Total other liabilities			(463)		(1,536)
<b>Total liabilities</b>			<u>(463)</u>		<u>(1,536)</u>
<b>Net assets attributable to shareholders</b>			<u>102,612</u>		<u>123,884</u>



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(20,886)	18,924
Other currency gains/(losses)	29	(21)
Transaction charges	(80)	(74)
Broker fee rebates	11	(8)
Net capital gains/(losses)	<u>(20,926)</u>	<u>18,821</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	64	30
UK dividends	23	6
Overseas dividends	5,146	3,305
Overseas scrip dividends	-	13
Bank interest	5	2
Total revenue	<u>5,238</u>	<u>3,356</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	974	1,049
Registrar fees	108	137
Service charges	54	56
Foreign exchange administration fees	8	8
	<u>1,144</u>	<u>1,250</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	11	11
Custody fees	84	63
	<u>95</u>	<u>74</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	3	7
	<u>11</u>	<u>15</u>
Total expenses	<u>1,250</u>	<u>1,339</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	519	297
Total current taxation	<u>519</u>	<u>297</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>3,988</u>	<u>2,017</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	798	403

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	(140)	47
Overseas tax expensed	(42)	(24)
Overseas taxation	519	297
Revenue not included for tax purposes	(616)	(426)
	<u>519</u>	<u>297</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £1,001,000 (2018: £1,140,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	448	186
<b>W Accumulation Shares</b>		
Final	2,586	1,327
<b>Y Accumulation Shares</b>		
Final	<u>285</u>	<u>155</u>
	<b>3,319</b>	<b>1,668</b>
Add: Revenue deducted on cancellation of shares	273	185
Deduct: Revenue received on issue of shares	<u>(121)</u>	<u>(127)</u>
Net distributions for the year	<b>3,471</b>	<b>1,726</b>
<b>Interest/other</b>		
	<u>3,471</u>	<u>1,726</u>
Total finance costs	<b>3,471</b>	<b>1,726</b>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	3,469	1,720
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	-	(13)
Equalisation on conversions	<u>2</u>	<u>19</u>
	<b>3,471</b>	<b>1,726</b>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	65	553
Sales of currency awaiting settlement	216	502
Overseas tax recoverable	12	14
Accrued revenue	221	-
Sales awaiting settlement	<u>153</u>	<u>-</u>
Total debtors	<b>667</b>	<b>1,069</b>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	71	29
Purchases awaiting settlement	44	877
Purchases of currency awaiting settlement	214	500
Accrued expenses	<u>134</u>	<u>130</u>
Total other creditors	<b>463</b>	<b>1,536</b>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	184	-	-	184
Canadian Dollar	1,007	-	-	1,007
Euro	3,415	-	5	3,420
Kenyan Shilling	1,420	-	-	1,420
Nigerian Naira	3,349	-	-	3,349
Polish Zloty	-	-	5	5
Romanian Leu	1,358	-	-	1,358
South African Rand	36,331	-	-	36,331
Turkish Lira	711	-	-	711
UAE Dirham	6,032	-	-	6,032
UK Pound	1,997	4	2	2,003
US Dollar	46,406	194	192	46,792
<b>Total</b>	<b>102,210</b>	<b>198</b>	<b>204</b>	<b>102,612</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	950	-	-	950
Canadian Dollar	128	-	(51)	77
Euro	1,279	-	5	1,284
Israeli Shekel	2,285	-	-	2,285
Kenyan Shilling	1,048	-	-	1,048
Nigerian Naira	4,281	-	-	4,281
Polish Zloty	-	-	10	10
Romanian Leu	3,091	-	-	3,091
South African Rand	49,222	136	(166)	49,192
Turkish Lira	15,179	-	(652)	14,527
UAE Dirham	6,300	-	-	6,300
UK Pound	3,428	-	393	3,821
US Dollar	36,993	31	(6)	37,018
<b>Total</b>	<b>124,184</b>	<b>167</b>	<b>(467)</b>	<b>123,884</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.98% rise or fall in the fund's market value (2018: 0.97%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 12 Portfolio transaction costs

28/02/19

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	53,842	49	0.09	46	0.09
Total	53,842	49		46	
Total including transaction costs	53,937				

Analysis of total sales costs

	£'000	£'000	%	£'000	%
Equity	58,002	64	0.11	7	0.01
Corporate actions	1,011	-	-	-	-
Total	59,013	64		7	
Total including transaction costs	58,942				

Total as a percentage of average net assets\*

0.11 %

0.05 %

28/02/18

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	53,983	102	0.19	65	0.12
Corporate actions	13	-	-	-	-
Total	53,996	102		65	
Total including transaction costs	54,163				

Analysis of total sales costs

	£'000	£'000	%	£'000	%
Equity	60,961	98	0.16	8	0.01
Corporate actions	2	-	-	-	-
Total	60,963	98		8	
Total including transaction costs	60,857				

Total as a percentage of average net assets

0.18 %

0.07 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.29% (2018: 0.28%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	98,306	-	120,171	-
Level 2: Observable market data	3,904	-	4,013	-
Level 3: Unobservable data	-	-	-	-
	102,210	-	124,184	-

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	10,845,694	1,198,473	(2,305,749)	(207,650)	9,530,768
W Accumulation Shares	37,215,059	2,648,893	(3,235,317)	304,660	36,933,295
Y Accumulation Shares	5,980,607	339,151	(908,379)	(150,053)	5,261,326

## Notes to the Financial Statements

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £97,000 (2018: £102,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	178.24	187.59	5.25
W Accumulation Shares	207.18	218.50	5.46
Y Accumulation Shares	173.06	182.40	5.40

## Distribution Statement

for the year ended 28 February 2019

**A Accumulation Shares - final distribution No. 12 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.6994	-	4.6994	1.7152
Group 2	1.8957	2.8037	4.6994	1.7152

**W Accumulation Shares - final distribution No. 5 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	7.0015	-	7.0015	3.5663
Group 2	3.1205	3.8810	7.0015	3.5663

**Y Accumulation Shares - final distribution No. 7 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	5.4205	-	5.4205	2.5876
Group 2	2.5746	2.8459	5.4205	2.5876

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve income with the potential for some capital growth from a portfolio made up mainly of the securities of UK companies. Derivatives and forward transactions may be used for investment purposes and this may include using derivative instruments to generate additional income, for example, by the writing of call options. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits.

Performance and Portfolio Activity

The fund recorded positive returns over the period. Strong stock selection in the financials sector supported performance. Pharmaceuticals major AstraZeneca was the key contributor to returns. It reported robust earnings, driven by solid performance from new product launches.

We bought a new position in Vodafone Group. The wireless telecommunications business has exposure to overseas markets, which provides for stable cash flows. We also bought a new holding in Coca-Cola, which brings good overseas exposure to the fund. We sold the position in Royal Mail as it struggles with management issues and failed to meet its cost-saving targets. Beazley and Hiscox were also sold as their valuations are no longer attractive.

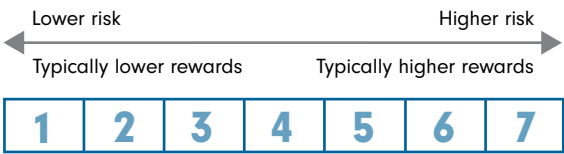
Outlook

Financial conditions in the UK have tightened slightly but remain accommodative overall. Despite various challenges, UK equity markets are supported by low interest rates and reasonable stock valuations. As such, we focus on maintaining a defensive strategy.

David Jehan & Michael Clark  
Fund Managers  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
A Income Shares	5
W Accumulation Shares	5
W Income (monthly) Shares	5
W Income Shares	5
Y Accumulation Shares	5
Y Income Shares	5



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

- The risk category was calculated using historical performance data.
- The risk category may not be a reliable indication of the future risk profile of the fund, is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- The use of derivatives to enhance income may reduce growth potential in certain market conditions.

## Comparative Performance Table

	A Accumulation Shares			A Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	195.15	204.74	188.08	104.09	117.03	115.17
Return before operating charges*	6.68	(6.08)	19.98	3.59	(3.22)	12.11
Operating charges	(3.35)	(3.51)	(3.32)	(1.75)	(1.97)	(2.00)
Return after operating charges*	3.33	(9.59)	16.66	1.84	(5.19)	10.11
Distributions	(14.27)	(13.48)	(13.56)	(7.61)	(7.75)	(8.25)
Retained distributions on accumulation shares	14.27	13.48	13.56	-	-	-
Closing net asset value per share	198.48	195.15	204.74	98.32	104.09	117.03
*after direct transaction costs of	0.15	0.22	0.21	0.15	0.22	0.21
<b>Performance</b>						
Return after charges	1.7%	(4.7%)	8.9%	1.8%	(4.4%)	8.8%
<b>Other information</b>						
Closing net asset value (£'000)	4,635	5,098	8,069	13,173	14,569	17,469
Closing number of shares	2,335,122	2,612,464	3,940,805	13,398,650	13,996,386	14,927,235
Operating charges	1.67%	1.66%	1.69%	1.67%	1.67%	1.70%
Direct transaction costs	0.15%	0.20%	0.19%	0.15%	0.20%	0.19%
<b>Prices (pence per share)</b>						
Highest share price	210.20	218.30	207.40	111.50	124.60	124.20
Lowest share price	184.90	192.30	183.10	94.95	106.00	110.80

	W Accumulation Shares			W Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	137.55	143.47	131.01	94.49	105.43	102.98
Return before operating charges*	4.50	(4.54)	13.76	3.13	(3.09)	10.65
Operating charges	(1.30)	(1.38)	(1.30)	(0.88)	(1.00)	(1.00)
Return after operating charges*	3.20	(5.92)	12.46	2.25	(4.09)	9.65
Distributions	(9.88)	(9.25)	(9.26)	(6.79)	(6.85)	(7.20)
Retained distributions on accumulation shares	9.88	9.25	9.26	-	-	-
Closing net asset value per share	140.75	137.55	143.47	89.95	94.49	105.43
*after direct transaction costs of	0.15	0.22	0.21	0.15	0.22	0.21
<b>Performance</b>						
Return after charges	2.3%	(4.1%)	9.5%	2.4%	(3.9%)	9.4%
<b>Other information</b>						
Closing net asset value (£'000)	51,264	59,805	64,129	176,729	279,600	378,592
Closing number of shares	36,422,525	43,478,987	44,697,130	196,479,182	295,910,043	359,088,295
Operating charges	0.92%	0.92%	0.95%	0.92%	0.92%	0.95%
Direct transaction costs	0.15%	0.20%	0.19%	0.15%	0.20%	0.19%
<b>Prices (pence per share)</b>						
Highest share price	148.60	153.20	145.00	101.40	112.40	111.50
Lowest share price	131.00	135.50	127.80	86.70	96.11	99.33



## Comparative Performance Table

	Y Accumulation Shares			Y Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	145.27	151.80	138.85	94.59	105.78	103.55
Return before operating charges*	4.85	(4.72)	14.64	3.18	(3.04)	10.75
Operating charges	(1.76)	(1.81)	(1.69)	(1.12)	(1.24)	(1.24)
Return after operating charges*	3.09	(6.53)	12.95	2.06	(4.28)	9.51
Distributions	(10.52)	(9.88)	(9.87)	(6.84)	(6.91)	(7.28)
Retained distributions on accumulation shares	10.52	9.88	9.87	-	-	-
Closing net asset value per share	<b>148.36</b>	<b>145.27</b>	<b>151.80</b>	<b>89.81</b>	<b>94.59</b>	<b>105.78</b>
*after direct transaction costs of	0.15	0.22	0.21	0.15	0.22	0.21
<b>Performance</b>						
Return after charges	2.1%	(4.3%)	9.3%	2.2%	(4.1%)	9.2%
<b>Other information</b>						
Closing net asset value (£'000)	1,045	2,667	3,184	3,864	5,773	8,052
Closing number of shares	704,601	1,835,635	2,097,173	4,301,777	6,103,368	7,612,011
Operating charges	1.17%	1.17%	1.17%	1.17%	1.17%	1.17%
Direct transaction costs	0.15%	0.20%	0.19%	0.15%	0.20%	0.19%
<b>Prices (pence per share)</b>						
Highest share price	156.80	162.00	153.50	101.50	112.70	112.00
Lowest share price	138.10	143.10	135.30	86.63	96.25	99.82

	W Income (monthly) Shares		
	2019	2018	2017 <sup>1</sup>
Change in net assets (pence per share)*			
Opening net asset value per share	91.32	101.74	100.00
Return before operating charges*	2.99	(2.93)	9.28
Operating charges	(0.84)	(0.95)	(0.92)
Return after operating charges*	2.15	(3.88)	8.32
Distributions	(6.48)	(6.54)	(6.58)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<b>86.99</b>	<b>91.32</b>	<b>101.74</b>
*after direct transaction costs of	0.15	0.22	0.21
<b>Performance</b>			
Return after charges	2.4%	(3.8%)	8.3%
<b>Other information</b>			
Closing net asset value (£'000)	68,285	56,139	48,318
Closing number of shares	78,497,063	61,473,865	47,491,440
Operating charges	0.92%	0.92%	0.94%
Direct transaction costs	0.15%	0.20%	0.19%
<b>Prices (pence per share)</b>			
Highest share price	96.96	107.40	106.50
Lowest share price	82.86	90.99	95.59

1. This share class was launched on 14 March 2016.

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(11,244)		(47,867)
Revenue	5	26,848		36,923	
Expenses	6	(3,430)		(5,248)	
Interest payable and similar charges	8	(74)		(51)	
Net revenue/(expense) before taxation		<u>23,344</u>		<u>31,624</u>	
Taxation	7	(1,376)		(2,136)	
Net revenue/(expense) after taxation			<u>21,968</u>		<u>29,488</u>
<b>Total return before distributions</b>			<u>10,724</u>		<u>(18,379)</u>
Distributions	8		(25,324)		(34,627)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(14,600)</u>		<u>(53,006)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			423,651		527,813
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		46,729		109,131	
Amounts payable on cancellation of shares		<u>(140,983)</u>		<u>(165,070)</u>	
			(94,254)		(55,939)
Swing price adjustment			193		230
Change in net assets attributable to shareholders from investment activities (see above)			(14,600)		(53,006)
Retained distribution on accumulation shares	8		4,005		4,553
<b>Closing net assets attributable to shareholders</b>			<u>318,995</u>		<u>423,651</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			316,573		423,320
<b>Current assets:</b>					
Debtors	9	2,980		4,900	
Cash and bank balances	10	<u>11,200</u>		<u>11,036</u>	
Total other assets			<u>14,180</u>		<u>15,936</u>
<b>Total assets</b>			<u>330,753</u>		<u>439,256</u>
<b>Liabilities:</b>					
Investment liabilities			(2,714)		(2,989)
Creditors					
Distribution payable		(8,057)		(10,707)	
Other creditors	11	<u>(987)</u>		<u>(1,909)</u>	
Total other liabilities			<u>(9,044)</u>		<u>(12,616)</u>
<b>Total liabilities</b>			<u>(11,758)</u>		<u>(15,605)</u>
<b>Net assets attributable to shareholders</b>			<u>318,995</u>		<u>423,651</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(3,273)	(38,735)
Gains/(losses) on derivative contracts	(7,980)	(9,091)
Other currency gains/(losses)	(20)	(28)
Transaction charges	(9)	(7)
Broker fee rebates	38	(6)
Net capital gains/(losses)	<u>(11,244)</u>	<u>(47,867)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	21	15
Derivative revenue	9,087	12,827
UK dividend distributions	147	-
UK dividends	14,929	19,845
UK property income distributions	400	443
UK scrip dividends	-	398
Overseas dividends	2,014	2,280
Overseas scrip dividends	239	1,117
Bank interest	7	2
Underwriting commission	4	-
Taxable interest	-	(4)
Total revenue	<u>26,848</u>	<u>36,923</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	2,831	4,210
Registrar fees	357	669
Service charges	178	267
Foreign exchange administration fees	2	1
	<u>3,368</u>	<u>5,147</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	35	45
Custody fees	7	11
	<u>42</u>	<u>56</u>
Other expenses:		
Audit fee	11	12
Other operating expenses	9	33
	<u>20</u>	<u>45</u>
Total expenses	<u>3,430</u>	<u>5,248</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	1,203	1,597
Overseas taxation	171	539
Prior year adjustment	2	-
Total current taxation	<u>1,376</u>	<u>2,136</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>23,344</u>	<u>31,624</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	4,669	6,325
Effects of:		
Overseas taxation	171	539
Revenue not included for tax purposes	(3,466)	(4,728)
Prior year adjustment	2	-
Current tax charge/(credit)	<u>1,376</u>	<u>2,136</u>
Open ended investment companies are exempt from UK tax on capital gains.		

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	333	352
<b>A Income Shares</b>		
Final	480	488
Interim	560	632
<b>W Accumulation Shares</b>		
Final	3,598	4,020
<b>W Income Shares</b>		
Final	6,270	9,082
Interim	7,896	14,261
<b>Y Accumulation Shares</b>		
Final	74	181
<b>Y Income Shares</b>		
Final	138	189
Interim	174	263
<b>W Income (monthly) Shares</b>		
Final	772	642
Interim	4,022	2,947
	<u>24,317</u>	<u>33,057</u>
Add: Revenue deducted on cancellation of shares	1,780	3,128
Deduct: Revenue received on issue of shares	(773)	(1,558)
Net distributions for the year	<u>25,324</u>	<u>34,627</u>
<b>Interest/other</b>		
Interest	-	2
Contract for difference finance costs	74	18
Derivative expense	-	31
	<u>74</u>	<u>51</u>
Total finance costs	<u>25,398</u>	<u>34,678</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	21,968	29,488

## Notes to the Financial Statements

### Add back (revenue)/expenses transferred to capital:

Investment management fees	2,831	4,210
Service charges	178	267
Audit fee	9	10
Other operating expenses	7	28
Custody fees	6	9
Depository fees	29	39
Foreign exchange administration fees	2	1
Registrar fees	294	576
Equalisation on conversions	-	(1)
	<b>25,324</b>	<b>34,627</b>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	452	884
Sales awaiting settlement	38	1,293
Accrued revenue	2,349	2,588
UK income tax recoverable	13	7
Overseas tax recoverable	128	128
Total debtors	<b>2,980</b>	<b>4,900</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	7,767	7,997
Cash and bank balances	3,433	3,039
Total cash and bank balances	<b>11,200</b>	<b>11,036</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	305	301
Purchases awaiting settlement	-	518
Accrued expenses	276	356
UK corporation tax payable	406	734
Total other creditors	<b>987</b>	<b>1,909</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Euro	-	-	19	19
Swedish Krona	-	1	-	1
UK Pound	302,276	11,194	(6,083)	307,387
US Dollar	11,583	5	-	11,588
<b>Total</b>	<b>313,859</b>	<b>11,200</b>	<b>(6,064)</b>	<b>318,995</b>
28/02/18	£'000	£'000	£'000	£'000
Euro	3,773	-	74	3,847
Swiss Franc	3,491	-	-	3,491
UK Pound	407,422	11,024	(7,980)	410,466
US Dollar	5,645	12	190	5,847
<b>Total</b>	<b>420,331</b>	<b>11,036</b>	<b>(7,716)</b>	<b>423,651</b>

## Notes to the Financial Statements

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

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.04% rise or fall in the fund's market value (2018: 0.03%).

#### Other price risk

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

#### Options

The fund writes call options on selected underlying equity positions, receiving a premium, but obligating it to sell the physical stock at a fixed price. A 10% change in the price of the underlying equities would lead to a change representing 1.05% (2018: 0.78%) of the fund's market value.

#### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: 0.18%).

## 13 Portfolio transaction costs

28/02/19

### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	76,566	23	0.03	281	0.37
Mutual Fund	556	-	-	-	-
Derivative	-	32	-	-	-
Total	77,122	55		281	

Total including transaction costs

77,458

### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	173,749	45	0.03	1	-
Mutual Fund	426	-	0.07	-	-
Corporate actions	192	-	-	-	-
Derivative	-	157	-	-	-
Total	174,367	202		1	

Total including transaction costs

174,164

Total as a percentage of average net assets\*

0.07 %

0.08 %

28/02/18

### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	134,128	95	0.07	490	0.37
Mutual Fund	543	-	-	-	-
Corporate actions	1,684	-	-	-	-
Derivative	-	35	-	-	-
Total	136,355	130		490	

Total including transaction costs

136,975

### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	204,915	124	0.06	1	-
Mutual Fund	1,208	1	0.07	-	-
Corporate actions	1,282	-	-	-	-
Derivative	-	320	-	-	-
Total	207,405	445		1	

Total including transaction costs

206,959

Total as a percentage of average net assets

0.11 %

0.09 %

## Notes to the Financial Statements

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.35% (2018: 0.45%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	309,850	(2,001)	413,425	(1,745)
Level 2: Observable market data	6,723	(713)	9,895	(1,244)
Level 3: Unobservable data	-	-	-	-
	<u>316,573</u>	<u>(2,714)</u>	<u>423,320</u>	<u>(2,989)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	2,612,464	89,312	(366,654)	-	2,335,122
A Income Shares	13,996,386	3,303,536	(3,852,118)	(49,154)	13,398,650
W Accumulation Shares	43,478,987	5,333,553	(12,390,015)	-	36,422,525
W Income Shares	295,910,043	13,998,768	(113,504,722)	75,093	196,479,182
Y Accumulation Shares	1,835,635	43,040	(1,174,074)	-	704,601
Y Income Shares	6,103,368	164,060	(1,944,404)	(21,247)	4,301,777
W Income (monthly) Shares	61,473,865	24,670,691	(7,647,493)	-	78,497,063

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £242,000 (2018: £314,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

#### 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	(377)	-	-	310	(67)
UBS	-	-	-	(2,039)	7,457	5,418
Total	<u>-</u>	<u>(377)</u>	<u>-</u>	<u>(2,039)</u>	<u>7,767</u>	<u>5,351</u>

#### 28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	(206)	-	-	-	(206)
UBS	-	-	-	(2,062)	-	(2,062)
Total	<u>-</u>	<u>(206)</u>	<u>-</u>	<u>(2,062)</u>	<u>-</u>	<u>(2,268)</u>

### 18 Shareholders' funds

The fund has seven share classes; A Accumulation Shares, A Income Shares, W Accumulation Shares, W Income Shares, Y Accumulation Shares, Y Income Shares and W Income (monthly) Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

A Income Shares : 1.50%

W Accumulation Shares : 0.75%

W Income Shares : 0.75%

Y Accumulation Shares : 1.00%

Y Income Shares : 1.00%

W Income (monthly) Shares : 0.75%

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

## Notes to the Financial Statements

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	198.48	201.19	1.37
A Income Shares	98.32	99.70	1.40
W Accumulation Shares	140.75	142.90	1.53
W Income Shares	89.95	91.32	1.52
Y Accumulation Shares	148.36	150.50	1.44
Y Income Shares	89.81	91.15	1.49
W Income (monthly) Shares	86.99	87.37	0.44



## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 28 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	14.2744	-	14.2744	13.4766
Group 2	7.5852	6.6892	14.2744	13.4766

### A Income Shares - final distribution No. 41 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	3.5861	-	3.5861	3.4895
Group 2	0.5777	3.0084	3.5861	3.4895

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

Group 1 - Distribution No. 38 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 39 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 40 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 38 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 39 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 40 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 38	1.3399	-	1.3399	1.4162
Distribution No. 39	1.3393	-	1.3393	1.4194
Distribution No. 40	1.3474	-	1.3474	1.4268
Group 2				
Distribution No. 38	-	1.3399	1.3399	1.4162
Distribution No. 39	-	1.3393	1.3393	1.4194
Distribution No. 40	-	1.3474	1.3474	1.4268

### W Accumulation Shares - final distribution No. 14 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	9.8782	-	9.8782	9.2458
Group 2	4.8888	4.9894	9.8782	9.2458

### W Income Shares - final distribution No. 26 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	3.1911	-	3.1911	3.0693
Group 2	0.8441	2.3470	3.1911	3.0693

## Distribution Statement

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

Group 1 - Distribution No. 23 Shares purchased on or before 28 February 2018.  
 Group 1 - Distribution No. 24 Shares purchased on or before 31 May 2018.  
 Group 1 - Distribution No. 25 Shares purchased on or before 31 August 2018.  
 Group 2 - Distribution No. 23 Shares purchased from 1 March 2018 to 31 May 2018.  
 Group 2 - Distribution No. 24 Shares purchased from 1 June 2018 to 31 August 2018.  
 Group 2 - Distribution No. 25 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 23	1.2000	-	1.2000	1.2600
Distribution No. 24	1.2000	-	1.2000	1.2600
Distribution No. 25	1.2000	-	1.2000	1.2600
Group 2				
Distribution No. 23	0.3776	0.8224	1.2000	1.2600
Distribution No. 24	-	1.2000	1.2000	1.2600
Distribution No. 25	-	1.2000	1.2000	1.2600

### Y Accumulation Shares - final distribution No. 16 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.  
 Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	10.5238	-	10.5238	9.8838
Group 2	7.6460	2.8778	10.5238	9.8838

### Y Income Shares - final distribution No. 29 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.  
 Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	3.2169	-	3.2169	3.1021
Group 2	0.6292	2.5877	3.2169	3.1021

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

Group 1 - Distribution No. 26 Shares purchased on or before 28 February 2018.  
 Group 1 - Distribution No. 27 Shares purchased on or before 31 May 2018.  
 Group 1 - Distribution No. 28 Shares purchased on or before 31 August 2018.  
 Group 2 - Distribution No. 26 Shares purchased from 1 March 2018 to 31 May 2018.  
 Group 2 - Distribution No. 27 Shares purchased from 1 June 2018 to 31 August 2018.  
 Group 2 - Distribution No. 28 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 26	1.2066	-	1.2066	1.2691
Distribution No. 27	1.2071	-	1.2071	1.2699
Distribution No. 28	1.2094	-	1.2094	1.2726
Group 2				
Distribution No. 26	-	1.2066	1.2066	1.2691
Distribution No. 27	-	1.2071	1.2071	1.2699
Distribution No. 28	-	1.2094	1.2094	1.2726

## Distribution Statement

### W Income (monthly) Shares - final distribution No. 36 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.9835	-	0.9835	1.0442
Group 2	0.5397	0.4438	0.9835	1.0442

### W Income (monthly) Shares - interim distributions in pence per share

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 25	0.5000	-	0.5000	0.5000
Distribution No. 26	0.5000	-	0.5000	0.5000
Distribution No. 27	0.5000	-	0.5000	0.5000
Distribution No. 28	0.5000	-	0.5000	0.5000
Distribution No. 29	0.5000	-	0.5000	0.5000
Distribution No. 30	0.5000	-	0.5000	0.5000
Distribution No. 31	0.5000	-	0.5000	0.5000
Distribution No. 32	0.5000	-	0.5000	0.5000
Distribution No. 33	0.5000	-	0.5000	0.5000
Distribution No. 34	0.5000	-	0.5000	0.5000
Distribution No. 35	0.5000	-	0.5000	0.5000
Group 2				
Distribution No. 25	0.2409	0.2591	0.5000	0.5000
Distribution No. 26	0.2066	0.2934	0.5000	0.5000
Distribution No. 27	0.0216	0.4784	0.5000	0.5000
Distribution No. 28	0.0077	0.4923	0.5000	0.5000
Distribution No. 29	0.0561	0.4439	0.5000	0.5000
Distribution No. 30	-	0.5000	0.5000	0.5000
Distribution No. 31	-	0.5000	0.5000	0.5000
Distribution No. 32	-	0.5000	0.5000	0.5000
Distribution No. 33	-	0.5000	0.5000	0.5000
Distribution No. 34	-	0.5000	0.5000	0.5000
Distribution No. 35	-	0.5000	0.5000	0.5000

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of the shares of continental European companies. The portfolio is likely to have a bias towards medium-sized and smaller companies. However, the ACD is not restricted in the choice of company either by size or industry, or in terms of the geographical split of the portfolio, which is largely determined by the availability of attractive investment opportunities rather than the outlook for each market.

The fund uses the MSCI Europe ex UK Index (NUK) as a point of reference against which the performance of the fund may be assessed. The Variable Share Class (W-VMF) measures its performance relative to the index for the purposes of the Investment Management Charge calculation. The Investment Manager has discretion in investment decisions and will actively select the securities in which the fund invests and the performance index does not influence investment decisions materially. As the fund is actively managed with investment decisions being made at the discretion of the Investment Manager, the actual holdings and fund performance is likely to differ materially from that of any reference index.

Performance and Portfolio Activity

The fund generated positive returns over the period, driven by the strong performance of key holdings. In particular, the position in food business Nestle performed well. It continues to make progress in positioning its portfolio towards attractive high-growth categories such as coffee, water and nutrition. Roche advanced on the back of the positive performance of new drugs such as Ocrevus for multiple sclerosis, as well as its expansion efforts in China. Among key transactions, the holding in Anheuser-Busch InBev was sold due to concerns around its elevated debt level and an increase in competitive pressures in some of its most profitable markets. I also reduced the exposure to Dassault Systemes. Meanwhile, I raised the allocation to Swedish Match and MTU Aero Engines given their strong growth prospects.

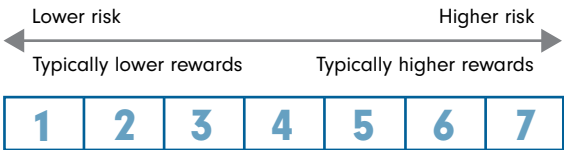
Outlook

The outlook for European markets remains uncertain. Although valuations for European stocks have improved, they appear far from trough levels. Against this backdrop, I continue to focus on attractively valued companies that can grow dividends consistently.

Sam Morse  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
A Income Shares	5
I Income Shares	5
W Accumulation Shares	5
W Income Shares	5
W-VMF Accumulation Shares	5
Y Accumulation Shares	5



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

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

# Comparative Performance Table

	A Accumulation Shares			A Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share**	2,232.30	1,937.49	1,611.27	190.93	167.14	140.94
Return before operating charges*	78.58	332.06	356.83	6.81	28.66	31.13
Operating charges	(38.18)	(37.25)	(30.61)	(3.25)	(3.19)	(2.66)
Return after operating charges*	40.40	294.81	326.22	3.56	25.47	28.47
Distributions	(24.21)	(19.37)	(25.91)	(2.08)	(1.68)	(2.27)
Retained distributions on accumulation shares	24.21	19.37	25.91	-	-	-
Closing net asset value per share	2,272.70	2,232.30	1,937.49	192.41	190.93	167.14
*after direct transaction costs of	0.22	0.62	0.42	0.22	0.62	0.42
<b>Performance</b>						
Return after charges	1.8%	15.2%	20.3%	1.9%	15.2%	20.2%
<b>Other information</b>						
Closing net asset value (£'000)	713,193	800,606	800,249	548	515	738
Closing number of shares	31,380,826	35,864,600	41,303,352	285,020	269,580	441,647
Operating charges	1.67%	1.67%	1.70%	1.67%	1.67%	1.70%
Direct transaction costs	0.02%	0.05%	0.04%	0.02%	0.05%	0.04%
<b>Prices (pence per share)</b>						
Highest share price	2,480.00	2,329.00	1,987.00	212.10	199.40	172.30
Lowest share price	2,131.00	1,970.00	1,607.00	182.30	169.90	140.50

	W Accumulation Shares			W Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share**	1,538.16	1,325.08	1,093.78	1,702.51	1,490.01	1,255.87
Return before operating charges*	54.16	227.41	242.97	60.86	256.17	278.30
Operating charges	(14.53)	(14.33)	(11.67)	(15.95)	(16.05)	(13.39)
Return after operating charges*	39.63	213.08	231.30	44.91	240.12	264.91
Distributions	(28.55)	(24.51)	(26.80)	(31.62)	(27.62)	(30.77)
Retained distributions on accumulation shares	28.55	24.51	26.80	-	-	-
Closing net asset value per share	1,577.79	1,538.16	1,325.08	1,715.80	1,702.51	1,490.01
*after direct transaction costs of	0.22	0.62	0.42	0.22	0.62	0.42
<b>Performance</b>						
Return after charges	2.6%	16.1%	21.2%	2.6%	16.1%	21.1%
<b>Other information</b>						
Closing net asset value (£'000)	1,535,252	1,574,660	1,433,654	42,176	28,105	19,989
Closing number of shares	97,303,636	102,373,045	108,193,380	2,458,093	1,650,773	1,341,542
Operating charges	0.92%	0.92%	0.95%	0.92%	0.92%	0.95%
Direct transaction costs	0.02%	0.05%	0.04%	0.02%	0.05%	0.04%
<b>Prices (pence per share)</b>						
Highest share price	1,715.00	1,603.00	1,358.00	1,898.00	1,787.00	1,543.00
Lowest share price	1,469.00	1,347.00	1,092.00	1,626.00	1,515.00	1,254.00

# Comparative Performance Table

	I Income Shares			Y Accumulation Shares		
	2019	2018	2017 <sup>1</sup>	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share**	114.58	100.29	100.00	2,032.13	1,754.56	1,451.51
Return before operating charges*	4.08	17.23	1.18	71.56	300.96	322.02
Operating charges	(0.97)	(0.94)	(0.80)	(24.48)	(23.39)	(18.97)
Return after operating charges*	3.11	16.29	0.38	47.08	277.57	303.05
Distributions	(2.24)	(2.00)	(0.09)	(32.46)	(27.97)	(31.95)
Retained distributions on accumulation shares	-	-	-	32.46	27.97	31.95
Closing net asset value per share	115.45	114.58	100.29	2,079.21	2,032.13	1,754.56
*after direct transaction costs of	0.22	0.62	0.42	0.22	0.62	0.42
<b>Performance</b>						
Return after charges	2.7%	16.2%	0.4%	2.3%	15.8%	20.9%
<b>Other information</b>						
Closing net asset value (£'000)	30,242	71,839	72,782	20,306	30,746	30,423
Closing number of shares	26,195,497	62,699,264	72,573,880	976,611	1,512,980	1,733,961
Operating charges	0.82%	0.82%	0.85%	1.17%	1.17%	1.17%
Direct transaction costs	0.02%	0.05%	0.04%	0.02%	0.05%	0.04%
<b>Prices (pence per share)</b>						
Highest share price	127.80	120.30	102.80	2,263.00	2,118.00	1,798.00
Lowest share price	109.50	102.00	91.92	1,941.00	1,784.00	1,449.00

## W-VMF Accumulation Shares

	2019 <sup>2</sup>
Change in net assets (pence per share)*	
Opening net asset value per share**	100.00
Return before operating charges*	(3.04)
Operating charges	(0.47)
Return after operating charges*	(3.51)
Distributions	(0.08)
Retained distributions on accumulation shares	0.08
Closing net asset value per share	96.49
*after direct transaction costs of	0.22
<b>Performance</b>	
Return after charges	(3.5%)
<b>Other information</b>	
Closing net asset value (£'000)	73
Closing number of shares	76,062
Operating charges	0.84%
Direct transaction costs	0.02%
<b>Prices (pence per share)</b>	
Highest share price	104.90
Lowest share price	90.95

1. This share class was launched on 16 July 2018.
2. This share class was launched on 10 October 2016.

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		23,429		330,204
Revenue	5	74,057		76,413	
Expenses	6	(28,131)		(30,581)	
Interest payable and similar charges	8	(7)		(28)	
Net revenue/(expense) before taxation		45,919		45,804	
Taxation	7	(6,049)		(9,419)	
Net revenue/(expense) after taxation			39,870		36,385
<b>Total return before distributions</b>			63,299		366,589
Distributions	8		(39,896)		(36,491)
<b>Change in net assets attributable to shareholders from investment activities</b>			23,403		330,098

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			2,506,471		2,357,836
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		56,617		39,367	
Amounts payable on cancellation of shares		(280,397)		(253,291)	
			(223,780)		(213,924)
Change in net assets attributable to shareholders from investment activities (see above)			23,403		330,098
Retained distribution on accumulation shares	8		35,696		32,461
<b>Closing net assets attributable to shareholders</b>			2,341,790		2,506,471

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			2,334,437		2,501,034
<b>Current assets:</b>					
Debtors	9	21,607		12,714	
Cash and bank balances	10	226		581	
Total other assets			21,833		13,295
<b>Total assets</b>			2,356,270		2,514,329
<b>Liabilities:</b>					
Creditors					
Distribution payable		(703)		(772)	
Other creditors	11	(13,777)		(7,086)	
Total other liabilities			(14,480)		(7,858)
<b>Total liabilities</b>			(14,480)		(7,858)
<b>Net assets attributable to shareholders</b>			2,341,790		2,506,471

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	23,044	329,854
Gains/(losses) on derivative contracts	254	357
Other currency gains/(losses)	11	43
Transaction charges	3	(49)
Broker fee rebates	117	(1)
Net capital gains/(losses)	<u>23,429</u>	<u>330,204</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Derivative revenue	288	82
Interest on securities	(64)	-
UK dividends	2,406	2,280
Overseas dividends	67,644	63,314
Overseas property income distributions	-	1,250
Overseas scrip dividends	3,783	9,483
Taxable interest	-	4
Total revenue	<u>74,057</u>	<u>76,413</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	24,076	25,615
Registrar fees	2,391	3,107
Service charges	1,219	1,281
Foreign exchange administration fees	5	4
	<u>27,691</u>	<u>30,007</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	92	94
Custody fees	266	284
	<u>358</u>	<u>378</u>
Other expenses:		
Audit fee	9	9
Other operating expenses	73	187
	<u>82</u>	<u>196</u>
Total expenses	<u>28,131</u>	<u>30,581</u>



## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	6,049	9,419
Total current taxation	<u>6,049</u>	<u>9,419</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>45,919</u>	<u>45,804</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	9,184	9,161
Effects of:		
Increase/(decrease) in unutilised management expenses	4,398	4,997
Overseas tax expensed	(15)	(13)
Overseas taxation	6,049	9,419
Revenue not included for tax purposes	(13,567)	(14,145)
Current tax charge/(credit)	<u>6,049</u>	<u>9,419</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £53,667,000 (2018: £49,269,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	7,597	6,948
<b>A Income Shares</b>		
Final	2	1
Interim	4	6
<b>W Accumulation Shares</b>		
Final	27,782	25,090
<b>W Income Shares</b>		
Final	395	198
Interim	285	245
<b>I Income Shares</b>		
Final	306	573
Interim	307	780
<b>Y Accumulation Shares</b>		
Final	317	423
<b>W-VMF Accumulation Shares*</b>		
Final	-	-
	<u>36,995</u>	<u>34,264</u>
Add: Revenue deducted on cancellation of shares	3,743	2,861
Deduct: Revenue received on issue of shares	(842)	(634)
Net distributions for the year	<u>39,896</u>	<u>36,491</u>
<b>Interest/other</b>		
Interest	7	28
Total finance costs	<u>39,903</u>	<u>36,519</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	39,870	36,385
<b>Add back (revenue)/expenses transferred to capital:</b>		
Equalisation on conversions	26	106
	<u>39,896</u>	<u>36,491</u>

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

\*This share class was launched on 16 July 2018.

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	2,431	43
Sales of currency awaiting settlement	4,170	1,879
Accrued revenue	1,946	2,656
Overseas tax recoverable	7,463	8,136
Sales awaiting settlement	5,597	-
<b>Total debtors</b>	<b>21,607</b>	<b>12,714</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	119	15
Cash and bank balances	107	566
<b>Total cash and bank balances</b>	<b>226</b>	<b>581</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	1,440	2,804
Purchases of currency awaiting settlement	4,171	1,882
Accrued expenses	2,210	2,400
Purchases awaiting settlement	5,956	-
<b>Total other creditors</b>	<b>13,777</b>	<b>7,086</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Danish Krone	90,015	-	1,084	91,099
Euro	1,612,631	14	8,433	1,621,078
Norwegian Krone	110,976	-	338	111,314
Swedish Krona	44,051	-	-	44,051
Swiss Franc	401,390	-	909	402,299
UK Pound	75,374	212	(3,637)	71,949
<b>Total</b>	<b>2,334,437</b>	<b>226</b>	<b>7,127</b>	<b>2,341,790</b>
28/02/18	£'000	£'000	£'000	£'000
Danish Krone	110,373	-	813	111,186
Euro	1,796,485	565	8,000	1,805,050
Norwegian Krone	103,985	-	98	104,083
Swedish Krona	21,651	-	-	21,651
Swiss Franc	378,728	-	-	378,728
UK Pound	89,812	16	(4,054)	85,774
US Dollar	-	-	(1)	(1)
<b>Total</b>	<b>2,501,034</b>	<b>581</b>	<b>4,856</b>	<b>2,506,471</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

## Notes to the Financial Statements

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.96% rise or fall in the fund's market value (2018: 0.96%).

#### Other price risk

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

#### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	250,982	70	0.03	178	0.07
Derivative	-	4	-	-	-
Total	250,982	74		178	

Total including transaction costs

251,234

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	461,317	131	0.03	-	-
Corporate actions	1,692	-	-	-	-
Derivative	-	4	-	-	-
Total	463,009	135		-	

Total including transaction costs

462,874

Total as a percentage of average net assets\*

0.01 %

0.01 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	348,166	349	0.10	489	0.14
Corporate actions	9,508	-	-	-	-
Derivative	-	3	-	-	-
Total	357,674	352		489	

Total including transaction costs

358,515

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	522,343	474	0.09	2	-
Corporate actions	16,815	-	-	-	-
Derivative	-	4	-	-	-
Total	539,158	478		2	

Total including transaction costs

538,678

Total as a percentage of average net assets

0.03 %

0.02 %

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

At the Balance Sheet date the average portfolio dealing spread was 0.07% (2018: 0.06%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	2,311,549	-	2,498,205	-
Level 2: Observable market data	22,888	-	2,829	-
Level 3: Unobservable data	-	-	-	-
	2,334,437	-	2,501,034	-

## Notes to the Financial Statements

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	35,864,600	80,391	(4,170,627)	(393,538)	31,380,826
A Income Shares	269,580	61,882	(46,442)	-	285,020
W Accumulation Shares	102,373,045	2,035,463	(8,148,437)	1,043,565	97,303,636
W Income Shares	1,650,773	912,839	(116,739)	11,220	2,458,093
I Income Shares	62,699,264	6,737,314	(43,074,426)	(166,655)	26,195,497
Y Accumulation Shares	1,512,980	14,681	(192,207)	(358,843)	976,611
W-VMF Accumulation Shares	-	88,766	(12,704)	-	76,062

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £2,051,000 (2018: £2,190,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	1,138	-	-	119	1,257
Total	-	1,138	-	-	119	1,257

### 18 Shareholders' funds

The fund has seven share classes; A Accumulation Shares, A Income Shares, W Income Shares, Y Accumulation Shares, W Accumulation Shares, I Income Shares and W-VMF Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

A Income Shares : 1.50%

W Accumulation Shares : 0.75%

W Income Shares : 0.75%

I Income Shares : 0.75%

Y Accumulation Shares : 1.00%

W-VMF Accumulation Shares : 0.65%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	2,272.70	2,448.00	7.71
A Income Shares	192.41	207.30	7.74
W Accumulation Shares	1,577.79	1,703.00	7.94
W Income Shares	1,715.80	1,852.00	7.94
I Income Shares	115.45	124.59	7.92
Y Accumulation Shares	2,079.21	2,242.00	7.83
W-VMF Accumulation Shares	96.49	104.09	7.88

## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	24.2083	-	24.2083	19.3730
Group 2	-	24.2083	24.2083	19.3730

### A Income Shares - final distribution No. 18 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 15/04/19	Amount distributed 15/04/18
Group 1	0.7077	-	0.7077	0.2744
Group 2	-	0.7077	0.7077	0.2744

### A Income Shares - interim distribution No. 17 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 15/10/18	Amount distributed 15/10/17
Group 1	1.3687	-	1.3687	1.4021
Group 2	0.7272	0.6415	1.3687	1.4021

### W Accumulation Shares - final distribution No. 6 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	28.5519	-	28.5519	24.5081
Group 2	2.5452	26.0067	28.5519	24.5081

### W Income Shares - final distribution No. 13 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 15/04/19	Amount distributed 15/04/18
Group 1	16.0685	-	16.0685	12.0160
Group 2	-	16.0685	16.0685	12.0160

### W Income Shares - interim distribution No. 12 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 15/10/18	Amount distributed 15/10/17
Group 1	15.5467	-	15.5467	15.6044
Group 2	-	15.5467	15.5467	15.6044

## Distribution Statement

### I Income Shares - final distribution No. 5 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 15/04/19	Amount distributed 15/04/18
Group 1	1.1668	-	1.1668	0.9133
Group 2	-	1.1668	1.1668	0.9133

### I Income Shares - interim distribution No. 4 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 15/10/18	Amount distributed 15/10/17
Group 1	1.0750	-	1.0750	1.0864
Group 2	0.1428	0.9322	1.0750	1.0864

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	32.4553	-	32.4553	27.9703
Group 2	3.3940	29.0613	32.4553	27.9703

### W-VMF Accumulation Shares - final distribution No. 1 in pence per share

Group 1 - Shares purchased on or before 15 July 2018.

Group 2 - Shares purchased from 16 July 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19^
Group 1	0.0783	-	0.0783
Group 2	-	0.0783	0.0783

^This share class launched on 16 July 2018

## Fund Manager's Review

### Investment Objective and Policy

The fund's investment objective is to achieve long term capital growth from a portfolio primarily made up of the shares of continental European companies. The portfolio will be made up of a blend of larger, medium and smaller sized companies. The ACD is not restricted in the choice of company either by size or industry, or in terms of the geographical split of the portfolio, which is largely determined by the availability of attractive investment opportunities rather than the outlook for each market.

### Performance and Portfolio Activity

The fund generated negative returns over the period. Overall, the year presented a challenging environment for European equities, as investors turned increasingly risk averse amid concerns about a possible slowdown in the global economy. Against this backdrop, shares in technology holdings fell, while energy positions benefited on strong oil prices and an encouraging order intake. Among key transactions, I took profits in health care company Koninklijke Philips and oil and gas business Royal Dutch Shell. The proceeds were reinvested in molecular diagnostics company QIAGEN, given its attractive growth profile. I also bought shares in life sciences company Lonza Group, which is well placed to benefit from favourable dynamics in the health care outsourcing industry.

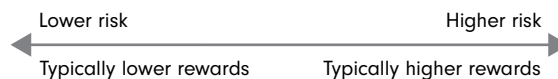
### Outlook

The global economy is going through a slowdown in the pace of expansion, driven by late cycle dynamics and the start of tapering from major central banks. Europe is experiencing macroeconomic disappointments, while companies are still expected to deliver single-digit earnings growth in 2019.

Alberto Chiandetti  
Fund Manager  
28 February 2019

## Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
W Accumulation Shares	5
Y Accumulation Shares	5



1	2	3	4	5	6	7
---	---	---	---	---	---	---

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

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

## Comparative Performance Table

	<b>A Accumulation Shares</b>			<b>W Accumulation Shares</b>		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	510.73	450.14	382.57	474.80	415.36	350.39
Return before operating charges*	(32.93)	69.17	74.75	(30.74)	63.91	68.69
Operating charges	(8.28)	(8.58)	(7.18)	(4.27)	(4.47)	(3.72)
Return after operating charges*	(41.21)	60.59	67.57	(35.01)	59.44	64.97
Distributions	(1.41)	(0.51)	(1.32)	(4.74)	(3.94)	(4.09)
Retained distributions on accumulation shares	1.41	0.51	1.32	4.74	3.94	4.09
Closing net asset value per share	<b>469.52</b>	<b>510.73</b>	<b>450.14</b>	<b>439.79</b>	<b>474.80</b>	<b>415.36</b>
*after direct transaction costs of	0.56	0.64	1.03	0.56	0.64	1.03
<b>Performance</b>						
Return after charges	(8.1%)	13.5%	17.7%	(7.4%)	14.3%	18.5%
<b>Other information</b>						
Closing net asset value (£'000)	89,177	108,102	113,358	277,672	322,627	287,456
Closing number of shares	18,993,035	21,166,384	25,182,979	63,137,887	67,949,634	69,206,022
Operating charges	1.68%	1.68%	1.72%	0.93%	0.93%	0.97%
Direct transaction costs	0.12%	0.13%	0.26%	0.12%	0.13%	0.26%
<b>Prices (pence per share)</b>						
Highest share price	531.80	528.40	466.80	496.00	490.90	430.30
Lowest share price	430.50	456.60	370.40	402.70	421.80	340.00

	<b>Y Accumulation Shares</b>		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	200.28	175.59	148.55
Return before operating charges*	(12.94)	27.01	28.94
Operating charges	(2.30)	(2.32)	(1.90)
Return after operating charges*	(15.24)	24.69	27.04
Distributions	(1.50)	(1.23)	(1.36)
Retained distributions on accumulation shares	1.50	1.23	1.36
Closing net asset value per share	<b>185.04</b>	<b>200.28</b>	<b>175.59</b>
*after direct transaction costs of	0.56	0.64	1.03
<b>Performance</b>			
Return after charges	(7.6%)	14.1%	18.2%
<b>Other information</b>			
Closing net asset value (£'000)	372	1,186	1,225
Closing number of shares	201,230	592,368	697,371
Operating charges	1.18%	1.18%	1.19%
Direct transaction costs	0.12%	0.13%	0.26%
<b>Prices (pence per share)</b>			
Highest share price	209.00	207.10	182.00
Lowest share price	169.50	178.30	143.90



## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(35,600)		51,200
Revenue	5	9,767		10,872	
Expenses	6	(4,451)		(5,062)	
Interest payable and similar charges	8	(4)		(49)	
Net revenue/(expense) before taxation		5,312		5,761	
Taxation	7	(776)		(915)	
Net revenue/(expense) after taxation			4,536		4,846
<b>Total return before distributions</b>			(31,064)		56,046
Distributions	8		(3,549)		(3,021)
<b>Change in net assets attributable to shareholders from investment activities</b>			(34,613)		53,025

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			431,915		402,039
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		2,487		6,166	
Amounts payable on cancellation of shares		(35,833)		(32,104)	
			(33,346)		(25,938)
Change in net assets attributable to shareholders from investment activities (see above)			(34,613)		53,025
Retained distribution on accumulation shares	8		3,265		2,789
<b>Closing net assets attributable to shareholders</b>			367,221		431,915

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			366,948		434,850
<b>Current assets:</b>					
Debtors	9	1,138		1,593	
Cash and bank balances	10	289		474	
Total other assets			1,427		2,067
<b>Total assets</b>			368,375		436,917
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(1,154)		(5,002)	
Total other liabilities			(1,154)		(5,002)
<b>Total liabilities</b>			(1,154)		(5,002)
<b>Net assets attributable to shareholders</b>			367,221		431,915

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(35,370)	51,449
Gains/(losses) on derivative contracts	(528)	(7)
Other currency gains/(losses)	269	(209)
Transaction charges	(16)	(14)
Broker fee rebates	45	(19)
Net capital gains/(losses)	<u>(35,600)</u>	<u>51,200</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	(50)	-
Derivative revenue	13	-
UK dividends	67	-
UK scrip dividends	105	-
Overseas dividends	8,747	8,983
Overseas scrip dividends	885	1,884
Taxable interest	-	5
Total revenue	<u>9,767</u>	<u>10,872</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	3,749	4,168
Registrar fees	401	547
Service charges	200	219
Foreign exchange administration fees	4	3
	<u>4,354</u>	<u>4,937</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	39	41
Custody fees	39	44
	<u>78</u>	<u>85</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	11	32
	<u>19</u>	<u>40</u>
Total expenses	<u>4,451</u>	<u>5,062</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	776	915
Total current taxation	<u>776</u>	<u>915</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>5,312</u>	<u>5,761</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	1,062	1,152
Effects of:		
Increase/(decrease) in unutilised management expenses	856	1,021
Overseas tax expensed	(1)	-
Overseas taxation	776	915
Revenue not included for tax purposes	(1,917)	(2,173)
Current tax charge/(credit)	<u>776</u>	<u>915</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £10,270,000 (2018: £9,414,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	267	108
<b>W Accumulation Shares</b>		
Final	2,995	2,674
<b>Y Accumulation Shares</b>		
Final	<u>3</u>	<u>7</u>
	<u>3,265</u>	<u>2,789</u>
Add: Revenue deducted on cancellation of shares	309	286
Deduct: Revenue received on issue of shares	(25)	(54)
Net distributions for the year	<u>3,549</u>	<u>3,021</u>
<b>Interest/other</b>		
Interest	<u>4</u>	<u>49</u>
Total finance costs	<u>3,553</u>	<u>3,070</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	4,536	4,846
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	(105)	-
Overseas scrip dividends	(885)	(1,884)
Equalisation on conversions	<u>3</u>	<u>59</u>
	<u>3,549</u>	<u>3,021</u>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	-	80
Sales awaiting settlement	-	96
Sales of currency awaiting settlement	246	350
Accrued revenue	245	171
Overseas tax recoverable	<u>647</u>	<u>896</u>
Total debtors	<u>1,138</u>	<u>1,593</u>

## Notes to the Financial Statements

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Cash and bank balances	142	474
Amounts held at futures clearing houses and brokers	147	-
<b>Total cash and bank balances</b>	<b>289</b>	<b>474</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	557	433
Purchases awaiting settlement	3	3,817
Purchases of currency awaiting settlement	247	351
Accrued expenses	347	401
<b>Total other creditors</b>	<b>1,154</b>	<b>5,002</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency	£'000	£'000	£'000	£'000
<b>28/02/19</b>				
Canadian Dollar	2,991	-	-	2,991
Danish Krone	11,019	-	421	11,440
Euro	257,743	141	221	258,105
Norwegian Krone	9,422	-	-	9,422
Swedish Krona	17,300	-	-	17,300
Swiss Franc	64,417	-	-	64,417
UK Pound	4,056	148	(658)	3,546
<b>Total</b>	<b>366,948</b>	<b>289</b>	<b>(16)</b>	<b>367,221</b>
<b>28/02/18</b>				
Brazilian Real	-	9	-	9
Danish Krone	24,803	-	247	25,050
Euro	323,715	465	(2,908)	321,272
Norwegian Krone	9,500	-	-	9,500
Swedish Krona	18,412	-	-	18,412
Swiss Franc	47,443	-	-	47,443
UK Pound	4,008	-	(754)	3,254
US Dollar	6,969	-	6	6,975
<b>Total</b>	<b>434,850</b>	<b>474</b>	<b>(3,409)</b>	<b>431,915</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.99% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	302,270	115	0.04	241	0.08
Derivative	-	2	-	-	-
Total	<u>302,270</u>	<u>117</u>		<u>241</u>	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	348,729	123	0.04	-	-
Corporate actions	7	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>348,736</u>	<u>125</u>		<u>-</u>	

Total including transaction costs

Total as a percentage of average net assets\*

0.06 %

0.06 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	245,199	181	0.07	193	0.08
Corporate actions	3,410	-	-	-	-
Total	<u>248,609</u>	<u>181</u>		<u>193</u>	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	260,148	215	0.08	-	-
Corporate actions	978	-	-	-	-
Total	<u>261,126</u>	<u>215</u>		<u>-</u>	

Total including transaction costs

Total as a percentage of average net assets

0.09 %

0.04 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.07% (2018: 0.08%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	347,036	-	427,671	-
Level 2: Observable market data	19,912	-	7,179	-
Level 3: Unobservable data	-	-	-	-
	<u>366,948</u>	<u>-</u>	<u>434,850</u>	<u>-</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	21,166,384	169,589	(2,222,024)	(120,914)	18,993,035
W Accumulation Shares	67,949,634	352,725	(5,407,482)	243,010	63,137,887
Y Accumulation Shares	592,368	4,082	(125,564)	(269,656)	201,230

## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £309,000 (2018: £360,000) are included within accrued expenses in Note 11.

### 17 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 18 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	469.52	496.39	5.72
W Accumulation Shares	439.79	465.69	5.89
Y Accumulation Shares	185.04	195.90	5.87

## Distribution Statement

for the year ended 28 February 2019

**A Accumulation Shares - final distribution No. 32 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.4056	-	1.4056	0.5118
Group 2	-	1.4056	1.4056	0.5118

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.7430	-	4.7430	3.9360
Group 2	0.4471	4.2959	4.7430	3.9360

**Y Accumulation Shares - final distribution No. 10 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.4995	-	1.4995	1.2307
Group 2	-	1.4995	1.4995	1.2307

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve a relatively high level of income. The fund will obtain exposure primarily to UK corporate and government bonds and other fixed income and money market securities, preference shares and convertibles.

The fund may invest directly in securities or may achieve exposure indirectly through the use of Derivatives. The fund may also invest in money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) Derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

Performance and Portfolio Activity

The fund posted positive returns over the period, primarily driven by its interest rate strategy. This was partially offset by its credit strategy given the broad-based widening of credit spreads. The bias towards BBB rated bonds weighed on returns. However, the cautious stance towards high yield bonds helped cushion these losses.

The fund remained cautiously focussed on attractive opportunities. Holdings in cash were reduced and the proceeds were used to invest in attractive new issues of Center Parcs and Pension Insurance Corp. We lowered the exposure to Porterbrook Rail and sold the position in Great Rolling Stock in the transportation sector.

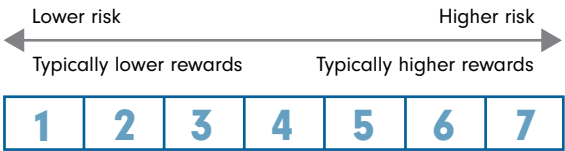
Outlook

The outlook for the UK economy hinges on the outcome of its exit negotiations with the European Union (EU). Leaving the EU with a deal or remaining in the EU would likely unleash pent-up investment and boost consumer sentiment, while leaving with no deal could cause a serious economic shock. On the credit front, we maintain a cautious stance given the lack of clear growth drivers and the build-up of various headwinds.

Peter Khan & Sajiv Vaid  
Fund Managers  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	3
A Income Shares	3
Y Accumulation Shares	3
Y Income Shares	3



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

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



### Comparative Performance Table

	A Income Shares			A Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	27.53	27.47	25.41	184.48	178.80	159.88
Return before operating charges*	0.51	1.27	3.37	3.44	8.35	22.90
Operating charges	(0.39)	(0.40)	(0.39)	(2.62)	(2.67)	(2.50)
Return after operating charges*	0.12	0.87	2.98	0.82	5.68	20.40
Distributions	(0.79)	(0.81)	(0.92)	(5.36)	(5.35)	(7.38)
Retained distributions on accumulation shares	-	-	-	5.36	5.35	5.90
Closing net asset value per share	26.86	27.53	27.47	185.30	184.48	178.80
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	0.4%	3.2%	11.7%	0.5%	3.2%	12.8%
<b>Other information</b>						
Closing net asset value (£'000)	48,330	55,329	42,892	8,256	9,216	9,336
Closing number of shares	179,921,301	200,967,117	156,146,490	4,455,777	4,996,038	5,221,405
Operating charges	1.42%	1.42%	1.45%	1.42%	1.42%	1.45%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	27.72	28.26	28.21	186.30	187.90	179.70
Lowest share price	26.36	27.52	25.63	180.90	179.10	161.20

	Y Accumulation Shares			Y Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	125.57	120.89	107.52	126.27	125.99	116.55
Return before operating charges*	2.35	5.65	15.42	2.32	5.86	15.46
Operating charges	(0.97)	(0.97)	(0.90)	(0.96)	(0.99)	(0.96)
Return after operating charges*	1.38	4.68	14.52	1.36	4.87	14.50
Distributions	(4.48)	(4.47)	(5.75)	(4.43)	(4.59)	(5.06)
Retained distributions on accumulation shares	4.48	4.47	4.60	-	-	-
Closing net asset value per share	126.95	125.57	120.89	123.20	126.27	125.99
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	1.1%	3.9%	13.5%	1.1%	3.9%	12.4%
<b>Other information</b>						
Closing net asset value (£'000)	120,246	113,117	45,257	429,854	450,187	172,304
Closing number of shares	94,721,602	90,086,543	37,438,248	348,911,898	356,525,968	136,764,830
Operating charges	0.77%	0.77%	0.77%	0.77%	0.77%	0.77%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	127.60	127.90	121.50	127.10	129.70	129.40
Lowest share price	123.80	121.10	108.40	120.90	126.20	117.50

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(15,317)		(190)
Revenue	5	27,690		26,282	
Expenses	6	(5,197)		(4,933)	
Interest payable and similar charges	8	(737)		(1,100)	
Net revenue/(expense) before taxation		21,756		20,249	
Taxation	7	-		-	
Net revenue/(expense) after taxation			21,756		20,249
<b>Total return before distributions</b>			6,439		20,059
Distributions	8		(21,757)		(20,251)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(15,318)</u>		<u>(192)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			627,849		537,309
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		62,378		177,642	
Amounts payable on cancellation of shares		(72,704)		(91,236)	
			(10,326)		86,406
Swing price adjustment			-		32
Change in net assets attributable to shareholders from investment activities (see above)			(15,318)		(192)
Retained distribution on accumulation shares			4,481		4,294
<b>Closing net assets attributable to shareholders</b>			<u>606,686</u>		<u>627,849</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			596,823		615,160
<b>Current assets:</b>					
Debtors	9	12,281		10,643	
Cash and bank balances	10	1,973		4,438	
Total other assets			14,254		15,081
<b>Total assets</b>			<u>611,077</u>		<u>630,241</u>
<b>Liabilities:</b>					
Investment liabilities			(298)		(556)
Creditors					
Distribution payable		(1,355)		(1,359)	
Other creditors	11	(2,738)		(477)	
Total other liabilities			(4,093)		(1,836)
<b>Total liabilities</b>			<u>(4,391)</u>		<u>(2,392)</u>
<b>Net assets attributable to shareholders</b>			<u>606,686</u>		<u>627,849</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(13,521)	(8,186)
Gains/(losses) on derivative contracts	(1,719)	2,235
Gains/(losses) on forward currency contracts	(176)	5,130
Other currency gains/(losses)	107	637
Transaction charges	(8)	(6)
Net capital gains/(losses)	<u>(15,317)</u>	<u>(190)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	27,683	26,134
Derivative revenue	-	144
Bank interest	7	4
Total revenue	<u>27,690</u>	<u>26,282</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	4,130	3,918
Registrar fees	623	597
Service charges	312	290
Foreign exchange administration fees	4	3
	<u>5,069</u>	<u>4,808</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	52	50
Custody fees	47	23
	<u>99</u>	<u>73</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	19	42
	<u>29</u>	<u>52</u>
Total expenses	<u>5,197</u>	<u>4,933</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	<u>-</u>	<u>-</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>21,756</u>	<u>20,249</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	4,351	4,050
Effects of:		
Interest distributions	(4,351)	(4,050)
Current tax charge/(credit)	<u>-</u>	<u>-</u>

## Notes to the Financial Statements

Open ended investment companies are exempt from UK tax on capital gains.

The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Income Shares</b>		
Final	115	124
Interim	1,378	1,142
<b>Gross paying A Income Shares*</b>		
Interim	-	427
<b>A Accumulation Shares</b>		
Final	239	267
<b>Y Accumulation Shares</b>		
Final	4,242	4,027
<b>Y Income Shares</b>		
Final	1,240	1,235
Interim	14,522	6,606
<b>Gross paying Y Income Shares**</b>		
Interim	-	7,427
	<u>21,736</u>	<u>21,255</u>
Add: Revenue deducted on cancellation of shares	398	253
Deduct: Revenue received on issue of shares	<u>(377)</u>	<u>(1,257)</u>
Net distributions for the year	<u>21,757</u>	<u>20,251</u>
<b>Interest/other</b>		
Currency amortisation	18	-
FX Hedging Expense	5	-
Interest	3	3
Derivative expense	<u>711</u>	<u>1,097</u>
	<u>737</u>	<u>1,100</u>
Total finance costs	<u><u>22,494</u></u>	<u><u>21,351</u></u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	21,756	20,249
<b>Add back (revenue)/expenses transferred to capital:</b>		
Equalisation on conversions	<u>1</u>	<u>2</u>
	<u><u>21,757</u></u>	<u><u>20,251</u></u>

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

\*This share class converted to A Income shares on 29 January 2018.

\*\*This share class converted to Y Income shares on 29 January 2018.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	194	1,420
Sales of currency awaiting settlement	-	1
Accrued revenue	9,087	9,218
Overseas tax recoverable	4	4
Sales awaiting settlement	<u>2,996</u>	<u>-</u>
Total debtors	<u><u>12,281</u></u>	<u><u>10,643</u></u>

## Notes to the Financial Statements

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	1,064	1,916
Cash and bank balances	909	2,522
<b>Total cash and bank balances</b>	<b>1,973</b>	<b>4,438</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	509	30
Purchases of currency awaiting settlement	-	1
Accrued expenses	434	446
Purchases awaiting settlement	1,795	-
<b>Total other creditors</b>	<b>2,738</b>	<b>477</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency	£'000	£'000	£'000	£'000
<b>28/02/19</b>				
Euro	100,309	87	3,252	103,648
Swiss Franc	-	1	-	1
UK Pound	430,771	1,536	4,259	436,566
US Dollar	65,445	349	677	66,471
<b>Total</b>	<b>596,525</b>	<b>1,973</b>	<b>8,188</b>	<b>606,686</b>
<b>28/02/18</b>				
Euro	88,589	89	1,243	89,921
Swiss Franc	-	1	-	1
UK Pound	452,457	4,275	6,513	463,245
US Dollar	73,558	73	1,051	74,682
<b>Total</b>	<b>614,604</b>	<b>4,438</b>	<b>8,807</b>	<b>627,849</b>

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

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

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

	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
Currency	£'000	£'000	£'000	£'000
<b>28/02/19</b>				
Euro	813	97,318	5,741	103,872
Swiss Franc	1	-	-	1
UK Pound	4,993	426,457	8,916	440,366
US Dollar	349	63,902	2,609	66,860
<b>Total</b>	<b>6,156</b>	<b>587,677</b>	<b>17,266</b>	<b>611,099</b>
<b>28/02/18</b>				
Euro	823	87,072	2,070	89,965
Swiss Franc	1	-	-	1
UK Pound	7,757	443,783	13,572	465,112
US Dollar	73	73,911	1,179	75,163
<b>Total</b>	<b>8,654</b>	<b>604,766</b>	<b>16,821</b>	<b>630,241</b>

## Notes to the Financial Statements

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

28/02/19	£'000	£'000	£'000	£'000
Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
Euro	-	-	224	224
UK Pound ^	-	-	610,486	610,486
US Dollar	-	-	389	389
<b>Total</b>	<b>-</b>	<b>-</b>	<b>611,099</b>	<b>611,099</b>

28/02/18	£'000	£'000	£'000	£'000
Euro	-	-	44	44
UK Pound ^	-	-	629,716	629,716
US Dollar	-	-	481	481
<b>Total</b>	<b>-</b>	<b>-</b>	<b>630,241</b>	<b>630,241</b>

^ Includes £606,686,000 in respect of the fund's liability to redeem all shares (2018: £627,849,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2018: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 5.51% fall or rise in the fund's market value (2018: 5.40%).

#### Credit rating risk

As at the year end 44.93% (2018: 35.18%) of the fund's market value was invested in securities rated as below investment grade, additionally 7.73% (2018: 4.68%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Futures exposure

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 1.30% (2018: 1.55%) of the fund's market value.

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2018: same).

## 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	484	-	-	-	-
Bond	336,079	-	-	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>336,563</b>	<b>5</b>		<b>-</b>	
<b>Total including transaction costs</b>	<b>336,568</b>				
Analysis of total sales costs	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	315,392	-	-	-	-
Corporate actions	21,996	-	-	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>337,388</b>	<b>5</b>		<b>-</b>	
<b>Total including transaction costs</b>	<b>337,383</b>				

Total as a percentage of average net assets\*

0.00 %

0.00 %

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	224	-	-	-	-
Bond	349,282	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>349,506</u>	<u>4</u>		<u>-</u>	
Total including transaction costs	<u>349,510</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	244,679	-	-	-	-
Corporate actions	9,809	-	-	-	-
Derivative	-	5	-	-	-
Total	<u>254,488</u>	<u>5</u>		<u>-</u>	
Total including transaction costs	<u>254,483</u>				

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.85% (2018: 0.82%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	27,124	(279)	26,751	(90)
Level 2: Observable market data	568,053	(19)	585,324	(466)
Level 3: Unobservable data*	1,646	-	3,085	-
	<u>596,823</u>	<u>(298)</u>	<u>615,160</u>	<u>(556)</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Income Shares	200,967,117	6,493,433	(27,115,827)	(423,422)	179,921,301
A Accumulation Shares	4,996,038	684,626	(1,086,841)	(138,046)	4,455,777
Y Accumulation Shares	90,086,543	17,712,423	(13,279,633)	202,269	94,721,602
Y Income Shares	356,525,968	29,978,495	(37,684,857)	92,292	348,911,898

## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £385,000 (2018: £393,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
BBH	29	-	-	-	-	29
BNP Paribas	113	-	-	-	-	113
Citibank	44	-	-	-	-	44
HSBC Global Markets	1,492	-	-	-	-	1,492
JP Morgan	-	(53)	-	-	1,064	1,011
Morgan Stanley	4	-	-	-	-	4
National Australia Bank	2,195	-	-	-	-	2,195
Royal Bank of Canada	60	-	-	-	-	60
Total	<u>3,937</u>	<u>(53)</u>	<u>-</u>	<u>-</u>	<u>1,064</u>	<u>4,948</u>

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
BBH	(17)	-	-	-	-	(17)
Citibank	332	-	-	-	-	332
HSBC Global Markets	(12)	-	-	-	-	(12)
JP Morgan	(421)	291	-	-	-	(130)
Morgan Stanley	<u>2</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2</u>
Total	<u>(116)</u>	<u>291</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>175</u>

### 18 Shareholders' funds

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

A Income Shares : 1.25%

A Accumulation Shares : 1.25%

Y Accumulation Shares : 0.60%

Y Income Shares : 0.60%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Income Shares	26.86	27.57	2.64
A Accumulation Shares	185.30	191.19	3.18
Y Accumulation Shares	126.95	131.19	3.34
Y Income Shares	123.20	126.50	2.68



## Distribution Statement

for the year ended 28 February 2019

**A Income Shares - final distribution No. 240 in pence per share**

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 25/03/19	Amount distributed 25/03/18
Group 1	0.0640	-	0.0640	0.0617
Group 2	0.0297	0.0343	0.0640	0.0617

**A Income Shares - interim distributions in pence per share**

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 229	0.0654	-	0.0654	0.0747
Distribution No. 230	0.0656	-	0.0656	0.0700
Distribution No. 231	0.0593	-	0.0593	0.0724
Distribution No. 232	0.0655	-	0.0655	0.0699
Distribution No. 233	0.0675	-	0.0675	0.0704
Distribution No. 234	0.0679	-	0.0679	0.0699
Distribution No. 235	0.0661	-	0.0661	0.0647
Distribution No. 236	0.0677	-	0.0677	0.0636
Distribution No. 237	0.0683	-	0.0683	0.0624
Distribution No. 238	0.0698	-	0.0698	0.0663
Distribution No. 239	0.0621	-	0.0621	0.0655
Group 2				
Distribution No. 229	0.0328	0.0326	0.0654	0.0747
Distribution No. 230	0.0348	0.0308	0.0656	0.0700
Distribution No. 231	0.0294	0.0299	0.0593	0.0724
Distribution No. 232	0.0351	0.0304	0.0655	0.0699
Distribution No. 233	0.0355	0.0320	0.0675	0.0704
Distribution No. 234	0.0396	0.0283	0.0679	0.0699
Distribution No. 235	0.0262	0.0399	0.0661	0.0647
Distribution No. 236	0.0332	0.0345	0.0677	0.0636
Distribution No. 237	0.0328	0.0355	0.0683	0.0624
Distribution No. 238	0.0335	0.0363	0.0698	0.0663
Distribution No. 239	0.0280	0.0341	0.0621	0.0655

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	5.3579	-	5.3579	5.3492
Group 2	2.3292	3.0287	5.3579	5.3492

**Y Accumulation Shares - final distribution No. 6 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.4781	-	4.4781	4.4702
Group 2	2.5664	1.9117	4.4781	4.4702

## Distribution Statement

### Y Income Shares - final distribution No. 113 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 25/03/19	Amount distributed 25/03/18
Group 1	0.3554	-	0.3554	0.3465
Group 2	0.1586	0.1968	0.3554	0.3465

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

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 102	0.3703	-	0.3703	0.4158
Distribution No. 103	0.3686	-	0.3686	0.3882
Distribution No. 104	0.3415	-	0.3415	0.4064
Distribution No. 105	0.3678	-	0.3678	0.3928
Distribution No. 106	0.3792	-	0.3792	0.3974
Distribution No. 107	0.3809	-	0.3809	0.3951
Distribution No. 108	0.3698	-	0.3698	0.3685
Distribution No. 109	0.3791	-	0.3791	0.3663
Distribution No. 110	0.3795	-	0.3795	0.3582
Distribution No. 111	0.3873	-	0.3873	0.3785
Distribution No. 112	0.3520	-	0.3520	0.3722
Group 2				
Distribution No. 102	0.1555	0.2148	0.3703	0.4158
Distribution No. 103	0.1963	0.1723	0.3686	0.3882
Distribution No. 104	0.1657	0.1758	0.3415	0.4064
Distribution No. 105	0.1604	0.2074	0.3678	0.3928
Distribution No. 106	0.1783	0.2009	0.3792	0.3974
Distribution No. 107	0.1338	0.2471	0.3809	0.3951
Distribution No. 108	0.1794	0.1904	0.3698	0.3685
Distribution No. 109	0.2695	0.1096	0.3791	0.3663
Distribution No. 110	0.1971	0.1824	0.3795	0.3582
Distribution No. 111	0.1676	0.2197	0.3873	0.3785
Distribution No. 112	0.1485	0.2035	0.3520	0.3722

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve income and long-term capital growth from a portfolio consisting primarily of the shares of companies from around the world. The ACD will choose investments which it believes offer attractive dividend yields in addition to price appreciation.

The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits.

Performance and Portfolio Activity

The fund recorded positive returns over the period. Strong stock selection in the industrials and consumer staples sectors enhanced gains. The robust performance of key positions, including professional publisher Wolters Kluwer and consumer goods major Procter & Gamble added value.

I purchased Colgate-Palmolive at an attractive valuation. Its strong position in the oral care market and low susceptibility to pricing pressures enables it to generate high sustainable returns. I also bought shares in multinational events and publishing company Informa. I used the strong rally in CA Technologies to sell the holding. Positive strategic updates with declining cash flows provided a well-timed exit from postal services provider Deutsche Post.

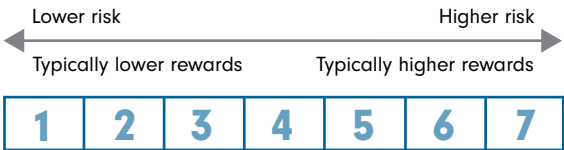
Outlook

The outlook for financial markets remains cautious in view of risks in the current late-cycle environment. Given the defensive characteristics of the businesses I invest in, I remain cautiously optimistic and emphasise the need to maintain a strict valuation discipline.

Daniel Roberts  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
A Income Shares	5
W Accumulation Shares	5
W Income (monthly) Shares	5
W Income Shares	5
Y Accumulation Shares	5
Y Income Shares	5



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

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

# Comparative Performance Table

	A Accumulation Shares			A Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	204.68	206.81	168.92	168.43	175.34	147.84
Return before operating charges*	21.23	1.44	41.13	17.42	1.35	35.46
Operating charges	(3.59)	(3.57)	(3.24)	(2.93)	(2.94)	(2.77)
Return after operating charges*	17.64	(2.13)	37.89	14.49	(1.59)	32.69
Distributions	(6.51)	(6.00)	(5.92)	(5.54)	(5.32)	(5.19)
Retained distributions on accumulation shares	6.51	6.00	5.92	-	-	-
Closing net asset value per share	222.32	204.68	206.81	177.38	168.43	175.34
*after direct transaction costs of	0.10	0.15	0.20	0.10	0.15	0.20
<b>Performance</b>						
Return after charges	8.6%	(1.0%)	22.4%	8.6%	(0.9%)	22.1%
<b>Other information</b>						
Closing net asset value (£'000)	16,275	15,839	20,883	1,747	1,674	1,767
Closing number of shares	7,320,635	7,738,165	10,097,827	985,029	994,060	1,007,930
Operating charges	1.67%	1.67%	1.71%	1.67%	1.63%	1.72%
Direct transaction costs	0.06%	0.08%	0.12%	0.06%	0.08%	0.12%
<b>Prices (pence per share)</b>						
Highest share price	227.30	219.00	207.10	185.50	184.60	177.60
Lowest share price	195.50	197.30	165.90	160.80	164.30	145.20

	W Accumulation Shares			W Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	194.44	195.00	158.10	165.13	170.68	142.78
Return before operating charges*	20.23	1.33	38.62	17.12	1.28	34.46
Operating charges	(1.89)	(1.89)	(1.72)	(1.59)	(1.64)	(1.53)
Return after operating charges*	18.34	(0.56)	36.90	15.53	(0.36)	32.93
Distributions	(6.20)	(5.67)	(5.56)	(5.44)	(5.19)	(5.03)
Retained distributions on accumulation shares	6.20	5.67	5.56	-	-	-
Closing net asset value per share	212.78	194.44	195.00	175.22	165.13	170.68
*after direct transaction costs of	0.10	0.15	0.20	0.10	0.15	0.20
<b>Performance</b>						
Return after charges	9.4%	(0.3%)	23.3%	9.4%	(0.2%)	23.1%
<b>Other information</b>						
Closing net asset value (£'000)	481,887	346,783	344,431	434,400	425,342	393,341
Closing number of shares	226,471,973	178,349,299	176,634,560	247,910,584	257,572,619	230,459,185
Operating charges	0.92%	0.93%	0.97%	0.92%	0.92%	0.97%
Direct transaction costs	0.06%	0.08%	0.12%	0.06%	0.08%	0.12%
<b>Prices (pence per share)</b>						
Highest share price	217.50	207.00	195.30	182.60	180.10	172.90
Lowest share price	185.80	187.30	155.60	157.80	161.00	140.50

## Comparative Performance Table

	Y Accumulation Shares			Y Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	211.37	212.45	172.62	174.00	180.25	151.12
Return before operating charges*	21.98	1.46	42.12	18.02	1.37	36.44
Operating charges	(2.61)	(2.54)	(2.29)	(2.13)	(2.14)	(1.99)
Return after operating charges*	19.37	(1.08)	39.83	15.89	(0.77)	34.45
Distributions	(6.74)	(6.23)	(6.07)	(5.73)	(5.48)	(5.32)
Retained distributions on accumulation shares	6.74	6.23	6.07	-	-	-
Closing net asset value per share	230.74	211.37	212.45	184.16	174.00	180.25
*after direct transaction costs of	0.10	0.15	0.20	0.10	0.15	0.20
<b>Performance</b>						
Return after charges	9.2%	(0.5%)	23.1%	9.1%	(0.4%)	22.8%
<b>Other information</b>						
Closing net asset value (£'000)	8,626	8,011	8,707	1,206	1,258	1,950
Closing number of shares	3,738,326	3,790,115	4,098,264	654,701	723,234	1,082,006
Operating charges	1.17%	1.18%	1.19%	1.17%	1.17%	1.19%
Direct transaction costs	0.06%	0.08%	0.12%	0.06%	0.08%	0.12%
<b>Prices (pence per share)</b>						
Highest share price	235.90	225.30	212.80	192.10	190.10	182.60
Lowest share price	201.90	203.70	169.80	166.20	169.60	148.60

	W Income (monthly) Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	115.69	119.58	100.00
Return before operating charges*	11.91	0.88	24.02
Operating charges	(1.11)	(1.14)	(1.11)
Return after operating charges*	10.80	(0.26)	22.91
Distributions	(3.80)	(3.63)	(3.33)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	122.69	115.69	119.58
*after direct transaction costs of	0.10	0.15	0.20
<b>Performance</b>			
Return after charges	9.3%	(0.2%)	22.9%
<b>Other information</b>			
Closing net asset value (£'000)	64,898	48,211	31,086
Closing number of shares	52,894,217	41,671,094	25,996,688
Operating charges	0.92%	0.93%	0.96%
Direct transaction costs	0.06%	0.08%	0.12%
<b>Prices (pence per share)</b>			
Highest share price	127.10	126.20	120.70
Lowest share price	110.50	112.00	97.92

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		60,477		(19,626)
Revenue	5	31,084		28,756	
Expenses	6	(8,310)		(8,375)	
Interest payable and similar charges	8	(2)		(2)	
Net revenue/(expense) before taxation		22,772		20,379	
Taxation	7	(3,201)		(3,009)	
Net revenue/(expense) after taxation			19,571		17,370
<b>Total return before distributions</b>			80,048		(2,256)
Distributions	8		(27,411)		(25,188)
<b>Change in net assets attributable to shareholders from investment activities</b>			52,637		(27,444)

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			847,118		802,165
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		200,035		161,960	
Amounts payable on cancellation of shares		(105,597)		(100,396)	
			94,438		61,564
Swing price adjustment			67		13
Change in net assets attributable to shareholders from investment activities (see above)			52,637		(27,444)
Retained distribution on accumulation shares	8		14,779		10,820
<b>Closing net assets attributable to shareholders</b>			1,009,039		847,118

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			1,008,759		848,957
<b>Current assets:</b>					
Debtors	9	9,972		5,643	
Cash and bank balances		112		47	
Total other assets			10,084		5,690
<b>Total assets</b>			1,018,843		854,647
<b>Liabilities:</b>					
Creditors					
Distribution payable		(5,573)		(5,410)	
Other creditors	10	(4,231)		(2,119)	
Total other liabilities			(9,804)		(7,529)
<b>Total liabilities</b>			(9,804)		(7,529)
<b>Net assets attributable to shareholders</b>			1,009,039		847,118

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	60,203	(19,060)
Other currency gains/(losses)	258	(543)
Transaction charges	(24)	(17)
Broker fee rebates	40	(6)
Net capital gains/(losses)	<u>60,477</u>	<u>(19,626)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	1,056	435
UK dividends	4,119	4,164
UK property income distributions	313	207
Overseas dividends	24,349	21,685
Overseas property income distributions	-	2
Overseas scrip dividends	1,242	2,260
Bank interest	5	3
Total revenue	<u>31,084</u>	<u>28,756</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	6,803	6,670
Registrar fees	887	1,082
Service charges	443	433
Foreign exchange administration fees	11	(2)
	<u>8,144</u>	<u>8,183</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	62	62
Custody fees	65	67
	<u>127</u>	<u>129</u>
Other expenses:		
Audit fee	11	12
Other operating expenses	28	51
	<u>39</u>	<u>63</u>
Total expenses	<u>8,310</u>	<u>8,375</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	3,201	3,009
Total current taxation	<u>3,201</u>	<u>3,009</u>

## Notes to the Financial Statements

b) Factors affecting tax charge/(credit) for the year

Net revenue/(expense) before taxation	22,772	20,379
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	4,554	4,076
Effects of:		
Increase/(decrease) in unutilised management expenses	1,337	1,488
Overseas tax expensed	(1)	(1)
Overseas taxation	3,201	3,009
Revenue not included for tax purposes	(5,890)	(5,563)
Current tax charge/(credit)	3,201	3,009

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £4,817,000 (2018: £3,480,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

## 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	477	464
<b>A Income Shares</b>		
Final	21	20
Interim	34	35
<b>W Accumulation Shares</b>		
Final	14,050	10,120
<b>W Income Shares</b>		
Final	5,129	5,027
Interim	8,343	8,419
<b>Y Accumulation Shares</b>		
Final	252	236
<b>Y Income Shares</b>		
Final	14	15
Interim	25	34
<b>W Income (monthly) Shares</b>		
Final	232	240
Interim	1,741	996
	30,318	25,606
Add: Revenue deducted on cancellation of shares	1,115	1,195
Deduct: Revenue received on issue of shares	(4,022)	(1,613)
Net distributions for the year	27,411	25,188
<b>Interest/other</b>		
Interest	2	2
Total finance costs	27,413	25,190
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	19,571	17,370
<b>Add back (revenue)/expenses transferred to capital:</b>		
Investment management fees	6,803	6,670
Service charges	443	433
Audit fee	6	7
Other operating expenses	16	29
Custody fees	36	37
Depository fees	37	36
Foreign exchange administration fees	6	(1)
Registrar fees	493	607
	27,411	25,188

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



## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	2,762	1,569
Sales of currency awaiting settlement	2,633	1,141
Accrued revenue	2,564	2,324
UK income tax recoverable	104	41
Overseas tax recoverable	609	568
Sales awaiting settlement	1,300	-
<b>Total debtors</b>	<b>9,972</b>	<b>5,643</b>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	57	320
Purchases of currency awaiting settlement	2,631	1,132
Accrued expenses	786	667
Purchases awaiting settlement	757	-
<b>Total other creditors</b>	<b>4,231</b>	<b>2,119</b>

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency	£'000	£'000	£'000	£'000
<b>28/02/19</b>				
Australian Dollar	15,200	-	292	15,492
Danish Krone	-	-	5	5
Euro	301,311	1,096	1,138	303,545
Hong Kong Dollar	18,468	-	-	18,468
Japanese Yen	79,875	-	576	80,451
Swedish Krona	15,528	-	-	15,528
Swiss Franc	81,118	1	-	81,119
Taiwan Dollar	31,264	23	-	31,287
UK Pound	126,434	(1,030)	(4,875)	120,529
US Dollar	339,561	22	3,032	342,615
<b>Total</b>	<b>1,008,759</b>	<b>112</b>	<b>168</b>	<b>1,009,039</b>
<b>28/02/18</b>				
Australian Dollar	12,039	-	293	12,332
Danish Krone	-	-	5	5
Euro	255,968	-	899	256,867
Hong Kong Dollar	9,344	-	-	9,344
Japanese Yen	58,557	-	438	58,995
Norwegian Krone	-	-	31	31
Swedish Krona	8,663	-	-	8,663
Swiss Franc	63,805	-	-	63,805
Taiwan Dollar	35,578	22	-	35,600
UK Pound	109,396	-	(5,229)	104,167
US Dollar	295,607	25	1,677	297,309
<b>Total</b>	<b>848,957</b>	<b>47</b>	<b>(1,886)</b>	<b>847,118</b>

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

#### Interest rate risk profile

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

## Notes to the Financial Statements

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.85% rise or fall in the fund's market value (2018: 0.87%).

#### Other price risk

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

#### Equity derivatives

At the year end the fund holds no equity derivatives (2018: same).

## 12 Portfolio transaction costs

28/02/19

### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	325,860	77	0.02	337	0.10
Total	325,860	77		337	
Total including transaction costs	326,274				

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	241,827	57	0.02	36	0.02
Corporate actions	3,159	-	-	-	-
Total	244,986	57		36	
Total including transaction costs	244,893				

Total as a percentage of average net assets\*

0.02 %

0.04 %

28/02/18

### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	332,543	180	0.05	385	0.12
Corporate actions	2,260	-	-	-	-
Total	334,803	180		385	
Total including transaction costs	335,368				

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	274,799	126	0.05	6	-
Corporate actions	922	-	-	-	-
Total	275,721	126		6	
Total including transaction costs	275,589				

Total as a percentage of average net assets

0.04 %

0.05 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.04% (2018: 0.04%).

## 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	953,763	-	814,404	-
Level 2: Observable market data	54,996	-	34,553	-
Level 3: Unobservable data	-	-	-	-
	1,008,759	-	848,957	-

## Notes to the Financial Statements

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	7,738,165	1,006,731	(1,299,869)	(124,392)	7,320,635
A Income Shares	994,060	216,249	(167,615)	(57,665)	985,029
W Accumulation Shares	178,349,299	67,816,304	(19,824,279)	130,649	226,471,973
W Income Shares	257,572,619	21,240,242	(31,016,254)	113,977	247,910,584
Y Accumulation Shares	3,790,115	551,071	(602,860)	-	3,738,326
Y Income Shares	723,234	178,905	(194,760)	(52,678)	654,701
W Income (monthly) Shares	41,671,094	17,962,238	(6,739,115)	-	52,894,217

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £723,000 (2018: £593,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has seven share classes; A Accumulation Shares, A Income Shares, W Accumulation Shares, W Income Shares, Y Accumulation Shares, Y Income Shares and W Income (monthly) Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

A Income Shares : 1.50%

W Accumulation Shares : 0.75%

W Income Shares : 0.75%

Y Accumulation Shares : 1.00%

Y Income Shares : 1.00%

W Income (monthly) Shares : 0.75%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	222.32	237.80	6.96
A Income Shares	177.38	189.80	7.00
W Accumulation Shares	212.78	228.00	7.15
W Income Shares	175.22	187.80	7.18
Y Accumulation Shares	230.74	247.09	7.09
Y Income Shares	184.16	197.19	7.08
W Income (monthly) Shares	122.69	130.80	6.61

## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	6.5135	-	6.5135	6.0012
Group 2	1.9038	4.6097	6.5135	6.0012

### A Income Shares - final distribution No. 29 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	2.0984	-	2.0984	1.9940
Group 2	0.2656	1.8328	2.0984	1.9940

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

Group 1 - Distribution No. 26 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 27 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 28 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 26 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 27 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 28 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 26	1.1198	-	1.1198	1.0840
Distribution No. 27	1.1590	-	1.1590	1.1198
Distribution No. 28	1.1590	-	1.1590	1.1198
Group 2				
Distribution No. 26	0.1018	1.0180	1.1198	1.0840
Distribution No. 27	-	1.1590	1.1590	1.1198
Distribution No. 28	-	1.1590	1.1590	1.1198

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	6.2040	-	6.2040	5.6743
Group 2	1.5559	4.6481	6.2040	5.6743

### W Income Shares - final distribution No. 26 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	2.0689	-	2.0689	1.9515
Group 2	0.4355	1.6334	2.0689	1.9515

## Distribution Statement

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

Group 1 - Distribution No. 23 Shares purchased on or before 28 February 2018.  
Group 1 - Distribution No. 24 Shares purchased on or before 31 May 2018.  
Group 1 - Distribution No. 25 Shares purchased on or before 31 August 2018.  
Group 2 - Distribution No. 23 Shares purchased from 1 March 2018 to 31 May 2018.  
Group 2 - Distribution No. 24 Shares purchased from 1 June 2018 to 31 August 2018.  
Group 2 - Distribution No. 25 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 23	1.0954	-	1.0954	1.0489
Distribution No. 24	1.1400	-	1.1400	1.0954
Distribution No. 25	1.1400	-	1.1400	1.0954
Group 2				
Distribution No. 23	0.1928	0.9026	1.0954	1.0489
Distribution No. 24	-	1.1400	1.1400	1.0954
Distribution No. 25	-	1.1400	1.1400	1.0954

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

Group 1 - Shares purchased on or before 28 February 2018.  
Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	6.7395	-	6.7395	6.2293
Group 2	1.8037	4.9358	6.7395	6.2293

### Y Income Shares - final distribution No. 29 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.  
Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	2.1752	-	2.1752	2.0573
Group 2	0.1168	2.0584	2.1752	2.0573

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

Group 1 - Distribution No. 26 Shares purchased on or before 28 February 2018.  
Group 1 - Distribution No. 27 Shares purchased on or before 31 May 2018.  
Group 1 - Distribution No. 28 Shares purchased on or before 31 August 2018.  
Group 2 - Distribution No. 26 Shares purchased from 1 March 2018 to 31 May 2018.  
Group 2 - Distribution No. 27 Shares purchased from 1 June 2018 to 31 August 2018.  
Group 2 - Distribution No. 28 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 26	1.1553	-	1.1553	1.1095
Distribution No. 27	1.2000	-	1.2000	1.1553
Distribution No. 28	1.2000	-	1.2000	1.1553
Group 2				
Distribution No. 26	-	1.1553	1.1553	1.1095
Distribution No. 27	-	1.2000	1.2000	1.1553
Distribution No. 28	-	1.2000	1.2000	1.1553

## Distribution Statement

### W Income (monthly) Shares - final distribution No. 36 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.4381	-	0.4381	0.5769
Group 2	0.1371	0.3010	0.4381	0.5769

### W Income (monthly) Shares - interim distributions in pence per share

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 25	0.3000	-	0.3000	0.2300
Distribution No. 26	0.3000	-	0.3000	0.2300
Distribution No. 27	0.3000	-	0.3000	0.2300
Distribution No. 28	0.3000	-	0.3000	0.2800
Distribution No. 29	0.3000	-	0.3000	0.2800
Distribution No. 30	0.3100	-	0.3100	0.3000
Distribution No. 31	0.3100	-	0.3100	0.3000
Distribution No. 32	0.3100	-	0.3100	0.3000
Distribution No. 33	0.3100	-	0.3100	0.3000
Distribution No. 34	0.3100	-	0.3100	0.3000
Distribution No. 35	-	-	-	0.3000
Group 2				
Distribution No. 25	0.1935	0.1065	0.3000	0.2300
Distribution No. 26	0.0290	0.2710	0.3000	0.2300
Distribution No. 27	-	0.3000	0.3000	0.2300
Distribution No. 28	-	0.3000	0.3000	0.2800
Distribution No. 29	-	0.3000	0.3000	0.2800
Distribution No. 30	-	0.3100	0.3100	0.3000
Distribution No. 31	-	0.3100	0.3100	0.3000
Distribution No. 32	-	0.3100	0.3100	0.3000
Distribution No. 33	-	0.3100	0.3100	0.3000
Distribution No. 34	-	0.3100	0.3100	0.3000
Distribution No. 35	-	0.3100	0.3100	0.3000

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve income with the potential for some capital growth from a portfolio made up mainly of the securities of companies from around the world. Derivatives and forward transactions may be used for investment purposes and this may include using derivative instruments to generate additional income, for example, by the writing of call options. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits.

Performance and Portfolio Activity

The fund recorded positive returns over the period. Strong stock selection in the industrials and consumer staples sectors enhanced gains. The robust performance of key positions, including professional publisher Wolters Kluwer and consumer goods major Procter & Gamble added value.

We purchased Colgate-Palmolive at an attractive valuation. Its strong position in the oral care market and low susceptibility to pricing pressures enables it to generate high sustainable returns. We also bought shares in multinational events and publishing company Informa. We used the strong rally in CA Technologies to sell the holding. Positive strategic updates with declining cash flows provided a well-timed exit from postal services provider Deutsche Post.

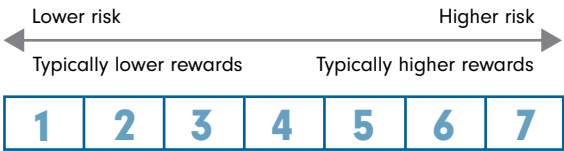
Outlook

The outlook for financial markets remains cautious in view of risks in the current late-cycle environment. Given the defensive characteristics of the businesses we invest in, we remain cautiously optimistic and emphasise the need to maintain a strict valuation discipline.

Daniel Roberts & David Jehan  
Fund Managers  
28 February 2019

Risk and Reward Indicator

	SRRI
A Income Shares	5
W Accumulation Shares	5
W Income (monthly) Shares	5
W Income Shares	5



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

- The risk category was calculated using historical performance data.
- The risk category may not be a reliable indication of the future risk profile of the fund, is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- The use of derivatives to enhance income may reduce growth potential in certain market conditions.

## Comparative Performance Table

	<b>A Income Shares</b>			<b>W Accumulation Shares</b>		
	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Change in net assets (pence per share)						
Opening net asset value per share	124.40	132.45	113.93	159.46	160.57	130.28
Return before operating charges*	12.16	0.75	27.10	15.49	0.47	31.75
Operating charges	(2.16)	(2.26)	(2.17)	(1.58)	(1.58)	(1.46)
Return after operating charges*	10.00	(1.51)	24.93	13.91	(1.11)	30.29
Distributions	(6.62)	(6.54)	(6.41)	(6.83)	(6.27)	(5.87)
Retained distributions on accumulation shares	-	-	-	6.83	6.27	5.87
Closing net asset value per share	<b>127.78</b>	<b>124.40</b>	<b>132.45</b>	<b>173.37</b>	<b>159.46</b>	<b>160.57</b>
*after direct transaction costs of	0.18	0.25	0.30	0.18	0.25	0.30
<b>Performance</b>						
Return after charges	8.0%	(1.1%)	21.9%	8.7%	(0.7%)	23.3%
<b>Other information</b>						
Closing net asset value (£'000)	2,160	2,228	2,101	52,792	41,148	43,807
Closing number of shares	1,690,776	1,791,185	1,586,340	30,449,903	25,804,481	27,281,195
Operating charges	1.69%	1.68%	1.74%	0.94%	0.94%	0.99%
Direct transaction costs	0.14%	0.19%	0.23%	0.14%	0.19%	0.23%
<b>Prices (pence per share)</b>						
Highest share price	135.10	138.00	134.00	177.10	169.60	160.90
Lowest share price	119.10	122.00	112.30	152.70	154.20	129.00

	<b>W Income Shares</b>			<b>W Income (monthly) Shares</b>		
	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Change in net assets (pence per share)						
Opening net asset value per share	128.57	135.88	116.02	110.98	117.29	100.00
Return before operating charges*	12.40	0.55	27.49	10.57	0.43	23.69
Operating charges	(1.24)	(1.32)	(1.26)	(1.07)	(1.13)	(1.12)
Return after operating charges*	11.16	(0.77)	26.23	9.50	(0.70)	22.57
Distributions	(6.67)	(6.54)	(6.37)	(5.73)	(5.61)	(5.28)
Retained distributions on accumulation shares	-	-	-	-	-	-
Closing net asset value per share	<b>133.06</b>	<b>128.57</b>	<b>135.88</b>	<b>114.75</b>	<b>110.98</b>	<b>117.29</b>
*after direct transaction costs of	0.18	0.25	0.30	0.18	0.25	0.30
<b>Performance</b>						
Return after charges	8.7%	(0.6%)	22.6%	8.6%	(0.6%)	22.6%
<b>Other information</b>						
Closing net asset value (£'000)	89,453	142,422	149,855	98,225	87,535	22,443
Closing number of shares	67,225,476	110,771,769	110,288,329	85,596,744	78,876,824	19,134,848
Operating charges	0.94%	0.94%	0.99%	0.94%	0.94%	0.99%
Direct transaction costs	0.14%	0.19%	0.23%	0.14%	0.19%	0.23%
<b>Prices (pence per share)</b>						
Highest share price	140.10	141.80	137.50	119.80	122.50	118.70
Lowest share price	123.10	126.00	114.60	106.30	107.90	98.03



## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		9,399		(12,572)
Revenue	5	14,049		13,953	
Expenses	6	(2,297)		(2,537)	
Interest payable and similar charges	8	(63)		(267)	
Net revenue/(expense) before taxation		11,689		11,149	
Taxation	7	(1,626)		(1,421)	
Net revenue/(expense) after taxation			10,063		9,728
<b>Total return before distributions</b>			19,462		(2,844)
Distributions	8		(11,904)		(11,908)
<b>Change in net assets attributable to shareholders from investment activities</b>			7,558		(14,752)

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			273,333		218,206
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		54,819		132,090	
Amounts payable on cancellation of shares		(95,317)		(63,834)	
			(40,498)		68,256
Swing price adjustment			157		5
Change in net assets attributable to shareholders from investment activities (see above)			7,558		(14,752)
Retained distribution on accumulation shares	8		2,081		1,618
<b>Closing net assets attributable to shareholders</b>			242,631		273,333

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			229,171		267,358
<b>Current assets:</b>					
Debtors	9	14,842		1,256	
Cash and bank balances	10	12,269		9,560	
Total other assets			27,111		10,816
<b>Total assets</b>			256,282		278,174
<b>Liabilities:</b>					
Investment liabilities			(2,016)		(1,177)
Creditors					
Distribution payable		(2,146)		(2,788)	
Other creditors	11	(9,489)		(876)	
Total other liabilities			(11,635)		(3,664)
<b>Total liabilities</b>			(13,651)		(4,841)
<b>Net assets attributable to shareholders</b>			242,631		273,333

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	13,552	(8,919)
Gains/(losses) on derivative contracts	(4,409)	(2,672)
Other currency gains/(losses)	266	(948)
Transaction charges	(25)	(30)
Broker fee rebates	15	(3)
Net capital gains/(losses)	<u>9,399</u>	<u>(12,572)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	140	48
Derivative revenue	5,512	5,711
UK dividends	1,130	1,267
UK property income distributions	90	66
Overseas dividends	6,825	6,204
Overseas scrip dividends	332	648
Bank interest	20	9
Total revenue	<u>14,049</u>	<u>13,953</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,855	1,995
Registrar fees	245	329
Service charges	123	132
Foreign exchange administration fees	13	7
	<u>2,236</u>	<u>2,463</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	26	28
Custody fees	17	20
	<u>43</u>	<u>48</u>
Other expenses:		
Audit fee	10	9
Other operating expenses	8	17
	<u>18</u>	<u>26</u>
Total expenses	<u>2,297</u>	<u>2,537</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	694	624
Overseas taxation	940	806
Double taxation relief	(8)	(9)
Total current taxation	<u>1,626</u>	<u>1,421</u>

## Notes to the Financial Statements

b) Factors affecting tax charge/(credit) for the year

Net revenue/(expense) before taxation	11,689	11,149
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	2,338	2,230
Effects of:		
Overseas taxation	940	806
Revenue not included for tax purposes	(1,644)	(1,606)
Double taxation relief	(8)	(9)
Current tax charge/(credit)	1,626	1,421
Open ended investment companies are exempt from UK tax on capital gains.		

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Income Shares</b>		
Final	32	31
Interim	85	82
<b>W Accumulation Shares</b>		
Final	2,081	1,618
<b>W Income Shares</b>		
Final	1,259	1,927
Interim	3,211	5,561
<b>W Income (monthly) Shares</b>		
Final	475	460
Interim	4,405	3,059
	11,548	12,738
Add: Revenue deducted on cancellation of shares	899	540
Deduct: Revenue received on issue of shares	(543)	(1,370)
Net distributions for the year	11,904	11,908
<b>Interest/other</b>		
Interest	2	6
Contract for difference finance costs	61	48
Derivative expense	-	213
	63	267
Total finance costs	11,967	12,175
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	10,063	9,728
<b>Add back (revenue)/expenses transferred to capital:</b>		
Investment management fees	1,486	1,712
Service charges	98	113
Audit fee	8	8
Other operating expenses	6	15
Custody fees	14	17
Depositary fees	23	26
Foreign exchange administration fees	10	7
Registrar fees	196	282
	11,904	11,908

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

## Notes to the Financial Statements

### 9 Debtors

	28/02/19	28/02/18
	£'000	£'000
Amounts receivable for issue of shares	5,482	190
Sales of currency awaiting settlement	7,624	145
Accrued revenue	622	758
Overseas tax recoverable	195	163
Sales awaiting settlement	919	-
<b>Total debtors</b>	<b>14,842</b>	<b>1,256</b>

### 10 Cash and bank balances

	28/02/19	28/02/18
	£'000	£'000
Amounts held at futures clearing houses and brokers	9,837	7,781
Cash and bank balances	2,432	1,779
<b>Total cash and bank balances</b>	<b>12,269</b>	<b>9,560</b>

### 11 Other creditors

	28/02/19	28/02/18
	£'000	£'000
Amounts payable for cancellation of shares	42	38
Purchases awaiting settlement	1,220	71
Purchases of currency awaiting settlement	7,636	145
Accrued expenses	213	234
UK corporation tax payable	378	388
<b>Total other creditors</b>	<b>9,489</b>	<b>876</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	3,622	-	70	3,692
Danish Krone	-	-	2	2
Euro	70,870	375	81	71,574
Hong Kong Dollar	4,364	2	(2)	4,364
Japanese Yen	19,055	-	150	19,205
Swedish Krona	3,702	7	(7)	3,702
Swiss Franc	18,947	-	-	18,947
Taiwan Dollar	7,391	22	-	7,413
UK Pound	30,017	198	2,874	33,089
US Dollar	69,187	11,665	39	80,643
<b>Total</b>	<b>227,155</b>	<b>12,269</b>	<b>3,207</b>	<b>242,631</b>

## Notes to the Financial Statements

28/02/18	£'000	£'000	£'000	£'000
Australian Dollar	3,970	-	97	4,067
Danish Krone	-	-	2	2
Euro	82,796	141	265	83,202
Hong Kong Dollar	3,063	-	-	3,063
Japanese Yen	19,226	-	139	19,365
Norwegian Krone	-	-	9	9
Swedish Krona	2,851	-	-	2,851
Swiss Franc	20,813	-	-	20,813
Taiwan Dollar	11,497	22	-	11,519
UK Pound	35,392	11	(3,243)	32,160
US Dollar	86,573	9,386	323	96,282
<b>Total</b>	<b>266,181</b>	<b>9,560</b>	<b>(2,408)</b>	<b>273,333</b>

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

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.86% rise or fall in the fund's market value (2018: 0.87%).

#### Other price risk

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

#### Options

The fund writes call options on selected underlying equity positions, receiving a premium, but obligating it to sell the physical stock at a fixed price. A 10% change in the price of the underlying equities would lead to a change representing 1.79% (2018: 0.81%) of the fund's market value.

#### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: 10% change in the price of the contracts for difference would result in a 0.10% change in the fund's market value).

## 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	120,856	22	0.02	86	0.07
Derivative	-	10	-	-	-
<b>Total</b>	<b>120,856</b>	<b>32</b>		<b>86</b>	
<b>Total including transaction costs</b>	<b>120,974</b>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	170,209	15	0.01	18	0.01
Corporate actions	1,336	-	-	-	-
Derivative	-	183	-	-	-
<b>Total</b>	<b>171,545</b>	<b>198</b>		<b>18</b>	
<b>Total including transaction costs</b>	<b>171,329</b>				
<b>Total as a percentage of average net assets*</b>		<b>0.09 %</b>		<b>0.04 %</b>	

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	230,394	87	0.04	161	0.07
Corporate actions	648	-	-	-	-
Derivative	-	6	-	-	-
Total	<u>231,042</u>	<u>93</u>		<u>161</u>	
Total including transaction costs	<u>231,296</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	170,848	43	0.03	3	-
Corporate actions	254	-	-	-	-
Derivative	-	192	-	-	-
Total	<u>171,102</u>	<u>235</u>		<u>3</u>	
Total including transaction costs	<u>170,864</u>				

Total as a percentage of average net assets

0.12 %

0.06 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.17% (2018: 0.11%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	224,646	(1,749)	262,421	(727)
Level 2: Observable market data	4,525	(267)	4,937	(450)
Level 3: Unobservable data	-	-	-	-
	<u>229,171</u>	<u>(2,016)</u>	<u>267,358</u>	<u>(1,177)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Income Shares	1,791,185	543,327	(641,779)	(1,957)	1,690,776
W Accumulation Shares	25,804,481	10,650,071	(6,004,649)	-	30,449,903
W Income Shares	110,771,769	10,543,668	(54,091,850)	1,889	67,225,476
W Income (monthly) Shares	78,876,824	20,204,473	(13,484,553)	-	85,596,744

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £185,000 (2018: £197,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	406	-	(97)	-	309
Morgan Stanley	-	-	-	(18)	-	(18)
UBS	-	-	-	(1,901)	9,837	(1,901)
Total	-	406	-	(2,016)	9,837	(1,610)

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	336	-	(47)	(296)	(7)
Morgan Stanley	-	-	-	(37)	22	(15)
UBS	-	-	-	(1,098)	7,759	6,661
Total	-	336	-	(1,182)	7,485	6,639

### 18 Shareholders' funds

The fund has four share classes; A Income Shares, W Accumulation Shares, W Income Shares and W Income (monthly) Shares. The annual management charge on each share class is as follows:

A Income Shares : 1.50%

W Accumulation Shares : 0.75%

W Income Shares : 0.75%

W Income (monthly) Shares : 0.75%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Income Shares	127.78	135.50	6.04
W Accumulation Shares	173.37	184.00	6.13
W Income Shares	133.06	141.19	6.11
W Income (monthly) Shares	114.75	120.90	5.36

## Distribution Statement

for the year ended 28 February 2019

### A Income Shares - final distribution No. 22 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	1.8723	-	1.8723	1.7457
Group 2	0.5383	1.3340	1.8723	1.7457

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

Group 1 - Distribution No. 19 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 20 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 21 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 19 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 20 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 21 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 19	1.5658	-	1.5658	1.5823
Distribution No. 20	1.5833	-	1.5833	1.5925
Distribution No. 21	1.5995	-	1.5995	1.6218
Group 2				
Distribution No. 19	0.6950	0.8708	1.5658	1.5823
Distribution No. 20	0.0334	1.5499	1.5833	1.5925
Distribution No. 21	0.3907	1.2088	1.5995	1.6218

### W Accumulation Shares - final distribution No. 9 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	6.8330	-	6.8330	6.2684
Group 2	3.8354	2.9976	6.8330	6.2684

### W Income Shares - final distribution No. 22 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	1.8722	-	1.8722	1.7397
Group 2	0.7442	1.1280	1.8722	1.7397



## Distribution Statement

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

Group 1 - Distribution No. 19 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 20 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 21 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 19 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 20 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 21 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 19	1.6000	-	1.6000	1.6000
Distribution No. 20	1.6000	-	1.6000	1.6000
Distribution No. 21	1.6000	-	1.6000	1.6000
Group 2				
Distribution No. 19	0.7273	0.8727	1.6000	1.6000
Distribution No. 20	0.1265	1.4735	1.6000	1.6000
Distribution No. 21	0.2311	1.3689	1.6000	1.6000

### W Income (monthly) Shares - final distribution No. 36 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.5550	-	0.5550	0.5830
Group 2	0.1664	0.3886	0.5550	0.5830

### W Income (monthly) Shares - interim distributions in pence per share

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 25	0.4700	-	0.4700	0.4000
Distribution No. 26	0.4700	-	0.4700	0.4000
Distribution No. 27	0.4700	-	0.4700	0.4700
Distribution No. 28	0.4700	-	0.4700	0.4700
Distribution No. 29	0.4700	-	0.4700	0.4700
Distribution No. 30	0.4700	-	0.4700	0.4700
Distribution No. 31	0.4700	-	0.4700	0.4700
Distribution No. 32	0.4700	-	0.4700	0.4700
Distribution No. 33	0.4700	-	0.4700	0.4700
Distribution No. 34	0.4700	-	0.4700	0.4700
Distribution No. 35	0.4700	-	0.4700	0.4700
Group 2				
Distribution No. 25	0.2732	0.1968	0.4700	0.4000
Distribution No. 26	0.2784	0.1916	0.4700	0.4000
Distribution No. 27	-	0.4700	0.4700	0.4700
Distribution No. 28	-	0.4700	0.4700	0.4700
Distribution No. 29	-	0.4700	0.4700	0.4700
Distribution No. 30	-	0.4700	0.4700	0.4700
Distribution No. 31	-	0.4700	0.4700	0.4700
Distribution No. 32	-	0.4700	0.4700	0.4700
Distribution No. 33	-	0.4700	0.4700	0.4700
Distribution No. 34	0.0940	0.3760	0.4700	0.4700
Distribution No. 35	0.1647	0.3053	0.4700	0.4700

Fund Manager’s Review

Investment Objective and Policy

The fund aims to provide long term capital growth through investment in global equities. The fund will predominantly invest in equities (and equity related securities) of medium sized companies, and aims to hold a concentrated portfolio within a range of 40-60 securities. The Investment Manager’s research and investment strategy will focus on company selection. The Investment Manager is not restricted in terms of region or industry sector. The fund can also invest in other transferable securities, money market instruments, cash and deposits, and is also able to use derivatives for efficient portfolio management.

Performance and Portfolio Activity

The fund recorded strong positive returns over the period. Security selection in the consumer discretionary and health care sectors supported performance. Ocado added value as it won a number of high-profile contracts for its proprietary technology. Sartorius Stedim Biotech advanced due to a robust order intake and an increasing share of biologic drugs in its new drug pipeline. I found new opportunities in health care, such as Sonova, which enjoys sustainable pricing power. Its continued innovation in audiology, the launch of its new platform and efficient back office processes give it a competitive edge. Elsewhere, I invested in American Water Works given robust growth prospects from the acquisition of other water and wastewater systems. Meanwhile, positions in Dell Technologies and Akamai Technologies were sold.

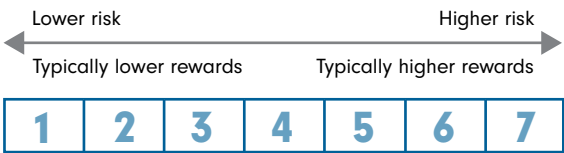
Outlook

Geopolitics and slowing economic activity continue to pose a challenge to investor sentiment. Nevertheless, the US Federal Reserve’s cautious tone supports the outlook, with any market volatility providing a buying opportunity.

Amit Lodha  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
W Accumulation Shares	5
Y Accumulation Shares	5



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

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

# Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,918.74	1,780.68	1,325.55	2,110.75	1,944.27	1,436.55
Return before operating charges*	103.09	169.75	481.49	113.43	185.98	523.81
Operating charges	(33.60)	(31.69)	(26.36)	(20.51)	(19.50)	(16.09)
Return after operating charges*	69.49	138.06	455.13	92.92	166.48	507.72
Distributions	-	-	-	(9.51)	(7.57)	(9.21)
Retained distributions on accumulation shares	-	-	-	9.51	7.57	9.21
Closing net asset value per share	1,988.23	1,918.74	1,780.68	2,203.67	2,110.75	1,944.27
*after direct transaction costs of	1.59	3.53	1.68	1.59	3.53	1.68
<b>Performance</b>						
Return after charges	3.6%	7.8%	34.3%	4.4%	8.6%	35.3%
<b>Other information</b>						
Closing net asset value (£'000)	140,535	146,265	153,122	275,363	270,404	267,611
Closing number of shares	7,068,364	7,622,978	8,599,086	12,495,655	12,810,802	13,764,018
Operating charges	1.68%	1.68%	1.71%	0.93%	0.93%	0.96%
Direct transaction costs	0.07%	0.18%	0.10%	0.07%	0.18%	0.10%
<b>Prices (pence per share)</b>						
Highest share price	2,162.00	2,004.00	1,787.00	2,387.00	2,203.00	1,951.00
Lowest share price	1,815.00	1,754.00	1,320.00	2,009.00	1,917.00	1,432.00

	Y Accumulation Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	2,093.17	1,932.42	1,430.95
Return before operating charges*	112.48	184.64	521.15
Operating charges	(25.78)	(23.89)	(19.68)
Return after operating charges*	86.70	160.75	501.47
Distributions	(3.95)	(2.95)	(5.50)
Retained distributions on accumulation shares	3.95	2.95	5.50
Closing net asset value per share	2,179.87	2,093.17	1,932.42
*after direct transaction costs of	1.59	3.53	1.68
<b>Performance</b>			
Return after charges	4.1%	8.3%	35.1%
<b>Other information</b>			
Closing net asset value (£'000)	776	752	851
Closing number of shares	35,589	35,911	44,050
Operating charges	1.18%	1.18%	1.18%
Direct transaction costs	0.07%	0.18%	0.10%
<b>Prices (pence per share)</b>			
Highest share price	2,364.00	2,186.00	1,939.00
Lowest share price	1,988.00	1,904.00	1,426.00

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		16,298		32,818
Revenue	5	6,477		6,425	
Expenses	6	(5,081)		(5,122)	
Interest payable and similar charges	8	(83)		(53)	
Net revenue/(expense) before taxation		1,313		1,250	
Taxation	7	(572)		(571)	
Net revenue/(expense) after taxation			741		679
<b>Total return before distributions</b>			17,039		33,497
Distributions	8		(1,212)		(1,054)
<b>Change in net assets attributable to shareholders from investment activities</b>			15,827		32,443

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			417,421		421,584
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		11,541		4,629	
Amounts payable on cancellation of shares		(29,304)		(42,206)	
			(17,763)		(37,577)
Change in net assets attributable to shareholders from investment activities (see above)			15,827		32,443
Retained distribution on accumulation shares	8		1,189		971
<b>Closing net assets attributable to shareholders</b>			416,674		417,421

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			416,431		416,434
<b>Current assets:</b>					
Debtors	9	935		6,407	
Cash and bank balances		389		2,639	
Total other assets			1,324		9,046
<b>Total assets</b>			417,755		425,480
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(1,081)		(8,059)	
Total other liabilities			(1,081)		(8,059)
<b>Total liabilities</b>			(1,081)		(8,059)
<b>Net assets attributable to shareholders</b>			416,674		417,421

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	16,223	32,614
Gains/(losses) on derivative contracts	(93)	357
Other currency gains/(losses)	148	(127)
Transaction charges	(11)	(20)
Broker fee rebates	31	(6)
Net capital gains/(losses)	<u>16,298</u>	<u>32,818</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	318	162
Derivative revenue	11	141
UK dividends	837	889
Overseas dividends	5,119	4,778
Overseas property income distributions	115	279
Overseas scrip dividends	74	174
Bank interest	3	3
Taxable interest	-	(1)
Total revenue	<u>6,477</u>	<u>6,425</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	4,330	4,275
Registrar fees	429	526
Service charges	214	210
Foreign exchange administration fees	7	9
	<u>4,980</u>	<u>5,020</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	36	37
Custody fees	43	29
	<u>79</u>	<u>66</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	14	28
	<u>22</u>	<u>36</u>
Total expenses	<u>5,081</u>	<u>5,122</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	495	571
Overseas capital gains tax	77	-
Total current taxation	<u>572</u>	<u>571</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>1,313</u>	<u>1,250</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	263	250
Effects of:		
Increase/(decrease) in unutilised management expenses	921	907
Overseas capital gains tax	77	-
Overseas tax expensed	(4)	(9)
Overseas taxation	494	571
Revenue not included for tax purposes	(1,179)	(1,148)
Current tax charge/(credit)	<u>572</u>	<u>571</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £13,247,000 (2018: £12,326,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	1,188	970
<b>Y Accumulation Shares</b>		
Final	<u>1</u>	<u>1</u>
	<u>1,189</u>	<u>971</u>
Add: Revenue deducted on cancellation of shares	47	89
Deduct: Revenue received on issue of shares	(24)	(6)
Net distributions for the year	<u>1,212</u>	<u>1,054</u>
<b>Interest/other</b>		
Interest	1	2
Derivative expense	-	51
Contract for difference finance costs	82	-
	<u>83</u>	<u>53</u>
Total finance costs	<u>1,295</u>	<u>1,107</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	741	679
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	467	546
Overseas scrip dividends	(74)	(174)
Equalisation on conversions	1	3
Indian capital gains tax	77	-
	<u>1,212</u>	<u>1,054</u>

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

The A Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2018: same).

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	-	168
Sales awaiting settlement	-	2,130
Sales of currency awaiting settlement	279	3,453
Accrued revenue	570	565
Overseas tax recoverable	86	91
	<u>935</u>	<u>6,407</u>
Total debtors		

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	-	92
Cash and bank balances	389	2,547
	<u>389</u>	<u>2,639</u>
Total cash and bank balances		

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	380	133
Purchases awaiting settlement	-	4,066
Purchases of currency awaiting settlement	279	3,444
Accrued expenses	422	416
	<u>1,081</u>	<u>8,059</u>
Total other creditors		

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
Currency	Investments	Cash balances	Debtors/(Creditors)	
28/02/19	£'000	£'000	£'000	£'000
Brazilian Real	-	4	-	4
Canadian Dollar	12,863	-	-	12,863
Danish Krone	9,526	-	163	9,689
Euro	33,906	-	39	33,945
Hong Kong Dollar	16,768	-	-	16,768
Indian Rupee	35,606	1	-	35,607
Japanese Yen	21,482	-	-	21,482
Korean Won	-	7	-	7
Swedish Krona	13,193	-	-	13,193
Swiss Franc	20,577	-	-	20,577
Taiwan Dollar	-	22	-	22
UK Pound	34,613	-	(362)	34,251
US Dollar	217,897	355	14	218,266
<b>Total</b>	<b>416,431</b>	<b>389</b>	<b>(146)</b>	<b>416,674</b>

## Notes to the Financial Statements

28/02/18	£'000	£'000	£'000	£'000
Australian Dollar	2,194	-	-	2,194
Brazilian Real	-	4	-	4
Canadian Dollar	571	-	-	571
Danish Krone	14,128	-	18	14,146
Euro	43,635	-	73	43,708
Hong Kong Dollar	6,655	-	-	6,655
Indian Rupee	23,793	1,342	(1,341)	23,794
Japanese Yen	27,798	-	-	27,798
Korean Won	-	7	-	7
Singapore Dollar	9,727	-	186	9,913
Swedish Krona	16,070	-	29	16,099
Swiss Franc	7,532	-	-	7,532
Taiwan Dollar	5,200	1,119	(1,097)	5,222
Thai Baht	8,443	-	-	8,443
UK Pound	60,535	92	(809)	59,818
US Dollar	190,153	75	1,289	191,517
<b>Total</b>	<b>416,434</b>	<b>2,639</b>	<b>(1,652)</b>	<b>417,421</b>

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

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.92% rise or fall in the fund's market value (2018: 0.85%).

#### Other price risk

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

#### Equity derivatives

At the year end the fund holds no equity derivatives (2018: same).

## 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	230,418	72	0.03	124	0.05
Total	230,418	72		124	
Total including transaction costs	230,614				
Analysis of total sales costs	Sales	Commissions		Taxes	
£'000	£'000	%	£'000	%	
Equity	243,107	73	0.03	49	0.02
Corporate actions	7,865	-	-	-	-
Derivative	-	1	-	-	-
Total	250,972	74		49	
Total including transaction costs	250,849				
Total as a percentage of average net assets*		0.03 %		0.04 %	



## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	403,202	205	0.05	365	0.09
Corporate actions	491	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>403,693</u>	<u>206</u>		<u>365</u>	
Total including transaction costs	<u>404,264</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	439,243	155	0.04	27	0.01
Corporate actions	2,925	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>442,168</u>	<u>156</u>		<u>27</u>	
Total including transaction costs	<u>441,985</u>				

Total as a percentage of average net assets

0.09 %

0.09 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.13% (2018: 0.12%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	400,221	-	401,589	-
Level 2: Observable market data	16,210	-	11,215	-
Level 3: Unobservable data*	-	-	3,630	-
	<u>416,431</u>	<u>-</u>	<u>416,434</u>	<u>-</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	7,622,978	274,296	(816,385)	(12,525)	7,068,364
W Accumulation Shares	12,810,802	264,879	(591,377)	11,351	12,495,655
Y Accumulation Shares	35,911	146	(468)	-	35,589

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £384,000 (2018: £374,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	571	-	-	-	(632)	(61)
Total	-	571	-	-	-	(632)	(61)

### 18 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	1,988.23	2,140.00	7.63
W Accumulation Shares	2,203.67	2,376.00	7.82
Y Accumulation Shares	2,179.87	2,349.00	7.76

## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	9.5097	-	9.5097	7.5704
Group 2	1.9913	7.5184	9.5097	7.5704

**Y Accumulation Shares - final distribution No. 7 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.9527	-	3.9527	2.9548
Group 2	0.1666	3.7861	3.9527	2.9548

## Fund Manager's Review

### Investment Objective and Policy

The fund's investment objective is to achieve both capital growth and income. The fund will obtain exposure primarily to high-yielding, sub investment grade securities of issuers globally.

The fund may invest directly in high-yielding, sub investment grade securities of issuers globally (those with a rating of BB+ or less from Standard & Poor's or equivalent rating from an internationally recognised rating agency) or may achieve exposure indirectly through the use of Derivatives. The fund may also invest in other transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) Derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted positive returns over the period. Investors' appetite for risk assets remained weak as political tussles weighed on sentiment, as well as on underlying consumer and business confidence in 2018. However, the market rebounded in 2019 and posted the strongest start to the year in almost two decades. The exposure to HCA was the top contributor to returns as Moody's upgraded the US-based health care provider's rating.

Subdued consumer confidence amid a slowdown in global growth resulted in a reduction in the allocation to the consumer and basic industry sectors. However, rising oil prices provided an opportunity to increase the energy exposure. We bought positions in Transocean and Chemours in the energy sector and sold PRO Group and DaVita.

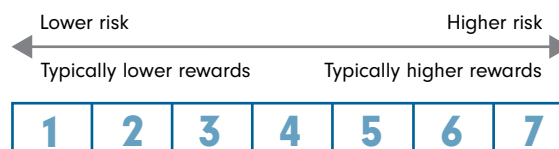
### Outlook

The accommodative monetary stance by global central banks, uncertainty over the UK's exit from the European Union and high leverage will drive corporates to reprioritise capital allocation. We maintain a cautious stance towards the asset class, given market sensitivity and challenging liquidity conditions.

Bryan Collins, Andrei Gorodilov, James Durance & Peter Khan  
Fund Managers  
28 February 2019

## Risk and Reward Indicator

	SRRI
A Accumulation Shares	3
A Income Shares	3
I Accumulation Shares	3
Y Accumulation Shares	3
Y Income Shares	3



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

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

## Comparative Performance Table

	A Income Shares			A Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,081.00	1,072.78	937.92	1,374.12	1,322.18	1,103.79
Return before operating charges*	8.78	57.49	200.76	11.66	71.90	251.58
Operating charges	(15.18)	(15.94)	(15.47)	(19.49)	(19.96)	(18.48)
Return after operating charges*	(6.40)	41.55	185.29	(7.83)	51.94	233.10
Distributions	(30.45)	(33.33)	(50.43)	(39.15)	(41.74)	(73.56)
Retained distributions on accumulation shares	-	-	-	39.15	41.74	58.85
Closing net asset value per share	1,044.15	1,081.00	1,072.78	1,366.29	1,374.12	1,322.18
*after direct transaction costs of	0.05	0.03	0.03	0.05	0.03	0.03
<b>Performance</b>						
Return after charges	(0.6%)	3.9%	19.8%	(0.6%)	3.9%	21.1%
<b>Other information</b>						
Closing net asset value (£'000)	370	317	123	28	32	31
Closing number of shares	35,453	29,347	11,492	2,072	2,296	2,366
Operating charges	1.44%	1.44%	1.47%	1.44%	1.45%	1.49%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	1,087.00	1,100.00	1,082.00	1,382.00	1,392.00	1,328.00
Lowest share price	1,006.00	1,067.00	950.40	1,306.00	1,315.00	1,118.00

	I Accumulation Shares			Y Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,429.43	1,362.70	1,127.53	1,423.54	1,362.63	1,122.91
Return before operating charges*	12.50	74.45	260.09	12.26	74.22	270.78
Operating charges	(7.67)	(7.72)	(7.06)	(13.22)	(13.31)	(11.97)
Return after operating charges*	4.83	66.73	253.03	(0.96)	60.91	258.81
Distributions	(53.75)	(56.44)	(89.27)	(47.79)	(51.01)	(95.43)
Retained distributions on accumulation shares	53.75	56.44	71.41	47.79	51.01	76.34
Closing net asset value per share	1,434.26	1,429.43	1,362.70	1,422.58	1,423.54	1,362.63
*after direct transaction costs of	0.05	0.03	0.03	0.05	0.03	0.03
<b>Performance</b>						
Return after charges	0.3%	4.9%	22.4%	(0.1%)	4.5%	23.1%
<b>Other information</b>						
Closing net asset value (£'000)	172,922	115,090	67,257	13,745	6,687	1,796
Closing number of shares	12,056,533	8,051,421	4,935,549	966,189	469,819	131,838
Operating charges	0.54%	0.54%	0.56%	0.94%	0.94%	0.96%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	1,441.00	1,447.00	1,369.00	1,432.00	1,441.00	1,368.00
Lowest share price	1,369.00	1,356.00	1,143.00	1,359.00	1,356.00	1,138.00

## Comparative Performance Table

### Y Income Shares

	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	1,080.81	1,072.43	937.93
Return before operating charges*	8.77	57.60	200.90
Operating charges	(9.92)	(10.32)	(10.30)
Return after operating charges*	(1.15)	47.28	190.60
Distributions	(35.72)	(38.90)	(56.10)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<b>1,043.94</b>	<b>1,080.81</b>	<b>1,072.43</b>
*after direct transaction costs of	0.05	0.03	0.03
<b>Performance</b>			
Return after charges	(0.1%)	4.4%	20.3%
<b>Other information</b>			
Closing net asset value (£'000)	7,382	5,669	6,864
Closing number of shares	707,103	524,487	640,024
Operating charges	0.94%	0.94%	0.96%
Direct transaction costs	0%	0%	0%
<b>Prices (pence per share)</b>			
Highest share price	1,087.00	1,100.00	1,082.00
Lowest share price	1,006.00	1,067.00	950.50

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(6,914)		98
Revenue	5	10,837		6,387	
Expenses	6	(1,087)		(645)	
Interest payable and similar charges	8	(2,644)		(1,443)	
Net revenue/(expense) before taxation		7,106		4,299	
Taxation	7	-		(3)	
Net revenue/(expense) after taxation			7,106		4,296
<b>Total return before distributions</b>			192		4,394
Distributions	8		(7,106)		(4,296)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(6,914)</u>		<u>98</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			132,948		79,722
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		100,791		92,528	
Amounts payable on cancellation of shares		(39,843)		(44,712)	
			60,948		47,816
Swing price adjustment			521		416
Change in net assets attributable to shareholders from investment activities (see above)			(6,914)		98
Retained distribution on accumulation shares			6,944		4,896
<b>Closing net assets attributable to shareholders</b>			<u>194,447</u>		<u>132,948</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			189,668		124,576
<b>Current assets:</b>					
Debtors	9	7,128		2,291	
Cash and bank balances	10	5,442		7,086	
Total other assets			12,570		9,377
<b>Total assets</b>			<u>202,238</u>		<u>133,953</u>
<b>Liabilities:</b>					
Investment liabilities			(1,514)		(693)
Creditors					
Distribution payable		(46)		(43)	
Other creditors	11	(6,231)		(269)	
Total other liabilities			(6,277)		(312)
<b>Total liabilities</b>			<u>(7,791)</u>		<u>(1,005)</u>
<b>Net assets attributable to shareholders</b>			<u>194,447</u>		<u>132,948</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(2,304)	(7,130)
Gains/(losses) on derivative contracts	(725)	(267)
Gains/(losses) on forward currency contracts	(3,690)	7,380
Other currency gains/(losses)	(181)	129
Transaction charges	(14)	(14)
Net capital gains/(losses)	<u>(6,914)</u>	<u>98</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	10,815	6,213
Derivative revenue	3	143
Overseas dividends	8	28
Bank interest	11	3
Total revenue	<u>10,837</u>	<u>6,387</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	908	537
Registrar fees	20	15
Service charges	94	54
Foreign exchange administration fees	15	6
	<u>1,037</u>	<u>612</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	21	12
Custody fees	11	4
	<u>32</u>	<u>16</u>
Other expenses:		
Audit fee	11	10
Other operating expenses	7	7
	<u>18</u>	<u>17</u>
Total expenses	<u>1,087</u>	<u>645</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	-	3
Total current taxation	<u>-</u>	<u>3</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>7,106</u>	<u>4,299</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	<u>1,421</u>	<u>860</u>



## Notes to the Financial Statements

Effects of:

Overseas taxation	-	3
Revenue not included for tax purposes	(2)	(6)
Interest distributions	(1,419)	(854)
	<u>-</u>	<u>3</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Income Shares</b>		
Final	1	1
Interim	9	7
<b>Gross paying A Income Shares*</b>		
Final	-	-
Interim	-	1
<b>A Accumulation Shares</b>		
Final	1	1
<b>I Accumulation Shares</b>		
Final	6,481	4,545
<b>Y Accumulation Shares</b>		
Final	462	240
<b>Gross paying Y Accumulation Shares**</b>		
Final	-	111
<b>Y Income Shares</b>		
Final	23	16
Interim	225	221
<b>Gross paying Y Income Shares***</b>		
Final	-	6
Interim	10	68
	<u>7,212</u>	<u>5,217</u>
Add: Revenue deducted on cancellation of shares	1,076	889
Deduct: Revenue received on issue of shares	(1,182)	(1,810)
Net distributions for the year	<u>7,106</u>	<u>4,296</u>
<b>Interest/other</b>		
Currency amortisation	2,029	-
FX Hedging Expense	38	-
Swap expenses	452	-
Interest	7	1
Derivative expense	118	1,442
	<u>2,644</u>	<u>1,443</u>
Total finance costs	<u>9,750</u>	<u>5,739</u>

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

\*This share class converted to A Income Shares on 1 May 2018.

\*\*This share class converted to Y Accumulation Shares on 1 May 2018.

\*\*\*This share class converted to Y Income Shares on 1 May 2018.

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	180	125
Sales awaiting settlement	1,236	287
Sales of currency awaiting settlement	2,671	1
Accrued revenue	3,041	1,878
<b>Total debtors</b>	<b>7,128</b>	<b>2,291</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	1,395	762
Cash and bank balances	4,047	6,324
<b>Total cash and bank balances</b>	<b>5,442</b>	<b>7,086</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	-	18
Purchases awaiting settlement	3,248	165
Purchases of currency awaiting settlement	2,700	1
Accrued expenses	121	78
Amounts payable on closure of derivative contract	162	7
<b>Total other creditors</b>	<b>6,231</b>	<b>269</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Argentine Peso	-	15	-	15
Australian Dollar	75	1	-	76
Brazilian Real	912	-	16	928
Euro	24,679	(1)	431	25,109
Indonesian Rupiah	1	-	-	1
Japanese Yen	(140)	-	-	(140)
Swiss Franc	482	16	1	499
UK Pound	23,580	4,965	(2,554)	25,991
US Dollar	138,565	445	2,958	141,968
<b>Total</b>	<b>188,154</b>	<b>5,441</b>	<b>852</b>	<b>194,447</b>
28/02/18	£'000	£'000	£'000	£'000
Argentine Peso	-	28	-	28
Australian Dollar	(1)	10	-	9
Egyptian Pound	517	-	-	517
Euro	11,246	1	173	11,420
Indonesian Rupiah	303	-	2	305
Japanese Yen	185	-	-	185
Nigerian Naira	299	-	-	299
Swiss Franc	523	1	1	525
UK Pound	17,376	7,045	32	24,453
US Dollar	93,435	1	1,771	95,207
<b>Total</b>	<b>123,883</b>	<b>7,086</b>	<b>1,979</b>	<b>132,948</b>

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

## Notes to the Financial Statements

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
28/02/19	£'000	£'000	£'000	£'000
Argentine Peso	15	-	-	15
Australian Dollar	1	-	75	76
Brazilian Real	998	-	16	1,014
Euro	-	24,199	1,039	25,238
Indonesian Rupiah	-	-	1	1
Swiss Franc	16	489	1	506
UK Pound	7,923	8,503	12,421	28,847
US Dollar	445	135,390	10,705	146,540
<b>Total</b>	<b>9,398</b>	<b>168,581</b>	<b>24,258</b>	<b>202,237</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Argentine Peso	28	-	-	28
Australian Dollar	10	-	-	10
Egyptian Pound	-	517	-	517
Euro	1	11,212	291	11,504
Indonesian Rupiah	-	303	2	305
Japanese Yen	-	-	185	185
Nigerian Naira	-	-	299	299
Swiss Franc	1	522	2	525
UK Pound	7,045	5,346	12,202	24,593
US Dollar	1	92,870	3,116	95,987
<b>Total</b>	<b>7,086</b>	<b>110,770</b>	<b>16,097</b>	<b>133,953</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
28/02/19	£'000	£'000	£'000	£'000
Brazilian Real	86	-	-	86
Euro	1	-	128	129
Japanese Yen	-	-	140	140
Swiss Franc	-	-	7	7
UK Pound^	-	-	197,303	197,303
US Dollar	-	957	3,615	4,572
<b>Total</b>	<b>87</b>	<b>957</b>	<b>201,193</b>	<b>202,237</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	-	1	1
Euro	-	-	84	84
UK Pound	-	-	133,088	133,088
US Dollar	-	-	780	780
<b>Total</b>	<b>-</b>	<b>-</b>	<b>133,953</b>	<b>133,953</b>

^ Includes £194,447,000 in respect of the fund's liability to redeem all shares (2018: £132,948,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.05% rise or fall in the fund's market value (2018: 0.05%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 2.97% fall or rise in the fund's market value (2018: 3.6%).

#### Credit rating risk

As at the year end 77.68% (2018: 73.71%) of the fund's market value was invested in securities rated as below investment grade, additionally 6.79% (2018: 3.26%) of the fund's market value was invested into securities for which no rating was available at the year end.

## Notes to the Financial Statements

### Other price risk

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

### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2018: same).

### Credit default swaps exposure

The fund invests into credit default swaps during the year selling protection in return for a premium greater than the credit spread of the underlying bonds, and buying protection against the credit risk of the underlying bonds. A 2% change in credit spreads would lead to a change representing 0.71% (2018: the fund held no credit default swaps that could impact it significantly) of the fund's market value.

### Credit index options

At the year end the fund holds no credit index options that could impact it significantly (2018: same).

### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 0.96% of the fund's market value.

## 13 Portfolio transaction costs

28/02/19

### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	501	-	0.01	-	-
Bond	267,483	-	-	-	-
Derivative	-	3	-	-	-
Total	267,984	3		-	

Total including transaction costs

267,987

### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	795	-	0.01	-	-
Bond	201,212	-	-	-	-
Corporate actions	2,858	-	-	-	-
Derivative	-	3	-	-	-
Total	204,865	3		-	

Total including transaction costs

204,862

Total as a percentage of average net assets\*

0.00 %

0.00 %

28/02/18

### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	791	-	0.02	-	-
Bond	189,601	-	-	-	-
Derivative	-	1	-	-	-
Total	190,392	1		-	

Total including transaction costs

190,393

### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	641	-	0.02	-	-
Bond	141,998	-	-	-	-
Corporate actions	4,318	-	-	-	-
Derivative	-	1	-	-	-
Total	146,957	1		-	

Total including transaction costs

146,956

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.79% (2018: 0.75%).

## Notes to the Financial Statements

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	4,178	(126)	1,997	(7)
Level 2: Observable market data	185,490	(1,388)	122,374	(686)
Level 3: Unobservable data*	-	-	205	-
	<u>189,668</u>	<u>(1,514)</u>	<u>124,576</u>	<u>(693)</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Income Shares	29,347	15,534	(9,748)	320	35,453
Gross paying A Income Shares	1,320	-	(1,000)	(320)	-
A Accumulation Shares	2,296	926	(1,150)	-	2,072
I Accumulation Shares	8,051,421	6,443,284	(2,438,172)	-	12,056,533
Y Accumulation Shares	469,819	567,107	(248,731)	177,994	966,189
Gross paying Y Accumulation Shares	211,868	5,686	(45,642)	(171,912)	-
Y Income Shares	524,487	186,079	(185,109)	181,646	707,103
Gross paying Y Income Shares	186,859	1,139	(6,058)	(181,940)	-

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £98,000 (2018: £56,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
BBH	12	-	-	-	-	12
BNP Paribas	(39)	-	78	-	-	39
CIBC	(140)	-	-	-	-	(140)
Citibank	49	-	-	-	-	49
Citigroup Global Markets	-	-	(953)	-	1,026	73
Goldman Sachs	-	-	21	-	-	21
HSBC Global Markets	33	-	-	-	-	33
JP Morgan	41	-	(74)	3	-	(30)
Morgan Stanley	12	-	-	-	2	14
National Australia Bank	507	-	-	-	-	507
Northern Trust	3,418	-	-	-	-	3,418
Royal Bank of Canada	18	-	-	-	-	18
Societe Generale	2	-	-	-	-	2
UBS	-	(31)	-	-	367	336
Total	<u>3,913</u>	<u>(31)</u>	<u>(928)</u>	<u>3</u>	<u>1,395</u>	<u>4,352</u>

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
BBH	4	-	-	-	-	4
BNP Paribas	2	-	-	-	-	2
Citibank	25	-	-	-	-	25
Citigroup Global Markets	-	-	11	12	-	23
Goldman Sachs	-	-	205	-	-	205
HSBC Global Markets	(6)	-	-	-	-	(6)
JP Morgan	(4)	-	-	-	-	(4)
Morgan Stanley	4	-	-	-	646	650
National Australia Bank	(7)	-	-	-	-	(7)
Northern Trust	1	-	-	-	-	1
Royal Bank of Canada	87	-	-	-	-	87
State Street	(589)	-	-	-	-	(589)
UBS	-	(2)	-	-	116	114
Total	<u>(483)</u>	<u>(2)</u>	<u>216</u>	<u>12</u>	<u>762</u>	<u>505</u>

### 18 Shareholders' funds

The fund has five share classes; A Income Shares, A Accumulation Shares, I Accumulation Shares, Y Accumulation Shares and Y Income Shares. The annual management charge on each share class is as follows:

A Income Shares : 1.25%

A Accumulation Shares : 1.25%

I Accumulation Shares : 0.45%

Y Accumulation Shares : 0.75%

Y Income Shares : 0.75%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Income Shares	1,044.15	1,068.00	2.28
A Accumulation Shares	1,366.29	1,405.00	2.83
I Accumulation Shares	1,434.26	1,477.00	2.98
Y Accumulation Shares	1,422.58	1,464.00	2.91
Y Income Shares	1,043.94	1,068.00	2.30

## Distribution Statement

for the year ended 28 February 2019

### A Income Shares - final distribution No. 84 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	2.8871	-	2.8871	2.5735
Group 2	0.7660	2.1211	2.8871	2.5735

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

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 73	2.2912	-	2.2912	3.1834
Distribution No. 74	2.4387	-	2.4387	2.8428
Distribution No. 75	1.9805	-	1.9805	2.8032
Distribution No. 76	2.2019	-	2.2019	3.1329
Distribution No. 77	2.1766	-	2.1766	2.9640
Distribution No. 78	2.4793	-	2.4793	3.0261
Distribution No. 79	2.8099	-	2.8099	2.3697
Distribution No. 80	2.6856	-	2.6856	1.8567
Distribution No. 81	3.0271	-	3.0271	3.7905
Distribution No. 82	2.8599	-	2.8599	2.4303
Distribution No. 83	2.6108	-	2.6108	2.3542
Group 2				
Distribution No. 73	0.3499	1.9413	2.2912	3.1834
Distribution No. 74	0.4945	1.9442	2.4387	2.8428
Distribution No. 75	0.1603	1.8202	1.9805	2.8032
Distribution No. 76	0.1309	2.0710	2.2019	3.1329
Distribution No. 77	0.3886	1.7880	2.1766	2.9640
Distribution No. 78	0.1978	2.2815	2.4793	3.0261
Distribution No. 79	0.5844	2.2255	2.8099	2.3697
Distribution No. 80	1.0911	1.5945	2.6856	1.8567
Distribution No. 81	1.9691	1.0580	3.0271	3.7905
Distribution No. 82	0.4417	2.4182	2.8599	2.4303
Distribution No. 83	0.3522	2.2586	2.6108	2.3542

### Gross paying A Income Shares - interim distributions in pence per share

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019^	Amount distributed 2017/2018
Group 1				
Distribution No. 73	2.2821	-	2.2821	3.1812
Distribution No. 74	2.4276	-	2.4276	3.0350
Group 2				
Distribution No. 73	0.0001	2.2820	2.2821	3.1812
Distribution No. 74	-	2.4276	2.4276	3.0350

^This share class converted to A Income shares on 01 May 2018.

## Distribution Statement

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	39.1516	-	39.1516	41.7379
Group 2	10.2373	28.9143	39.1516	41.7379

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	53.7528	-	53.7528	56.4437
Group 2	37.5507	16.2021	53.7528	56.4437

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	47.7940	-	47.7940	51.0125
Group 2	23.4979	24.2961	47.7940	51.0125

### Y Income Shares - final distribution No. 84 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	3.2823	-	3.2823	2.9905
Group 2	1.8609	1.4214	3.2823	2.9905



## Distribution Statement

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

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 73	2.7491	-	2.7491	3.6668
Distribution No. 74	2.8854	-	2.8854	3.3659
Distribution No. 75	2.4139	-	2.4139	3.2696
Distribution No. 76	2.6585	-	2.6585	3.6014
Distribution No. 77	2.6255	-	2.6255	3.4447
Distribution No. 78	2.9322	-	2.9322	3.5154
Distribution No. 79	3.2473	-	3.2473	2.9003
Distribution No. 80	3.1290	-	3.1290	2.2182
Distribution No. 81	3.4515	-	3.4515	4.1960
Distribution No. 82	3.2930	-	3.2930	2.9148
Distribution No. 83	3.0535	-	3.0535	2.8178
Group 2				
Distribution No. 73	1.2938	1.4553	2.7491	3.6668
Distribution No. 74	2.1463	0.7391	2.8854	3.3659
Distribution No. 75	1.0135	1.4004	2.4139	3.2696
Distribution No. 76	0.8094	1.8491	2.6585	3.6014
Distribution No. 77	1.6394	0.9861	2.6255	3.4447
Distribution No. 78	0.6223	2.3099	2.9322	3.5154
Distribution No. 79	1.7628	1.4845	3.2473	2.9003
Distribution No. 80	1.2683	1.8607	3.1290	2.2182
Distribution No. 81	0.7420	2.7095	3.4515	4.1960
Distribution No. 82	2.2274	1.0656	3.2930	2.9148
Distribution No. 83	1.1950	1.8585	3.0535	2.8178

### Gross paying Y Income Shares - interim distributions in pence per share

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019^	Amount distributed 2017/2018
Group 1				
Distribution No. 73	2.7455	-	2.7455	3.6613
Distribution No. 74	2.8762	-	2.8762	3.3591
Group 2				
Distribution No. 73	0.5725	2.1730	2.7455	3.6613
Distribution No. 74	1.0530	1.8232	2.8762	3.3591

^This share class converted to Y Income shares on 01 May 2018.

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve a combination of income and long term capital growth from a portfolio primarily made up of the securities of companies principally involved in the real estate industry and other real estate-related investments.

Performance and Portfolio Activity

The fund recorded positive returns over the year. Strong stock selection in the UK supported performance. Senior housing business Welltower was the key contributor to returns as its shares rose following stronger than expected third quarter results, largely driven by higher revenues and lower interest expenses.

A new position was purchased in residential property company Vonovia as it is attractively valued and continues to deliver strong earnings momentum. I also bought Corporate Office Properties. It has stable cash flows relative to its peers as is exposed to the defence segment. I sold PSP Properties as the Swiss office market is very expensive and the outlook for rental growth is low. I also sold the position in IWG to fund better opportunities elsewhere.

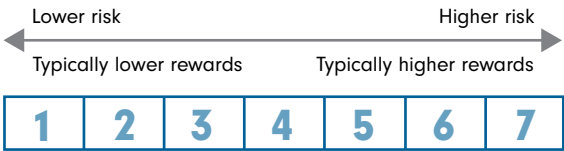
Outlook

The outlook for the global property market is positive. A growing economy and rising incomes continue to support demand for residential properties in the US. In the eurozone, real estate market conditions remain favourable.

Dirk Philippa  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
W Accumulation Shares	5
W Income Shares	5
Y Accumulation Shares	5



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

- The risk category was calculated using historical performance data.
- The risk category may not be a reliable indication of the future risk profile of the fund, is not guaranteed and may change over time.
- The lowest category does not mean a “risk free” investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- Liquidity is a measure of how easily an investment can be converted into cash. Under certain market conditions assets may be more difficult to sell.

## Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	171.33	188.72	152.06	157.69	172.40	137.88
Return before operating charges*	27.71	(14.23)	39.60	25.54	(13.08)	36.04
Operating charges	(3.17)	(3.16)	(2.94)	(1.63)	(1.63)	(1.52)
Return after operating charges*	24.54	(17.39)	36.66	23.91	(14.71)	34.52
Distributions	(2.17)	(2.37)	(2.00)	(3.32)	(3.43)	(2.89)
Retained distributions on accumulation shares	2.17	2.37	2.00	3.32	3.43	2.89
Closing net asset value per share	<b>195.87</b>	<b>171.33</b>	<b>188.72</b>	<b>181.60</b>	<b>157.69</b>	<b>172.40</b>
*after direct transaction costs of	0.08	0.10	0.11	0.08	0.10	0.11
<b>Performance</b>						
Return after charges	14.3%	(9.2%)	24.1%	15.2%	(8.5%)	25.0%
<b>Other information</b>						
Closing net asset value (£'000)	20,499	53,287	63,075	182,593	144,848	130,520
Closing number of shares	10,465,285	31,102,462	33,422,289	100,548,701	91,858,123	75,708,047
Operating charges	1.69%	1.70%	1.70%	0.94%	0.95%	0.95%
Direct transaction costs	0.05%	0.06%	0.07%	0.05%	0.06%	0.07%
<b>Prices (pence per share)</b>						
Highest share price	204.80	191.20	189.60	189.80	175.00	173.10
Lowest share price	168.30	168.00	152.40	155.00	154.50	138.20

	W Income Shares			Y Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	133.00	149.69	122.71	157.65	172.75	138.12
Return before operating charges*	21.58	(11.17)	32.01	25.56	(13.09)	36.49
Operating charges	(1.37)	(1.40)	(1.35)	(2.07)	(2.01)	(1.86)
Return after operating charges*	20.21	(12.57)	30.66	23.49	(15.10)	34.63
Distributions	(3.95)	(4.12)	(3.68)	(2.92)	(3.05)	(2.55)
Retained distributions on accumulation shares	-	-	-	2.92	3.05	2.55
Closing net asset value per share	<b>149.26</b>	<b>133.00</b>	<b>149.69</b>	<b>181.14</b>	<b>157.65</b>	<b>172.75</b>
*after direct transaction costs of	0.08	0.10	0.11	0.08	0.10	0.11
<b>Performance</b>						
Return after charges	15.2%	(8.4%)	25.0%	14.9%	(8.7%)	24.8%
<b>Other information</b>						
Closing net asset value (£'000)	7,642	5,997	4,180	1,094	1,138	1,181
Closing number of shares	5,119,635	4,509,413	2,792,293	603,912	722,062	683,439
Operating charges	0.94%	0.95%	0.96%	1.19%	1.20%	1.17%
Direct transaction costs	0.05%	0.06%	0.07%	0.05%	0.06%	0.07%
<b>Prices (pence per share)</b>						
Highest share price	158.00	152.00	153.20	189.30	175.30	173.50
Lowest share price	130.70	132.00	123.00	154.90	154.50	138.80

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		26,388		(23,342)
Revenue	5	6,541		7,357	
Expenses	6	(2,153)		(2,539)	
Interest payable and similar charges	8	(125)		(54)	
Net revenue/(expense) before taxation		4,263		4,764	
Taxation	7	(630)		(831)	
Net revenue/(expense) after taxation			3,633		3,933
<b>Total return before distributions</b>			30,021		(19,409)
Distributions	8		(3,635)		(3,979)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>26,386</u>		<u>(23,388)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			205,270		198,956
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		42,781		41,274	
Amounts payable on cancellation of shares		(66,155)		(15,496)	
			(23,374)		25,778
Swing price adjustment			52		-
Change in net assets attributable to shareholders from investment activities (see above)			26,386		(23,388)
Retained distribution on accumulation shares	8		3,493		3,924
<b>Closing net assets attributable to shareholders</b>			<u>211,827</u>		<u>205,270</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			211,769		204,881
<b>Current assets:</b>					
Debtors	9	1,448		848	
Cash and bank balances		29		799	
Total other assets			1,477		1,647
<b>Total assets</b>			<u>213,246</u>		<u>206,528</u>
<b>Liabilities:</b>					
Creditors					
Distribution payable		(95)		(78)	
Other creditors	10	(1,324)		(1,180)	
Total other liabilities			(1,419)		(1,258)
<b>Total liabilities</b>			<u>(1,419)</u>		<u>(1,258)</u>
<b>Net assets attributable to shareholders</b>			<u>211,827</u>		<u>205,270</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	26,227	(23,685)
Gains/(losses) on derivative contracts	(42)	605
Other currency gains/(losses)	204	(239)
Transaction charges	(11)	(21)
Broker fee rebates	10	(2)
Net capital gains/(losses)	<u>26,388</u>	<u>(23,342)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	214	134
Derivative revenue	331	354
UK dividends	-	193
UK property income distributions	155	419
UK scrip dividends	38	-
Overseas dividends	1,248	1,174
Overseas property income distributions	4,528	5,078
Overseas scrip dividends	17	-
Bank interest	10	5
Total revenue	<u>6,541</u>	<u>7,357</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,795	2,086
Registrar fees	201	272
Service charges	101	109
Foreign exchange administration fees	7	10
	<u>2,104</u>	<u>2,477</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	21	23
Custody fees	14	14
	<u>35</u>	<u>37</u>
Other expenses:		
Audit fee	9	9
Other operating expenses	5	16
	<u>14</u>	<u>25</u>
Total expenses	<u>2,153</u>	<u>2,539</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	578	642
Overseas taxation	594	831
Double taxation relief	(542)	(642)
Total current taxation	<u>630</u>	<u>831</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>4,263</u>	<u>4,764</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	853	953
Effects of:		
Expenses not deductible for tax purposes	-	(9)
Overseas taxation	594	831
Revenue not included for tax purposes	(275)	(302)
Double taxation relief	(542)	(642)
Current tax charge/(credit)	<u>630</u>	<u>831</u>
Open ended investment companies are exempt from UK tax on capital gains.		

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	89	247
Interim	323	519
<b>W Accumulation Shares</b>		
Final	1,528	1,242
Interim	1,534	1,893
<b>W Income Shares</b>		
Final	95	78
Interim	102	90
<b>Y Accumulation Shares</b>		
Final	8	8
Interim	11	15
	<u>3,690</u>	<u>4,092</u>
Add: Revenue deducted on cancellation of shares	202	79
Deduct: Revenue received on issue of shares	(257)	(192)
Net distributions for the year	<u>3,635</u>	<u>3,979</u>
<b>Interest/other</b>		
Short dividend payments	122	54
Derivative expense	3	-
	<u>125</u>	<u>54</u>
Total finance costs	<u>3,760</u>	<u>4,033</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	3,633	3,933
<b>Add back (revenue)/expenses transferred to capital:</b>		
Investment management fees	53	42
Service charges	4	3
UK scrip dividends	(38)	-
Overseas scrip dividends	(17)	-
Equalisation on conversions	-	1
	<u>3,635</u>	<u>3,979</u>

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

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	334	3
Sales awaiting settlement	-	2
Sales of currency awaiting settlement	691	364
Accrued revenue	380	454
UK income tax recoverable	8	3
Overseas tax recoverable	35	22
<b>Total debtors</b>	<b>1,448</b>	<b>848</b>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	10	606
Purchases of currency awaiting settlement	691	366
Accrued expenses	192	208
UK corporation tax payable	36	-
Purchases awaiting settlement	395	-
<b>Total other creditors</b>	<b>1,324</b>	<b>1,180</b>

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency	£'000	£'000	£'000	£'000
<b>28/02/19</b>				
Australian Dollar	2,034	-	56	2,090
Canadian Dollar	-	-	(230)	(230)
Euro	37,433	-	35	37,468
Hong Kong Dollar	22,147	-	-	22,147
Japanese Yen	16,272	-	-	16,272
Singapore Dollar	6,584	-	140	6,724
UK Pound	6,536	-	8	6,544
US Dollar	120,763	29	20	120,812
<b>Total</b>	<b>211,769</b>	<b>29</b>	<b>29</b>	<b>211,827</b>
<b>28/02/18</b>				
Australian Dollar	15,780	-	208	15,988
Canadian Dollar	4,283	-	11	4,294
Euro	23,585	-	22	23,607
Hong Kong Dollar	19,015	-	-	19,015
Japanese Yen	16,915	-	-	16,915
Singapore Dollar	3,133	-	74	3,207
Swiss Franc	2,906	-	-	2,906
UK Pound	8,565	-	(521)	8,044
US Dollar	110,699	799	(204)	111,294
<b>Total</b>	<b>204,881</b>	<b>799</b>	<b>(410)</b>	<b>205,270</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

## Notes to the Financial Statements

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.97% rise or fall in the fund's market value (2018: 0.96%).

#### Other price risk

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

#### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

### 12 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	80,427	21	0.03	41	0.05
Corporate actions	1,303	-	-	-	-
Derivative	-	1	-	-	-
Total	81,730	22		41	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	91,567	23	0.03	5	0.01
Corporate actions	3,363	-	-	-	-
Derivative	-	1	-	-	-
Total	94,930	24		5	

Total including transaction costs

Total as a percentage of average net assets\*

0.02 %

0.02 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	105,067	47	0.04	37	0.04
Derivative	-	1	-	-	-
Total	105,067	48		37	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	85,587	37	0.04	5	0.01
Corporate actions	227	-	-	-	-
Derivative	-	1	-	-	-
Total	85,814	38		5	

Total including transaction costs

Total as a percentage of average net assets

0.04 %

0.02 %

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

At the Balance Sheet date the average portfolio dealing spread was 0.12% (2018: 0.13%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	201,965	-	189,131	-
Level 2: Observable market data	9,804	-	15,750	-
Level 3: Unobservable data	-	-	-	-
	211,769	-	204,881	-



## Notes to the Financial Statements

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	31,102,462	1,144,474	(21,695,150)	(86,501)	10,465,285
W Accumulation Shares	91,858,123	21,554,929	(12,957,740)	93,389	100,548,701
W Income Shares	4,509,413	1,136,554	(526,332)	-	5,119,635
Y Accumulation Shares	722,062	77,673	(195,823)	-	603,912

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £167,000 (2018: £179,000) are included within accrued expenses in Note 10.

### 16 Counterparty details of financial derivative transactions

28/02/19						
Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral Cash £'000	Grand Total £'000
UBS	-	58	-	-	-	58
Total	-	58	-	-	-	58
28/02/18						
Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral Cash £'000	Grand Total £'000
UBS	-	417	-	-	(462)	(45)
Total	-	417	-	-	(462)	(45)

### 17 Shareholders' funds

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

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

W Income Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 18 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	195.87	215.19	9.86
W Accumulation Shares	181.60	199.80	10.02
W Income Shares	149.26	164.30	10.08
Y Accumulation Shares	181.14	199.19	9.96

## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 25 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	0.8475	-	0.8475	0.7937
Group 2	0.2931	0.5544	0.8475	0.7937

### A Accumulation Shares - interim distribution No. 24 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/10/18	Amount accumulated 31/10/17
Group 1	1.3210	-	1.3210	1.5716
Group 2	0.4196	0.9014	1.3210	1.5716

### W Accumulation Shares - final distribution No. 13 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.5192	-	1.5192	1.3526
Group 2	0.4950	1.0242	1.5192	1.3526

### W Accumulation Shares - interim distribution No. 12 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/10/18	Amount accumulated 31/10/17
Group 1	1.7966	-	1.7966	2.0767
Group 2	-	1.7966	1.7966	2.0767

### W Income Shares - final distribution No. 11 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 30/04/19	Amount distributed 30/04/18
Group 1	1.8519	-	1.8519	1.7232
Group 2	0.8206	1.0313	1.8519	1.7232

### W Income Shares - interim distribution No. 10 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 31/10/18	Amount distributed 31/10/17
Group 1	2.1004	-	2.1004	2.3977
Group 2	-	2.1004	2.1004	2.3977

## Distribution Statement

### Y Accumulation Shares - final distribution No. 13 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.2998	-	1.2998	1.1617
Group 2	0.7044	0.5954	1.2998	1.1617

### Y Accumulation Shares - interim distribution No. 12 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/10/18	Amount accumulated 31/10/17
Group 1	1.6198	-	1.6198	1.8932
Group 2	-	1.6198	1.6198	1.8932

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of the shares of companies around the world. The fund will have a blend of investments in larger, medium and smaller sized companies. The ACD is not restricted in its choice of companies either by size or industry, or in terms of the geographical split of the portfolio, and will choose stocks largely determined by the availability of attractive investment opportunities. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

The fund uses the MSCI AC World Index (NUK) as a point of reference against which the performance of the fund may be assessed. The Variable Share Class (W-VMF) measures its performance relative to the index for the purposes of the Investment Management Charge calculation. The Investment Manager has discretion in investment decisions and will actively select the securities in which the fund invests and the performance index does not influence investment decisions materially. As the fund is actively managed with investment decisions being made at the discretion of the Investment Manager, the actual holdings and fund performance is likely to differ materially from that of any reference index.

Performance and Portfolio Activity

The fund recorded positive returns over the period. Strong stock selection in the utilities and health care sectors supported performance. In utilities, Exelon gained on an improvement in its core business and margins. The US-based hospital operator HCA Healthcare advanced on robust earnings and guidance revisions. Investments in high-acuity service lines are helping drive market share gains.

New positions include Merck & Co, which continues to see solid business momentum on the back of a strong competitive position and a robust pipeline led by its cancer drug Keytruda. I also bought General Electric, as its management is focusing on simplifying the business structure and strengthening the balance sheet. I sold positions in Toshiba and Activision Blizzard.

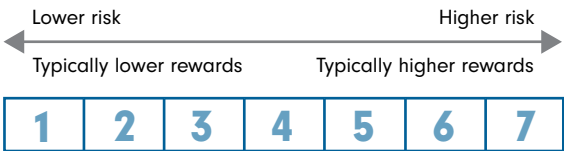
Outlook

Trade frictions, slowing economic activity and corporate earnings growth could pose a challenge to investor sentiment. Nevertheless, the US Federal Reserve’s cautious tone should help support the outlook. Furthermore, equities remain relatively attractively valued versus other asset classes.

Jeremy Podger  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
J Accumulation Shares	5
W Accumulation Shares	5
W-VMF Accumulation Shares	5
Y Accumulation Shares	5



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

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

# Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	3,874.18	3,541.29	2,581.34	3,721.81	3,376.66	2,443.02
Return before operating charges*	71.34	395.99	1,010.99	68.48	378.93	960.81
Operating charges	(65.31)	(63.10)	(51.04)	(34.62)	(33.78)	(27.17)
Return after operating charges*	6.03	332.89	959.95	33.86	345.15	933.64
Distributions	(8.26)	-	(1.99)	(36.26)	(24.27)	(23.31)
Retained distributions on accumulation shares	8.26	-	1.99	36.26	24.27	23.31
Closing net asset value per share	<u>3,880.21</u>	<u>3,874.18</u>	<u>3,541.29</u>	<u>3,755.67</u>	<u>3,721.81</u>	<u>3,376.66</u>
*after direct transaction costs of	1.10	1.84	2.09	1.10	1.84	2.09
<b>Performance</b>						
Return after charges	0.2%	9.4%	37.2%	0.9%	10.2%	38.2%
<b>Other information</b>						
Closing net asset value (£'000)	634,163	700,216	690,144	1,845,186	1,806,811	1,497,238
Closing number of shares	16,343,516	18,073,938	19,488,499	49,130,704	48,546,651	44,340,754
Operating charges	1.67%	1.69%	1.70%	0.92%	0.95%	0.95%
Direct transaction costs	0.03%	0.05%	0.07%	0.03%	0.05%	0.07%
<b>Prices (pence per share)</b>						
Highest share price	4,218.00	4,019.00	3,556.00	4,067.00	3,857.00	3,390.00
Lowest share price	3,554.00	3,442.00	2,546.00	3,436.00	3,285.00	2,414.00

	J Accumulation Shares			Y Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	337.44	308.38	224.72	3,860.18	3,509.85	2,545.06
Return before operating charges*	6.21	34.48	88.02	71.04	393.84	999.37
Operating charges	(5.69)	(5.42)	(4.36)	(45.65)	(43.51)	(34.58)
Return after operating charges*	0.52	29.06	83.66	25.39	350.33	964.79
Distributions	(0.72)	-	(0.25)	(27.80)	(16.97)	(17.69)
Retained distributions on accumulation shares	0.72	-	0.25	27.80	16.97	17.69
Closing net asset value per share	<u>337.96</u>	<u>337.44</u>	<u>308.38</u>	<u>3,885.57</u>	<u>3,860.18</u>	<u>3,509.85</u>
*after direct transaction costs of	1.10	1.84	2.09	1.10	1.84	2.09
<b>Performance</b>						
Return after charges	0.2%	9.4%	37.2%	0.7%	10.0%	37.9%
<b>Other information</b>						
Closing net asset value (£'000)	3,652	3,967	4,376	27,219	27,948	10,579
Closing number of shares	1,080,876	1,175,502	1,419,186	700,525	724,045	301,397
Operating charges	1.67%	1.67%	1.67%	1.17%	1.17%	1.17%
Direct transaction costs	0.03%	0.05%	0.07%	0.03%	0.05%	0.07%
<b>Prices (pence per share)</b>						
Highest share price	367.40	350.00	309.60	4,213.00	4,002.00	3,524.00
Lowest share price	309.60	299.70	221.70	3,556.00	3,414.00	2,513.00

## Comparative Performance Table

### W-VMF Accumulation Shares

Change in net assets (pence per share)*	2019 <sup>1</sup>
Opening net asset value per share	100.00
Return before operating charges*	(1.88)
Operating charges	(0.48)
Return after operating charges*	(2.36)
Distributions	(0.40)
Retained distributions on accumulation shares	0.40
Closing net asset value per share	97.64
*after direct transaction costs of	1.10
<b>Performance</b>	
Return after charges	(2.4%)
<b>Other information</b>	
Closing net asset value (£'000)	276
Closing number of shares	283,385
Operating charges	0.78%
Direct transaction costs	0.03%
<b>Prices (pence per share)</b>	
Highest share price	105.70
Lowest share price	89.30

1. This share class was launched on 16 July 2018.

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		1,459		210,922
Revenue	5	57,860		48,192	
Expenses	6	(28,876)		(27,873)	
Interest payable and similar charges	8	(4,281)		(2,758)	
Net revenue/(expense) before taxation		24,703		17,561	
Taxation	7	(5,074)		(4,140)	
Net revenue/(expense) after taxation			19,629		13,421
<b>Total return before distributions</b>			21,088		224,343
Distributions	8		(19,635)		(11,370)
<b>Change in net assets attributable to shareholders from investment activities</b>			1,453		212,973

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			2,538,942		2,202,334
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		104,076		175,534	
Amounts payable on cancellation of shares		(153,346)		(63,804)	
			(49,270)		111,730
Change in net assets attributable to shareholders from investment activities (see above)			1,453		212,973
Retained distribution on accumulation shares	8		19,371		11,905
<b>Closing net assets attributable to shareholders</b>			2,510,496		2,538,942

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			2,524,932		2,545,514
<b>Current assets:</b>					
Debtors	9	9,557		25,591	
Cash and bank balances		2,418		2,792	
Total other assets			11,975		28,383
<b>Total assets</b>			2,536,907		2,573,897
<b>Liabilities:</b>					
Investment liabilities			(17,869)		(10,473)
Creditors					
Bank overdrafts		(4)		-	
Other creditors	10	(8,538)		(24,482)	
Total other liabilities			(8,542)		(24,482)
<b>Total liabilities</b>			(26,411)		(34,955)
<b>Net assets attributable to shareholders</b>			2,510,496		2,538,942

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(2,592)	200,669
Gains/(losses) on derivative contracts	3,169	10,935
Other currency gains/(losses)	807	(624)
Transaction charges	(44)	(53)
Broker fee rebates	119	(5)
Net capital gains/(losses)	<u>1,459</u>	<u>210,922</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	2,348	993
Derivative revenue	3,121	2,319
UK dividends	5,823	4,759
Overseas dividends	45,233	35,811
Overseas property income distributions	1,325	1,505
Overseas scrip dividends	-	2,787
Bank interest	10	10
Taxable interest	-	8
Total revenue	<u>57,860</u>	<u>48,192</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	24,615	23,264
Registrar fees	2,581	2,965
Service charges	1,291	1,189
Foreign exchange administration fees	8	4
	<u>28,495</u>	<u>27,422</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	89	85
Custody fees	198	200
	<u>287</u>	<u>285</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	84	156
	<u>94</u>	<u>166</u>
Total expenses	<u>28,876</u>	<u>27,873</u>



## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	5,074	4,081
Overseas capital gains tax	-	59
Total current taxation	<u>5,074</u>	<u>4,140</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>24,703</u>	<u>17,561</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	4,941	3,512
Effects of:		
Increase/(decrease) in unutilised management expenses	5,184	5,116
Overseas tax expensed	(41)	(76)
Overseas taxation	5,074	4,081
Revenue not included for tax purposes	(10,084)	(8,552)
Overseas capital gains tax	-	59
Current tax charge/(credit)	<u>5,074</u>	<u>4,140</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £46,190,000 (2018: £41,006,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	1,350	-
<b>W Accumulation Shares</b>		
Final	17,817	11,782
<b>J Accumulation Shares</b>		
Final	8	-
<b>Y Accumulation Shares</b>		
Final	195	123
<b>W-VMF Accumulation Shares*</b>		
Final	1	-
	<u>19,371</u>	<u>11,905</u>
Add: Revenue deducted on cancellation of shares	748	149
Deduct: Revenue received on issue of shares	(484)	(684)
Net distributions for the year	<u>19,635</u>	<u>11,370</u>
<b>Interest/other</b>		
Short dividend payments	1,851	1,435
Interest	4	6
Contract for difference finance costs	2,226	1,317
Derivative expense	200	-
	<u>4,281</u>	<u>2,758</u>
Total finance costs	<u>23,916</u>	<u>14,128</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	19,629	13,421

## Notes to the Financial Statements

### Add back (revenue)/expenses transferred to capital:

Revenue shortfall transferred from capital	-	451
Overseas scrip dividends	-	(2,787)
Equalisation on conversions	6	226
Indian capital gains tax	-	59
	<b>19,635</b>	<b>11,370</b>

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

\*This share class was launched on 16 July 2018.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	667	1,771
Sales awaiting settlement	429	9,408
Sales of currency awaiting settlement	2,583	9,085
Accrued revenue	5,091	4,606
Overseas tax recoverable	787	721
Total debtors	<b>9,557</b>	<b>25,591</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	-	2,449
Cash and bank balances	2,418	343
Total cash and bank balances	<b>2,418</b>	<b>2,792</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	365	382
Purchases awaiting settlement	2,799	12,689
Purchases of currency awaiting settlement	2,587	9,114
Accrued expenses	2,289	2,291
Amounts payable on closure of derivative contract	498	6
Total other creditors	<b>8,538</b>	<b>24,482</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
Currency	Investments	Cash balances	Debtors/(Creditors)	
28/02/19	£'000	£'000	£'000	£'000
Canadian Dollar	14,032	-	-	14,032
Danish Krone	58,155	-	230	58,385
Euro	356,074	-	507	356,581
Hong Kong Dollar	101,598	-	-	101,598
Indian Rupee	11,593	-	-	11,593
Indonesian Rupiah	23,144	-	-	23,144
Japanese Yen	188,354	-	1,046	189,400
Korean Won	44,404	7	663	45,074
Singapore Dollar	11,375	-	272	11,647
South African Rand	26,048	-	-	26,048
Swedish Krona	16,985	-	-	16,985
Swiss Franc	6,922	-	-	6,922
Taiwan Dollar	-	22	-	22
Thai Baht	35,789	-	-	35,789

## Notes to the Financial Statements

UK Pound	156,660	(4)	(603)	156,053
US Dollar	1,455,930	2,389	(1,096)	1,457,223
<b>Total</b>	<b>2,507,063</b>	<b>2,414</b>	<b>1,019</b>	<b>2,510,496</b>

<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Canadian Dollar	23,444	-	-	23,444
Danish Krone	76,186	-	125	76,311
Euro	328,662	-	579	329,241
Hong Kong Dollar	104,026	1	-	104,027
Indian Rupee	10,980	-	-	10,980
Indonesian Rupiah	24,806	-	-	24,806
Japanese Yen	277,778	-	1,393	279,171
Korean Won	65,319	7	1,053	66,379
Singapore Dollar	11,535	1	113	11,649
South African Rand	29,789	20	(452)	29,357
Swedish Krona	18,751	-	-	18,751
Swiss Franc	56,837	-	-	56,837
Thai Baht	52,399	-	-	52,399
UK Pound	124,085	2	(615)	123,472
US Dollar	1,330,444	2,761	(1,087)	1,332,118
<b>Total</b>	<b>2,535,041</b>	<b>2,792</b>	<b>1,109</b>	<b>2,538,942</b>

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

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.94% rise or fall in the fund's market value (2018: 0.95%).

#### Other price risk

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

#### Bond futures

At the year end the fund holds no derivatives that could impact it significantly (2018: same).

## 13 Portfolio transaction costs

<b>28/02/19</b>	<b>Purchases</b>	<b>Commissions</b>		<b>Taxes</b>	
<b>Analysis of total purchases costs</b>	<b>£'000</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>	<b>%</b>
Equity	937,960	138	0.01	291	0.03
Corporate actions	1	-	-	-	-
Derivative	-	32	-	-	-
<b>Total</b>	<b>937,961</b>	<b>170</b>		<b>291</b>	
<b>Total including transaction costs</b>	<b>938,422</b>				
<b>Analysis of total sales costs</b>	<b>Sales</b>	<b>Commissions</b>		<b>Taxes</b>	
	<b>£'000</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>	<b>%</b>
Equity	961,433	133	0.01	119	0.01
Corporate actions	1	-	-	-	-
Derivative	-	43	-	-	-
<b>Total</b>	<b>961,434</b>	<b>176</b>		<b>119</b>	
<b>Total including transaction costs</b>	<b>961,139</b>				

Total as a percentage of average net assets\*

0.01 %

0.02 %

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	702,084	415	0.06	349	0.05
Bond	318	-	-	-	-
Corporate actions	2,787	-	-	-	-
Derivative	-	63	-	-	-
Total	<u>705,189</u>	<u>478</u>		<u>349</u>	
Total including transaction costs	<u>706,016</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	593,043	246	0.04	72	0.01
Corporate actions	124	-	-	-	-
Derivative	-	90	-	-	-
Total	<u>593,167</u>	<u>336</u>		<u>72</u>	
Total including transaction costs	<u>592,759</u>				

Total as a percentage of average net assets

0.03 %

0.02 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.06% (2018: 0.06%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	2,403,534	-	2,424,672	-
Level 2: Observable market data	121,398	(17,869)	109,835	(10,473)
Level 3: Unobservable data*	-	-	11,007	-
	<u>2,524,932</u>	<u>(17,869)</u>	<u>2,545,514</u>	<u>(10,473)</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	18,073,938	282,929	(1,964,516)	(48,835)	16,343,516
W Accumulation Shares	48,546,651	2,462,371	(1,946,845)	68,527	49,130,704
J Accumulation Shares	1,175,502	92,728	(187,354)	-	1,080,876
Y Accumulation Shares	724,045	24,080	(30,404)	(17,196)	700,525
W-VMF Accumulation Shares	-	332,407	(49,022)	-	283,385

## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £2,144,000 (2018: £2,122,000) are included within accrued expenses in Note 10.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Deutsche Bank	-	2,290	-	-	-	2,290
Goldman Sachs	-	3,525	-	-	-	3,525
HSBC Global Markets	-	1,286	-	-	-	1,286
UBS	-	7,344	-	-	-	7,344
Total	-	14,445	-	-	-	14,445

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Deutsche Bank	-	(1,757)	-	-	1,712	(45)
Goldman Sachs	-	21	-	-	-	21
HSBC Global Markets	-	(874)	-	-	737	(137)
UBS	-	12,346	-	-	(12,402)	(56)
Total	-	9,736	-	-	(9,953)	(217)

### 18 Shareholders' funds

The fund has five share classes; A Accumulation Shares, W Accumulation Shares, J Accumulation Shares, Y Accumulation Shares and W-VMF Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

J Accumulation Shares : 1.50%

Y Accumulation Shares : 1.00%

W-VMF Accumulation Shares : 0.65%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	3,880.21	4,073.00	4.97
W Accumulation Shares	3,755.67	3,949.00	5.15
J Accumulation Shares	337.96	354.80	4.98
Y Accumulation Shares	3,885.57	4,083.00	5.08
W-VMF Accumulation Shares	97.64	102.70	5.18

## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 13 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	8.2630	-	8.2630	-
Group 2	-	8.2630	8.2630	-

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	36.2648	-	36.2648	24.2691
Group 2	14.7771	21.4877	36.2648	24.2691

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	0.7198	-	0.7198	-
Group 2	-	0.7198	0.7198	-

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	27.7965	-	27.7965	16.9733
Group 2	10.6140	17.1825	27.7965	16.9733

### W-VMF Accumulation Shares - final distribution No. 1 in pence per share

Group 1 - Shares purchased on or before 15 July 2018.

Group 2 - Shares purchased from 16 July 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19^
Group 1	0.3980	-	0.3980
Group 2	-	0.3980	0.3980

^This share class launched on 16 July 2018

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth by closely matching the performance of the MSCI Emerging Markets Index. The ACD will aim to hold securities that represent the MSCI Emerging Markets Index (or in the event of this index ceasing to be compiled such index as the ACD may deem appropriate). In order to manage the cash position of the portfolio, the ACD may utilise stock index futures as allowed by the regulations.

Performance and Portfolio Activity

The fund generated negative returns as concerns over the US-China trade war negatively impacted sentiment for riskier assets.

As a “passive” or “index tracker” fund, the return of the fund and the index should be similar over time, before costs. However, the reported fund and index returns cannot be used to assess how well the fund tracks the index. This is because the fund is priced at midday, while the market index is calculated using closing market prices. To allow a meaningful comparison of tracking difference, we have revalued the primary P accumulation shares using company share prices that make up the index at market close. The revalued P accumulation shares returned -6.87% against the index return of -6.65% over the period. The difference in performance takes into account the effect of factors such as ongoing charges (0.20%, reduced from 0.21% effective 1 April 2018), taxation and transaction costs.

Please note, the fund’s cash position, and investment of cash into a liquidity fund for diversification, does not mean that the fund is under exposed to the index. Such positions are typically equitised with equity index futures contracts. This helps to efficiently manage cashflows in the fund at reduced costs. When taking into account exposure achieved by these futures contracts, the fund’s country and holdings weights more closely match the index.

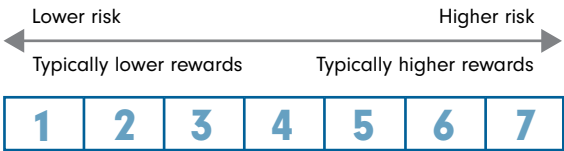
Outlook

Emerging markets have benefited from cautious statements by the US Federal Reserve, with the rate hiking cycle drawing to a close or at least taking a meaningful pause. From a long-term perspective, emerging markets continue to offer many opportunities, supported by structural growth drivers such as urbanisation and lifestyle changes.

Geode Capital Management  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
F Accumulation Shares	6
P Accumulation Shares	6
P Income Shares	6



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

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

## Comparative Performance Table

	F Accumulation Shares			P Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,610.27	1,375.89	950.37	160.92	137.54	94.96
Return before operating charges*	(98.94)	236.96	427.87	(9.88)	23.70	42.83
Operating charges	(2.57)	(2.58)	(2.35)	(0.30)	(0.32)	(0.25)
Return after operating charges*	(101.51)	234.38	425.52	(10.18)	23.38	42.58
Distributions	(34.83)	(30.81)	(25.93)	(3.44)	(3.03)	(2.54)
Retained distributions on accumulation shares	34.83	30.81	25.93	3.44	3.03	2.54
Closing net asset value per share	<b>1,508.76</b>	<b>1,610.27</b>	<b>1,375.89</b>	<b>150.74</b>	<b>160.92</b>	<b>137.54</b>
*after direct transaction costs of	0.10	0.18	0.18	0.10	0.18	0.18
<b>Performance</b>						
Return after charges	(6.3%)	17.0%	44.8%	(6.3%)	17.0%	44.8%
<b>Other information</b>						
Closing net asset value (£'000)	36,936	26,018	23,106	176,389	134,652	36,590
Closing number of shares	2,448,131	1,615,747	1,679,357	117,018,733	83,676,814	26,603,338
Operating charges	0.17%	0.17%	0.17%	0.20%	0.21%	0.21%
Direct transaction costs	0.06%	0.11%	0.13%	0.06%	0.11%	0.13%
<b>Prices (pence per share)</b>						
Highest share price	1,647.00	1,682.00	1,394.00	164.60	168.10	139.40
Lowest share price	1,370.00	1,363.00	960.90	136.90	136.20	96.02

	P Income Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	134.82	117.53	82.88
Return before operating charges*	(8.23)	20.13	37.06
Operating charges	(0.25)	(0.27)	(0.21)
Return after operating charges*	(8.48)	19.86	36.85
Distributions	(2.86)	(2.57)	(2.20)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<b>123.48</b>	<b>134.82</b>	<b>117.53</b>
*after direct transaction costs of	0.10	0.18	0.18
<b>Performance</b>			
Return after charges	(6.3%)	16.9%	44.5%
<b>Other information</b>			
Closing net asset value (£'000)	42,282	27,403	12,623
Closing number of shares	34,241,354	20,326,149	10,740,824
Operating charges	0.20%	0.21%	0.21%
Direct transaction costs	0.06%	0.11%	0.13%
<b>Prices (pence per share)</b>			
Highest share price	137.90	141.30	119.50
Lowest share price	113.00	116.40	83.81



# Fidelity Index Emerging Markets Fund

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(19,523)		16,933
Revenue	5	6,570		3,327	
Expenses	6	(463)		(284)	
Interest payable and similar charges	8	(9)		(4)	
Net revenue/(expense) before taxation		6,098		3,039	
Taxation	7	(757)		(382)	
Net revenue/(expense) after taxation			5,341		2,657
<b>Total return before distributions</b>			(14,182)		19,590
Distributions	8		(5,310)		(2,628)
<b>Change in net assets attributable to shareholders from investment activities</b>			(19,492)		16,962

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			188,073		99,434
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		126,576		126,813	
Amounts payable on cancellation of shares		(44,665)		(58,440)	
			81,911		68,373
Swing price adjustment			235		270
Change in net assets attributable to shareholders from investment activities (see above)			(19,492)		16,962
Retained distribution on accumulation shares	8		4,880		3,034
<b>Closing net assets attributable to shareholders</b>			255,607		188,073

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			253,604		186,759
<b>Current assets:</b>					
Debtors	9	1,473		3,725	
Cash and bank balances	10	1,427		1,729	
Total other assets			2,900		5,454
<b>Total assets</b>			256,504		192,213
<b>Liabilities:</b>					
Investment liabilities			-		(48)
Creditors					
Bank overdrafts		(18)		(17)	
Distribution payable		(148)		(99)	
Other creditors	11	(731)		(3,976)	
Total other liabilities			(897)		(4,092)
<b>Total liabilities</b>			(897)		(4,140)
<b>Net assets attributable to shareholders</b>			255,607		188,073

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(19,492)	15,903
Gains/(losses) on derivative contracts	(70)	1,313
Other currency gains/(losses)	39	(283)
Net capital gains/(losses)	<u>(19,523)</u>	<u>16,933</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	143	223
Derivative revenue	16	88
Overseas dividends	6,309	2,944
Overseas property income distributions	64	30
Overseas scrip dividends	32	39
Bank interest	6	3
Total revenue	<u>6,570</u>	<u>3,327</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	<u>463</u>	<u>284</u>
	<u>463</u>	<u>284</u>
Total expenses	<u>463</u>	<u>284</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £9,000 (including VAT) (2018: £9,000)

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	126	75
Overseas taxation	734	364
Double taxation relief	(104)	(63)
Overseas capital gains tax	1	6
Total current taxation	<u>757</u>	<u>382</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>6,098</u>	<u>3,039</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	1,220	608
Effects of:		
Overseas taxation	734	364
Revenue not included for tax purposes	(1,094)	(533)
Double taxation relief	(104)	(63)
Capital gains tax	1	6
Current tax charge/(credit)	<u>757</u>	<u>382</u>

Open ended investment companies are exempt from UK tax on capital gains.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Income Shares*</b>		
Interim	-	47
<b>F Accumulation Shares</b>		
Final	853	498
<b>P Accumulation Shares</b>		
Final	4,027	2,536
<b>P Income Shares</b>		
Final	148	99
Interim	669	305
	<u>5,697</u>	<u>3,485</u>
Add: Revenue deducted on cancellation of shares	797	309
Deduct: Revenue received on issue of shares	(1,184)	(1,166)
Net distributions for the year	<u>5,310</u>	<u>2,628</u>
<b>Interest/other</b>		
Interest	9	4
	<u>5,319</u>	<u>2,632</u>
Total finance costs		
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	5,341	2,657
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(32)	(39)
Equalisation on conversions	-	4
Overseas capital gains tax	-	6
Indian capital gains tax	1	-
	<u>5,310</u>	<u>2,628</u>

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

\*This share class converted to P Income shares on 5 October 2017.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	416	1,227
Sales of currency awaiting settlement	304	1,977
Accrued revenue	752	520
Overseas tax recoverable	1	1
	<u>1,473</u>	<u>3,725</u>
Total debtors		

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	423	342
Cash and bank balances	1,004	1,387
	<u>1,427</u>	<u>1,729</u>
Total cash and bank balances		

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	169	1,920
Purchases awaiting settlement	201	20
Purchases of currency awaiting settlement	306	1,995
Accrued expenses	39	29
UK corporation tax payable	16	12
	<u>731</u>	<u>3,976</u>
Total other creditors		

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Brazilian Real	18,802	7	280	19,089
Chilean Peso	2,735	1	-	2,736
Chinese Yuan Renminbi	1,749	10	-	1,759
Colombian Peso	1,106	13	-	1,119
Czech Koruna	405	29	-	434
Euro	570	13	-	583
Hong Kong Dollar	56,511	23	-	56,534
Hungarian Forint	783	-	-	783
Indian Rupee	20,284	90	15	20,389
Indonesian Rupiah	5,304	20	-	5,324
Korean Won	33,211	195	398	33,804
Malaysian Ringgit	5,617	120	5	5,742
Mexican Peso	6,603	43	12	6,658
Pakistan Rupee	105	1	1	107
Philippine Peso	2,612	24	1	2,637
Polish Zloty	2,802	41	1	2,844
Qatari Rial	2,387	42	19	2,448
Russian Ruble	244	-	-	244
South African Rand	14,902	3	-	14,905
Taiwan Dollar	26,886	204	(201)	26,889
Thai Baht	5,885	-	13	5,898
Turkish Lira	1,560	43	-	1,603
UAE Dirham	1,714	8	-	1,722
UK Pound	-	74	(261)	(187)
US Dollar	40,827	405	311	41,543
<b>Total</b>	<b>253,604</b>	<b>1,409</b>	<b>594</b>	<b>255,607</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Brazilian Real	13,927	20	175	14,122
Chilean Peso	2,301	1	-	2,302
Colombian Peso	779	-	-	779
Czech Koruna	334	3	-	337
Euro	606	3	-	609
Hong Kong Dollar	41,116	4	-	41,120
Hungarian Forint	590	1	-	591
Indian Rupee	14,782	101	22	14,905
Indonesian Rupiah	3,957	55	-	4,012
Korean Won	26,457	38	257	26,752
Malaysian Ringgit	4,429	53	6	4,488
Mexican Peso	5,277	9	4	5,290
Pakistan Rupee	145	-	-	145
Philippine Peso	1,879	34	1	1,914
Polish Zloty	2,338	38	1	2,377
Qatari Rial	917	7	27	951
South African Rand	13,014	-	10	13,024
Taiwan Dollar	20,514	21	(20)	20,515
Thai Baht	4,421	-	13	4,434
Turkish Lira	1,950	9	-	1,959
UAE Dirham	1,002	21	-	1,023

## Notes to the Financial Statements

UK Pound	-	968	(832)	136
US Dollar	25,976	326	(14)	26,288
<b>Total</b>	<b>186,711</b>	<b>1,712</b>	<b>(350)</b>	<b>188,073</b>

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

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

#### Other price risk

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

#### Equity derivatives

The fund invests into futures to gain exposure to the equity markets. A 10% change in the price of the futures would result in a 0.51% (2018: 0.00%) change in the fund's market value.

## 13 Portfolio transaction costs

28/02/19

### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	92,687	52	0.06	54	0.06
Mutual Fund	128	-	-	-	0.11
Corporate actions	28	-	-	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>92,843</b>	<b>57</b>		<b>54</b>	
Total including transaction costs	<b>92,954</b>				

### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	12,501	7	0.06	16	0.13
Corporate actions	343	-	-	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>12,844</b>	<b>12</b>		<b>16</b>	
Total including transaction costs	<b>12,816</b>				

Total as a percentage of average net assets\*

0.03 %

0.03 %

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	95,807	55	0.06	55	0.06
Corporate actions	115	-	-	-	-
Derivative	-	5	-	-	-
Total	<u>95,922</u>	<u>60</u>		<u>55</u>	
Total including transaction costs	<u>96,037</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	23,414	13	0.06	29	0.12
Corporate actions	387	-	-	-	-
Derivative	-	5	-	-	-
Total	<u>23,801</u>	<u>18</u>		<u>29</u>	
Total including transaction costs	<u>23,754</u>				

Total as a percentage of average net assets

0.06 %

0.06 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.19% (2018: 0.17%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	243,034	-	182,608	(48)
Level 2: Observable market data	10,536	-	4,148	-
Level 3: Unobservable data*	34	-	3	-
	<u>253,604</u>	<u>-</u>	<u>186,759</u>	<u>(48)</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
F Accumulation Shares	1,615,747	1,092,724	(260,340)	2,448,131
P Accumulation Shares	83,676,814	60,551,472	(27,209,553)	117,018,733
P Income Shares	20,326,149	15,097,132	(1,181,927)	34,241,354

## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £39,000 (2018: £29,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	237	-	-	423	660
Total	-	237	-	-	423	660

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	(48)	-	-	342	294
Total	-	(48)	-	-	342	294

### 18 Shareholders' funds

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

F Accumulation Shares : 0.17%

P Accumulation Shares : 0.20% (0.21% to 31/03/18)

P Income Shares : 0.20% (0.21% to 31/03/18)

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
F Accumulation Shares	1,508.76	1,501.07	(0.51)
P Accumulation Shares	150.74	149.96	(0.52)
P Income Shares	123.48	122.84	(0.52)

## Distribution Statement

for the year ended 28 February 2019

**F Accumulation Shares - final distribution No. 5 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	34.8291	-	34.8291	30.8114
Group 2	21.5514	13.2777	34.8291	30.8114

**P Accumulation Shares - final distribution No. 5 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.4414	-	3.4414	3.0303
Group 2	1.6555	1.7859	3.4414	3.0303

**P Income Shares - final distribution No. 19 in pence per share**

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.4336	-	0.4336	0.4887
Group 2	0.1413	0.2923	0.4336	0.4887

**P Income Shares - interim distributions in pence per share**

Group 1 - Distribution No. 16 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 17 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 18 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 16 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 17 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 18 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 16	0.6008	-	0.6008	0.5257
Distribution No. 17	1.3723	-	1.3723	1.3245
Distribution No. 18	0.4569	-	0.4569	0.2345
Group 2				
Distribution No. 16	0.3703	0.2305	0.6008	0.5257
Distribution No. 17	-	1.3723	1.3723	1.3245
Distribution No. 18	0.1503	0.3066	0.4569	0.2345



Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth by closely matching the performance of the MSCI Europe ex UK Index. The ACD will aim to hold securities that represent the MSCI Europe ex UK Index (or in the event of this index ceasing to be compiled such index as the ACD may deem appropriate). In order to manage the cash position of the portfolio, the ACD may utilise stock index futures as allowed by the regulations.

Performance and Portfolio Activity

The fund declined over the period as investors were concerned about fears over a trade war between the US and China, continued uncertainty related to the UK’s exit from the European Union and weak corporate earnings.

As a “passive” or “index tracker” fund, the return of the fund and the index should be similar over time, before costs. However, the reported fund and index returns cannot be used to assess how well the fund tracks the index. This is because the fund is priced at midday, while the market index is calculated using closing market prices. To allow a meaningful comparison of tracking difference, we have revalued the primary P accumulation shares using company share prices that make up the index at market close. The revalued P accumulation shares returned -3.25% against the index return of -2.77% over the period. The difference in performance takes into account the effect of factors such as ongoing charges (0.10%), taxation and transaction costs. A substantial part of the difference is due to withholding taxes incurred by the fund, but not by the gross total return index, as evidenced by the -3.61% performance of the net total return index over the period.

Please note, the fund’s cash position, and investment of cash into a liquidity fund for diversification, does not mean that the fund is under exposed to the index, as such positions are typically equitised with equity index futures contracts. This helps to efficiently manage cashflows in the fund at reduced costs. When taking into account exposure achieved by these futures contracts, the fund’s country and holdings weights more closely match the index.

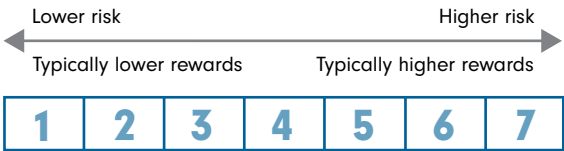
Outlook

Lead indicators for the global economy have slowed, prompting investors to become more vigilant. In an increasingly volatile environment, where valuations appear full in most markets, European equities look relatively attractive. While economic expansion is expected to be driven by favourable domestic demand and lower borrowing costs, the pace of expansion is likely to be moderate.

Geode Capital Management  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
F Accumulation Shares	5
P Accumulation Shares	5
P Income Shares	5



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

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

## Comparative Performance Table

	F Accumulation Shares			P Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,410.84	1,262.45	997.36	141.00	126.17	99.70
Return before operating charges*	(41.79)	149.66	266.10	(4.14)	14.97	26.58
Operating charges	(1.28)	(1.27)	(1.01)	(0.14)	(0.14)	(0.11)
Return after operating charges*	(43.07)	148.39	265.09	(4.28)	14.83	26.47
Distributions	(35.68)	(30.75)	(28.51)	(3.57)	(3.07)	(2.84)
Retained distributions on accumulation shares	35.68	30.75	28.51	3.57	3.07	2.84
Closing net asset value per share	<u>1,367.77</u>	<u>1,410.84</u>	<u>1,262.45</u>	<u>136.72</u>	<u>141.00</u>	<u>126.17</u>
*after direct transaction costs of	0.07	0.08	0.09	0.07	0.08	0.09
<b>Performance</b>						
Return after charges	(3.1%)	11.8%	26.6%	(3.0%)	11.8%	26.6%
<b>Other information</b>						
Closing net asset value (£'000)	14,468	72,045	78,499	163,435	167,021	84,459
Closing number of shares	1,057,760	5,106,570	6,217,953	119,538,142	118,456,536	66,939,163
Operating charges	0.09%	0.09%	0.09%	0.10%	0.10%	0.10%
Direct transaction costs	0.04%	0.04%	0.07%	0.04%	0.04%	0.07%
<b>Prices (pence per share)</b>						
Highest share price	1,502.00	1,484.00	1,286.00	150.20	148.40	128.50
Lowest share price	1,286.00	1,280.00	998.40	128.50	127.90	99.81

	P Income Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	133.53	122.14	99.13
Return before operating charges*	(3.78)	14.50	25.95
Operating charges	(0.13)	(0.13)	(0.11)
Return after operating charges*	(3.91)	14.37	25.84
Distributions	(3.37)	(2.98)	(2.83)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<u>126.25</u>	<u>133.53</u>	<u>122.14</u>
*after direct transaction costs of	0.07	0.08	0.09
<b>Performance</b>			
Return after charges	(2.9%)	11.8%	26.1%
<b>Other information</b>			
Closing net asset value (£'000)	39,391	50,434	33,266
Closing number of shares	31,201,882	37,769,760	27,235,873
Operating charges	0.10%	0.10%	0.10%
Direct transaction costs	0.04%	0.04%	0.07%
<b>Prices (pence per share)</b>			
Highest share price	139.30	140.80	124.50
Lowest share price	118.90	123.80	97.96

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(16,018)		21,813
Revenue	5	8,647		8,324	
Expenses	6	(240)		(272)	
Interest payable and similar charges	8	(7)		(32)	
Net revenue/(expense) before taxation		8,400		8,020	
Taxation	7	(870)		(942)	
Net revenue/(expense) after taxation			7,530		7,078
<b>Total return before distributions</b>			(8,488)		28,891
Distributions	8		(6,851)		(6,115)
<b>Change in net assets attributable to shareholders from investment activities</b>			(15,339)		22,776

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			289,500		229,511
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		87,218		115,326	
Amounts payable on cancellation of shares		(148,844)		(83,381)	
			(61,626)		31,945
Swing price adjustment			111		63
Change in net assets attributable to shareholders from investment activities (see above)			(15,339)		22,776
Retained distribution on accumulation shares	8		4,648		5,205
<b>Closing net assets attributable to shareholders</b>			217,294		289,500

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			216,216		287,841
<b>Current assets:</b>					
Debtors	9	1,117		1,913	
Cash and bank balances	10	557		696	
Total other assets			1,674		2,609
<b>Total assets</b>			217,890		290,450
<b>Liabilities:</b>					
Creditors					
Bank overdrafts		(21)		-	
Distribution payable		(64)		(97)	
Other creditors	11	(511)		(853)	
Total other liabilities			(596)		(950)
<b>Total liabilities</b>			(596)		(950)
<b>Net assets attributable to shareholders</b>			217,294		289,500

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(15,545)	21,573
Gains/(losses) on derivative contracts	(22)	729
Other currency gains/(losses)	(451)	(489)
Net capital gains/(losses)	<u>(16,018)</u>	<u>21,813</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Derivative revenue	225	278
Interest on securities	(17)	-
UK dividends	8	12
Overseas dividends	7,658	6,972
Overseas property income distributions	93	90
Overseas scrip dividends	679	971
Bank interest	1	1
Total revenue	<u>8,647</u>	<u>8,324</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	<u>240</u>	<u>272</u>
	<u>240</u>	<u>272</u>
Total expenses	<u>240</u>	<u>272</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £9,000 (including VAT) (2018: £9,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	106	96
Overseas taxation	777	858
Double taxation relief	(13)	(12)
Total current taxation	<u>870</u>	<u>942</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>8,400</u>	<u>8,020</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	1,680	1,604
Effects of:		
Overseas taxation	777	858
Revenue not included for tax purposes	(1,574)	(1,508)
Double taxation relief	(13)	(12)
Current tax charge/(credit)	<u>870</u>	<u>942</u>

Open ended investment companies are exempt from UK tax on capital gains.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Income Shares</b>		
Interim	-	109
<b>F Accumulation Shares</b>		
Final	377	1,570
<b>P Accumulation Shares</b>		
Final	4,271	3,635
<b>P Income Shares</b>		
Final	64	97
Interim	1,180	837
	<b>5,892</b>	<b>6,248</b>
Add: Revenue deducted on cancellation of shares	2,325	1,473
Deduct: Revenue received on issue of shares	(1,366)	(1,606)
Net distributions for the year	<b>6,851</b>	<b>6,115</b>
<b>Interest/other</b>		
Interest	7	28
Derivative expense	-	4
	<b>7</b>	<b>32</b>
Total finance costs	<b>6,858</b>	<b>6,147</b>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	7,530	7,078
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	-	5
Overseas scrip dividends	(679)	(971)
Equalisation on conversions	-	3
	<b>6,851</b>	<b>6,115</b>

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

\*This share class converted to P Income shares on 6 October 2017.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	175	569
Sales of currency awaiting settlement	339	768
Accrued revenue	59	85
Overseas tax recoverable	544	491
Total debtors	<b>1,117</b>	<b>1,913</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	94	375
Cash and bank balances	463	321
Total cash and bank balances	<b>557</b>	<b>696</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	103	1
Purchases of currency awaiting settlement	339	767
Accrued expenses	17	21
UK corporation tax payable	52	64
Total other creditors	<b>511</b>	<b>853</b>

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Danish Krone	8,458	40	88	8,586
Euro	147,289	94	645	148,028
Norwegian Krone	3,526	23	38	3,587
Swedish Krona	12,885	28	-	12,913
Swiss Franc	42,367	73	-	42,440
UK Pound	-	205	(230)	(25)
US Dollar	1,691	73	1	1,765
<b>Total</b>	<b>216,216</b>	<b>536</b>	<b>542</b>	<b>217,294</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Danish Krone	11,552	4	56	11,612
Euro	202,961	445	846	204,252
Norwegian Krone	4,305	2	46	4,353
Swedish Krona	17,082	2	-	17,084
Swiss Franc	49,543	1	6	49,550
UK Pound	-	235	7	242
US Dollar	2,398	7	2	2,407
<b>Total</b>	<b>287,841</b>	<b>696</b>	<b>963</b>	<b>289,500</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	61,441	12	0.02	57	0.09
Derivative	-	6	-	-	-
Total	61,441	18		57	
Total including transaction costs	61,516				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	112,298	27	0.02	-	-
Corporate actions	624	-	-	-	-
Derivative	-	6	-	-	-
Total	112,922	33		-	
Total including transaction costs	112,889				

Total as a percentage of average net assets\*

0.02 %

0.02 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	86,284	17	0.02	72	0.08
Corporate actions	2,006	-	-	-	-
Derivative	-	8	-	-	-
Total	88,290	25		72	
Total including transaction costs	88,387				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	48,532	12	0.02	-	-
Corporate actions	809	-	-	-	-
Derivative	-	8	-	-	-
Total	49,341	20		-	
Total including transaction costs	49,321				

Total as a percentage of average net assets

0.02 %

0.03 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.05% (2018: 0.04%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	216,213	-	283,542	-
Level 2: Observable market data	3	-	4,299	-
Level 3: Unobservable data	-	-	-	-
	216,216	-	287,841	-

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
F Accumulation Shares	5,106,570	3,093,926	(7,142,736)	1,057,760
P Accumulation Shares	118,456,536	26,521,713	(25,440,107)	119,538,142
P Income Shares	37,769,760	5,454,579	(12,022,457)	31,201,882

## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £17,000 (2018: £21,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	14	-	-	94	108
Total	-	14	-	-	94	108

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	74	-	-	375	449
Total	-	74	-	-	375	449

### 18 Shareholders' funds

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

F Accumulation Shares : 0.09%

P Accumulation Shares : 0.10%

P Income Shares : 0.10%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
F Accumulation Shares	1,367.77	1,458.38	6.62
P Accumulation Shares	136.72	145.78	6.63
P Income Shares	126.25	134.61	6.62



## Distribution Statement

for the year ended 28 February 2019

**F Accumulation Shares - final distribution No. 6 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	35.6782	-	35.6782	30.7486
Group 2	14.7605	20.9177	35.6782	30.7486

**P Accumulation Shares - final distribution No. 6 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.5729	-	3.5729	3.0690
Group 2	0.9509	2.6220	3.5729	3.0690

**P Income Shares - final distribution No. 19 in pence per share**

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.2065	-	0.2065	0.2555
Group 2	0.0593	0.1472	0.2065	0.2555

**P Income Shares - interim distributions in pence per share**

Group 1 - Distribution No. 16 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 17 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 18 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 16 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 17 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 18 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 16	2.8233	-	2.8233	2.6263
Distribution No. 17	0.0766	-	0.0766	0.0886
Distribution No. 18	0.2628	-	0.2628	0.0074
Group 2				
Distribution No. 16	1.9389	0.8844	2.8233	2.6263
Distribution No. 17	-	0.0766	0.0766	0.0886
Distribution No. 18	0.1129	0.1499	0.2628	0.0074

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth by closely matching the performance of the MSCI Japan Index. The ACD will aim to hold securities that represent the MSCI Japan Index (or in the event of this index ceasing to be compiled such index as the ACD may deem appropriate). In order to manage the cash position of the portfolio, the ACD may utilise stock index futures as allowed by the regulations.

Performance and Portfolio Activity

The fund generated negative returns over the review period, as global trade frictions and a weakening economic outlook weighed on investor sentiment. As a “passive” or “index tracker” fund, the return of the fund and the index should be similar over time, before costs. However, the reported fund and index returns cannot be used to assess how well the fund tracks the index. This is because the fund is priced at midday, while the market index is calculated using closing market prices. To allow a meaningful comparison of tracking difference, we have revalued the primary P accumulation shares using company share prices that make up the index at market close. The revalued P accumulation shares returned -6.92% against the index return of -7.07% over the period. The difference in performance takes into account the effect of factors such as ongoing charges (0.10%), taxation and transaction costs. Taxation was a positive source of tracking difference, where the fund’s withholding tax treatment is more favourable versus the net total return index. Please note, the fund’s cash position does not mean that the fund is under exposed to the index, as such positions are typically equitised with equity index futures contracts. This helps to efficiently manage cashflows in the fund at reduced costs. When taking into account exposure achieved by these futures contracts, the fund’s country and holdings weights more closely match the index.

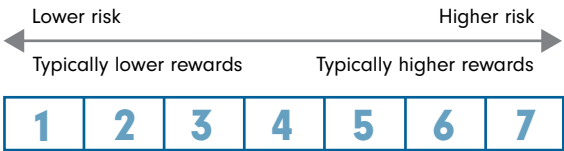
Outlook

Fundamentals in Japan are stable and stocks have rebounded in 2019, though they remain susceptible to global trade frictions as well as contagion from rising interest rates and downside in Asian markets. While external risk factors may continue to generate headwinds, a benign domestic economic and policy backdrop, sustained earnings growth and comparatively attractive valuations are supportive of Japanese stocks.

Geode Capital Management  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
F Accumulation Shares	5
P Accumulation Shares	5
P Income Shares	6



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

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

## Comparative Performance Table

	F Accumulation Shares			P Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,629.41	1,488.71	1,113.99	162.82	148.78	111.36
Return before operating charges*	(91.57)	142.11	375.87	(9.20)	14.20	37.55
Operating charges	(1.47)	(1.41)	(1.15)	(0.16)	(0.16)	(0.13)
Return after operating charges*	(93.04)	140.70	374.72	(9.36)	14.04	37.42
Distributions	(32.20)	(27.21)	(24.99)	(3.21)	(2.70)	(2.49)
Retained distributions on accumulation shares	32.20	27.21	24.99	3.21	2.70	2.49
Closing net asset value per share	<b>1,536.37</b>	<b>1,629.41</b>	<b>1,488.71</b>	<b>153.46</b>	<b>162.82</b>	<b>148.78</b>
*after direct transaction costs of	0.04	0.04	0.03	0.04	0.04	0.03
<b>Performance</b>						
Return after charges	(5.7%)	9.5%	33.6%	(5.8%)	9.4%	33.6%
<b>Other information</b>						
Closing net asset value (£'000)	4,638	65,140	12,019	137,322	108,185	44,561
Closing number of shares	301,910	3,997,763	807,297	89,485,963	66,443,488	29,950,423
Operating charges	0.09%	0.09%	0.09%	0.10%	0.10%	0.10%
Direct transaction costs	0.02%	0.02%	0.02%	0.02%	0.02%	0.02%
<b>Prices (pence per share)</b>						
Highest share price	1,727.00	1,718.00	1,515.00	172.50	171.70	151.40
Lowest share price	1,482.00	1,438.00	1,082.00	148.00	143.70	108.10

	P Income Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	155.40	144.48	110.25
Return before operating charges*	(8.60)	13.68	36.81
Operating charges	(0.15)	(0.15)	(0.13)
Return after operating charges*	(8.75)	13.53	36.68
Distributions	(3.04)	(2.61)	(2.45)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<b>143.61</b>	<b>155.40</b>	<b>144.48</b>
*after direct transaction costs of	0.04	0.04	0.03
<b>Performance</b>			
Return after charges	(5.6%)	9.4%	33.3%
<b>Other information</b>			
Closing net asset value (£'000)	53,309	41,955	34,210
Closing number of shares	37,120,786	26,997,999	23,677,852
Operating charges	0.10%	0.10%	0.10%
Direct transaction costs	0.02%	0.02%	0.02%
<b>Prices (pence per share)</b>			
Highest share price	163.00	164.10	147.20
Lowest share price	138.80	139.60	107.10

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(15,851)		15,212
Revenue	5	4,510		3,458	
Expenses	6	(194)		(179)	
Interest payable and similar charges	8	(7)		(8)	
Net revenue/(expense) before taxation		4,309		3,271	
Taxation	7	(441)		(337)	
Net revenue/(expense) after taxation			3,868		2,934
<b>Total return before distributions</b>			(11,983)		18,146
Distributions	8		(3,868)		(2,937)
<b>Change in net assets attributable to shareholders from investment activities</b>			(15,851)		15,209

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			215,280		116,741
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		86,531		136,587	
Amounts payable on cancellation of shares		(93,773)		(56,219)	
			(7,242)		80,368
Swing price adjustment			116		78
Change in net assets attributable to shareholders from investment activities (see above)			(15,851)		15,209
Retained distribution on accumulation shares	8		2,966		2,884
<b>Closing net assets attributable to shareholders</b>			195,269		215,280

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			191,039		209,384
<b>Current assets:</b>					
Debtors	9	1,191		2,012	
Cash and bank balances	10	4,056		4,980	
Total other assets			5,247		6,992
<b>Total assets</b>			196,286		216,376
<b>Liabilities:</b>					
Creditors					
Distribution payable		(91)		(56)	
Other creditors	11	(926)		(1,040)	
Total other liabilities			(1,017)		(1,096)
<b>Total liabilities</b>			(1,017)		(1,096)
<b>Net assets attributable to shareholders</b>			195,269		215,280

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(16,048)	14,740
Gains/(losses) on derivative contracts	(502)	527
Other currency gains/(losses)	699	(55)
Net capital gains/(losses)	<u>(15,851)</u>	<u>15,212</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Derivative revenue	89	79
Overseas dividends	4,333	3,306
Overseas property income distributions	85	73
Bank interest	3	-
Total revenue	<u>4,510</u>	<u>3,458</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	<u>194</u>	<u>179</u>
	<u>194</u>	<u>179</u>
Total expenses	<u>194</u>	<u>179</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £9,000 (including VAT) (2018: £9,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	<u>441</u>	<u>337</u>
Total current taxation	<u>441</u>	<u>337</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>4,309</u>	<u>3,271</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	862	654
Effects of:		
Increase/(decrease) in unutilised management expenses	6	8
Overseas tax expensed	(2)	(1)
Overseas taxation	441	337
Revenue not included for tax purposes	(866)	(661)
Current tax charge/(credit)	<u>441</u>	<u>337</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £30,000 (2018: £24,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Income Shares*</b>		
Interim	-	33
<b>F Accumulation Shares</b>		
Final	97	1,088
<b>P Accumulation Shares</b>		
Final	2,869	1,796
<b>P Income Shares</b>		
Final	91	56
Interim	859	617
	<u>3,916</u>	<u>3,590</u>
Add: Revenue deducted on cancellation of shares	829	583
Deduct: Revenue received on issue of shares	(877)	(1,236)
Net distributions for the year	<u>3,868</u>	<u>2,937</u>
<b>Interest/other</b>		
Interest	7	8
	<u>3,875</u>	<u>2,945</u>
Total finance costs		
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	3,868	2,934
<b>Add back (revenue)/expenses transferred to capital:</b>		
Equalisation on conversions	-	3
	<u>3,868</u>	<u>2,937</u>

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

\*This share class converted to P Income shares on 3 October 2017.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	270	707
Sales of currency awaiting settlement	585	975
Accrued revenue	336	330
	<u>1,191</u>	<u>2,012</u>
Total debtors		

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	163	174
Cash and bank balances	3,893	4,806
	<u>4,056</u>	<u>4,980</u>
Total cash and bank balances		

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	326	16
Purchases awaiting settlement	-	37
Purchases of currency awaiting settlement	585	971
Accrued expenses	15	16
	<u>926</u>	<u>1,040</u>
Total other creditors		

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Japanese Yen	191,039	3,878	403	195,320
UK Pound	-	145	(229)	(84)
US Dollar	-	33	-	33
<b>Total</b>	<b>191,039</b>	<b>4,056</b>	<b>174</b>	<b>195,269</b>
28/02/18	£'000	£'000	£'000	£'000
Japanese Yen	209,384	4,474	780	214,638
UK Pound	-	249	676	925
US Dollar	-	257	(540)	(283)
<b>Total</b>	<b>209,384</b>	<b>4,980</b>	<b>916</b>	<b>215,280</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	69,116	12	0.02	-	-
Corporate actions	1	-	-	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>69,117</b>	<b>17</b>		<b>-</b>	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	71,939	17	0.02	-	-
Derivative	-	5	-	-	-
<b>Total</b>	<b>71,939</b>	<b>22</b>		<b>-</b>	

Total including transaction costs

Total as a percentage of average net assets\*

0.02 %

0.00 %

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	103,868	24	0.02	-	-
Derivative	-	6	-	-	-
Total	<u>103,868</u>	<u>30</u>		<u>-</u>	
Total including transaction costs	<u>103,898</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	23,622	6	0.02	-	-
Corporate actions	1	-	-	-	-
Derivative	-	6	-	-	-
Total	<u>23,623</u>	<u>12</u>		<u>-</u>	
Total including transaction costs	<u>23,611</u>				

Total as a percentage of average net assets

0.02 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.15% (2018: 0.13%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	191,039	-	209,384	-
Level 2: Observable market data	-	-	-	-
Level 3: Unobservable data	-	-	-	-
	<u>191,039</u>	<u>-</u>	<u>209,384</u>	<u>-</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
F Accumulation Shares	3,997,763	1,240,254	(4,936,107)	301,910
P Accumulation Shares	66,443,488	30,700,565	(7,658,090)	89,485,963
P Income Shares	26,997,999	11,605,308	(1,482,521)	37,120,786

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £15,000 (2018: £16,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19						
Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	111	-	-	163	274
Total	<u>-</u>	<u>111</u>	<u>-</u>	<u>-</u>	<u>163</u>	<u>274</u>
28/02/18						
Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	76	-	-	174	250
Total	<u>-</u>	<u>76</u>	<u>-</u>	<u>-</u>	<u>174</u>	<u>250</u>



## Notes to the Financial Statements

### 18 Shareholders' funds

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

F Accumulation Shares : 0.09%

P Accumulation Shares : 0.10%

P Income Shares : 0.10%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
F Accumulation Shares	1,536.37	1,591.74	3.60
P Accumulation Shares	153.46	158.97	3.59
P Income Shares	143.61	148.78	3.60

## Distribution Statement

for the year ended 28 February 2019

### F Accumulation Shares - final distribution No. 6 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	32.1972	-	32.1972	27.2133
Group 2	18.1595	14.0377	32.1972	27.2133

### P Accumulation Shares - final distribution No. 6 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.2061	-	3.2061	2.7031
Group 2	1.1031	2.1030	3.2061	2.7031

### P Income Shares - final distribution No. 19 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.2447	-	0.2447	0.2077
Group 2	0.0786	0.1661	0.2447	0.2077

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

Group 1 - Distribution No. 16 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 17 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 18 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 16 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 17 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 18 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 16	1.3623	-	1.3623	1.1717
Distribution No. 17	0.1892	-	0.1892	0.1791
Distribution No. 18	1.2455	-	1.2455	1.0512
Group 2				
Distribution No. 16	0.5311	0.8312	1.3623	1.1717
Distribution No. 17	0.0819	0.1073	0.1892	0.1791
Distribution No. 18	0.2445	1.0010	1.2455	1.0512

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth by closely matching the performance of the MSCI Pacific ex Japan Index. The ACD will aim to hold securities that represent the MSCI Pacific ex Japan Index (or in the event of this index ceasing to be compiled such index as the ACD may deem appropriate). In order to manage the cash position of the portfolio, the ACD may utilise stock index futures as allowed by the regulations.

Performance and Portfolio Activity

The fund generated positive returns over the review period. Utilities and materials stocks were among the leading gainers. A better-than-expected outcome of the Australian Royal Commission’s final report supported sentiment towards some banking and diversified financial stocks towards the end of the period.

As a “passive” or “index tracker” fund, the return of the fund and the index should be similar over time, before costs. However, the reported fund and index returns cannot be used to assess how well the fund tracks the index. This is because the fund is priced at midday, while the market index is calculated using closing market prices. To allow a meaningful comparison of tracking difference, we have revalued the primary P accumulation shares using company share prices that make up the index at market close. The revalued P accumulation shares returned 2.74% against the index return of 2.90% over the period. The difference in performance takes into account the effect of factors such as ongoing charges (0.13%), taxation and transaction costs.

Please note, the fund’s cash position does not mean that the fund is under exposed to the index, as such positions are typically equitised with equity index futures contracts. This helps to efficiently manage cashflows in the fund at reduced costs. When taking into account exposure achieved by these futures contracts, the fund’s country and holdings weights more closely match the index.

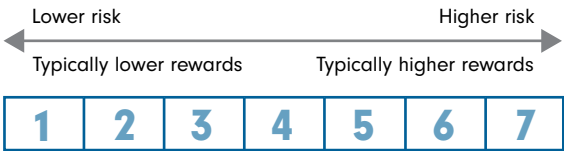
Outlook

Pacific ex Japan equities offer long-term growth opportunities. Notably, Australian companies offer high quality earnings at low debt levels with strong balance sheets and cash flows. Overall, stocks in the region trade at attractive valuations.

Geode Capital Management  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
F Accumulation Shares	5
P Accumulation Shares	5
P Income Shares	5



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

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

## Comparative Performance Table

	F Accumulation Shares			P Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,528.92	1,466.87	1,022.75	152.84	146.65	102.27
Return before operating charges*	52.16	63.71	445.51	5.29	6.39	44.54
Operating charges	(1.69)	(1.66)	(1.39)	(0.20)	(0.20)	(0.16)
Return after operating charges*	50.47	62.05	444.12	5.09	6.19	44.38
Distributions	(54.65)	(52.30)	(42.96)	(5.48)	(5.22)	(4.26)
Retained distributions on accumulation shares	54.65	52.30	42.96	5.48	5.22	4.26
Closing net asset value per share	<b>1,579.39</b>	<b>1,528.92</b>	<b>1,466.87</b>	<b>157.93</b>	<b>152.84</b>	<b>146.65</b>
*after direct transaction costs of	0.02	0.03	0.05	0.02	0.03	0.05
<b>Performance</b>						
Return after charges	3.3%	4.2%	43.4%	3.3%	4.2%	43.4%
<b>Other information</b>						
Closing net asset value (£'000)	9,201	21,177	19,107	139,557	110,492	33,813
Closing number of shares	582,539	1,385,066	1,302,586	88,363,999	72,292,203	23,057,629
Operating charges	0.11%	0.11%	0.11%	0.13%	0.13%	0.13%
Direct transaction costs	0.02%	0.02%	0.04%	0.02%	0.02%	0.04%
<b>Prices (pence per share)</b>						
Highest share price	1,633.00	1,588.00	1,481.00	163.30	158.80	148.00
Lowest share price	1,423.00	1,413.00	1,033.00	142.30	141.30	103.30

	P Income Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	119.80	119.05	85.93
Return before operating charges*	4.13	5.09	36.80
Operating charges	(0.15)	(0.16)	(0.14)
Return after operating charges*	3.98	4.93	36.66
Distributions	(4.25)	(4.18)	(3.54)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<b>119.53</b>	<b>119.80</b>	<b>119.05</b>
*after direct transaction costs of	0.02	0.03	0.05
<b>Performance</b>			
Return after charges	3.3%	4.1%	42.7%
<b>Other information</b>			
Closing net asset value (£'000)	39,780	24,471	13,642
Closing number of shares	33,281,663	20,427,116	11,459,633
Operating charges	0.13%	0.13%	0.13%
Direct transaction costs	0.02%	0.02%	0.04%
<b>Prices (pence per share)</b>			
Highest share price	126.20	125.10	120.60
Lowest share price	109.30	114.70	86.78

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(1,242)		407
Revenue	5	7,091		5,183	
Expenses	6	(218)		(179)	
Interest payable and similar charges	8	(2)		-	
Net revenue/(expense) before taxation		6,871		5,004	
Taxation	7	(148)		(111)	
Net revenue/(expense) after taxation			6,723		4,893
<b>Total return before distributions</b>			5,481		5,300
Distributions	8		(5,987)		(4,650)
<b>Change in net assets attributable to shareholders from investment activities</b>			(506)		650

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			156,140		111,364
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		53,528		64,646	
Amounts payable on cancellation of shares		(25,822)		(25,051)	
			27,706		39,595
Swing price adjustment			38		32
Change in net assets attributable to shareholders from investment activities (see above)			(506)		650
Retained distribution on accumulation shares	8		5,160		4,499
<b>Closing net assets attributable to shareholders</b>			188,538		156,140

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			184,311		151,114
<b>Current assets:</b>					
Debtors	9	2,725		1,886	
Cash and bank balances	10	2,833		4,121	
Total other assets			5,558		6,007
<b>Total assets</b>			189,869		157,121
<b>Liabilities:</b>					
Creditors					
Bank overdrafts		-		(99)	
Distribution payable		(179)		(121)	
Other creditors	11	(1,152)		(761)	
Total other liabilities			(1,331)		(981)
<b>Total liabilities</b>			(1,331)		(981)
<b>Net assets attributable to shareholders</b>			188,538		156,140

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(1,017)	708
Gains/(losses) on derivative contracts	(164)	319
Other currency gains/(losses)	(61)	(620)
Net capital gains/(losses)	<u>(1,242)</u>	<u>407</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Derivative revenue	176	97
Overseas dividends	5,527	4,328
Overseas property income distributions	650	509
Overseas scrip dividends	736	247
Bank interest	2	2
Total revenue	<u>7,091</u>	<u>5,183</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	<u>218</u>	<u>179</u>
	<u>218</u>	<u>179</u>
Total expenses	<u>218</u>	<u>179</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £9,000 (including VAT) (2018: £9,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	122	86
Overseas taxation	72	63
Double taxation relief	(46)	(38)
Total current taxation	<u>148</u>	<u>111</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>6,871</u>	<u>5,004</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	1,374	1,001
Effects of:		
Overseas taxation	73	63
Revenue not included for tax purposes	(1,253)	(915)
Double taxation relief	(46)	(38)
Current tax charge/(credit)	<u>148</u>	<u>111</u>

Open ended investment companies are exempt from UK tax on capital gains.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Income Shares</b>		
Interim	-	87
<b>F Accumulation Shares</b>		
Final	318	724
<b>P Accumulation Shares</b>		
Final	4,842	3,775
<b>P Income Shares</b>		
Final	179	121
Interim	935	524
	<u>6,274</u>	<u>5,231</u>
Add: Revenue deducted on cancellation of shares	483	536
Deduct: Revenue received on issue of shares	(770)	(1,117)
Net distributions for the year	<u>5,987</u>	<u>4,650</u>
<b>Interest/other</b>		
Interest	2	-
	<u>5,989</u>	<u>4,650</u>
Total finance costs		
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	6,723	4,893
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(736)	(247)
Equalisation on conversions	-	4
	<u>5,987</u>	<u>4,650</u>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	654	424
Sales of currency awaiting settlement	1,058	717
Accrued revenue	992	744
Overseas tax recoverable	-	1
UK corporation tax recoverable	21	-
	<u>2,725</u>	<u>1,886</u>
Total debtors		

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	320	223
Cash and bank balances	2,513	3,898
	<u>2,833</u>	<u>4,121</u>
Total cash and bank balances		

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Purchases of currency awaiting settlement	1,060	716
Accrued expenses	19	15
UK corporation tax payable	73	30
	<u>1,152</u>	<u>761</u>
Total other creditors		

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	100,435	2,234	1,503	104,172
Hong Kong Dollar	55,804	38	-	55,842
New Zealand Dollar	3,375	3	-	3,378
Singapore Dollar	19,725	18	17	19,760
UK Pound	-	516	(127)	389
US Dollar	4,972	24	1	4,997
<b>Total</b>	<b>184,311</b>	<b>2,833</b>	<b>1,394</b>	<b>188,538</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	85,181	3,950	1,077	90,208
Hong Kong Dollar	43,352	110	-	43,462
New Zealand Dollar	2,094	6	-	2,100
Singapore Dollar	17,080	3	16	17,099
UK Pound	-	(99)	(99)	(198)
US Dollar	3,407	52	10	3,469
<b>Total</b>	<b>151,114</b>	<b>4,022</b>	<b>1,004</b>	<b>156,140</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

### 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	39,113	7	0.02	13	0.03
Corporate actions	774	-	-	-	-
Derivative	-	2	-	-	-
<b>Total</b>	<b>39,887</b>	<b>9</b>		<b>13</b>	
<b>Total including transaction costs</b>	<b>39,909</b>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	5,212	1	0.02	1	0.02
Corporate actions	363	-	-	-	-
Derivative	-	2	-	-	-
<b>Total</b>	<b>5,575</b>	<b>3</b>		<b>1</b>	
<b>Total including transaction costs</b>	<b>5,571</b>				

Total as a percentage of average net assets\*

0.01 %

0.01 %



## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	48,082	11	0.02	16	0.03
Corporate actions	384	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>48,466</u>	<u>13</u>		<u>16</u>	
Total including transaction costs	<u>48,495</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	4,698	1	0.02	2	0.03
Corporate actions	1,195	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>5,893</u>	<u>3</u>		<u>2</u>	
Total including transaction costs	<u>5,888</u>				

Total as a percentage of average net assets

0.01 %

0.01 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.13% (2018: 0.13%).

### 14 Basis of valuation

	28/02/19 £'000 Assets	28/02/19 £'000 Liabilities	28/02/18 £'000 Assets	28/02/18 £'000 Liabilities
Level 1: Quoted prices	184,311	-	151,114	-
Level 2: Observable market data	-	-	-	-
Level 3: Unobservable data	-	-	-	-
	<u>184,311</u>	<u>-</u>	<u>151,114</u>	<u>-</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
F Accumulation Shares	1,385,066	69,733	(872,260)	582,539
P Accumulation Shares	72,292,203	24,318,567	(8,246,771)	88,363,999
P Income Shares	20,427,116	13,399,541	(544,994)	33,281,663

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £19,000 (2018: £15,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	58	-	-	320	378
Total	-	58	-	-	320	378

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	102	-	-	223	325
Total	-	102	-	-	223	325

### 18 Shareholders' funds

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

F Accumulation Shares : 0.11%

P Accumulation Shares : 0.13%

P Income Shares : 0.13%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
F Accumulation Shares	1,579.39	1,642.79	4.01
P Accumulation Shares	157.93	164.27	4.01
P Income Shares	119.53	124.31	4.00

## Distribution Statement

for the year ended 28 February 2019

**F Accumulation Shares - final distribution No. 6 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	54.6473	-	54.6473	52.3005
Group 2	23.6974	30.9499	54.6473	52.3005

**P Accumulation Shares - final distribution No. 6 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	5.4794	-	5.4794	5.2219
Group 2	2.5762	2.9032	5.4794	5.2219

**P Income Shares - final distribution No. 19 in pence per share**

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.5388	-	0.5388	0.5939
Group 2	0.2037	0.3351	0.5388	0.5939

**P Income Shares - interim distributions in pence per share**

Group 1 - Distribution No. 16 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 17 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 18 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 16 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 17 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 18 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 16	1.6659	-	1.6659	1.5171
Distribution No. 17	0.8368	-	0.8368	1.0309
Distribution No. 18	1.2078	-	1.2078	1.0390
Group 2				
Distribution No. 16	0.9929	0.6730	1.6659	1.5171
Distribution No. 17	-	0.8368	0.8368	1.0309
Distribution No. 18	0.5086	0.6992	1.2078	1.0390

## Fund Manager's Review

### Investment Objective and Policy

The fund's investment objective is to achieve long term capital growth by closely matching the performance of the FT-SE Actuaries All-Share Index. The ACD will aim to hold securities that represent the FT-SE Actuaries All-Share Index (or, in the event of this index ceasing to be compiled, such other index as the ACD may deem appropriate). In order to manage the cash position of the portfolio, the ACD may utilise stock index futures as allowed by the regulations.

Note: The Shares in the fund are not in any way sponsored, endorsed, sold or promoted by FTSE International Limited ("FTSE") or by the London Stock Exchange Plc ("the Exchange") or by The Financial Times Limited ("FT"), and neither FTSE nor the Exchange nor FT makes any warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the FT-SE Actuaries All-Share Index ("the Index") and/or the figure at which the said Index stands at any particular time on any particular day or otherwise. The Index is compiled and calculated by FTSE. However, neither FTSE nor the Exchange nor FT shall be liable (whether in negligence or otherwise) to any person for any error in the Index, and neither FTSE nor the Exchange nor FT shall be under any obligation to advise any person of any error in the Index. "FTSE™" and "FT-SE®" are trade marks of the London Stock Exchange Plc and The Financial Times Limited and are used by FTSE International Limited under licence. "All-Share™" is a trade mark of FTSE International Limited.

### Performance and Portfolio Activity

The fund rose over the review period. UK equities ended higher, with a strong rebound in the first two months of 2019 following a sharp fall in the last quarter of 2018. This was driven by the risk-off sentiment amid lingering concerns about a possible slowdown in the global economy and uncertainties related to the UK's exit from the European Union (EU).

As a "passive" or "index tracker" fund, the return of the fund and the index should be similar over time, before costs. The difference in performance is due to the effect of factors such as ongoing charges (0.06% for P shares), taxation and transaction costs.

Please note, the fund's cash position, and investment of cash into a liquidity fund for diversification, does not mean that the fund is under exposed to the index, as any cash is typically equitised with equity index futures contracts. This helps to efficiently manage cashflows in the fund at reduced costs. When taking into account exposure achieved by these futures contracts, the fund's sector and holdings weights more closely match the index.

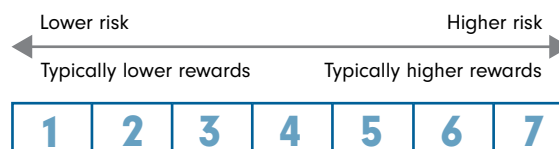
### Outlook

The outlook for the UK economy remains muted given the political uncertainty surrounding the UK's exit from the EU. Against this volatile backdrop, UK equities, especially domestically exposed stocks, were largely out of favour. This presents an interesting investment opportunity for long-term investors.

Geode Capital Management  
Fund Manager  
28 February 2019

## Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
F Accumulation Shares	5
I Accumulation Shares	5
P Accumulation Shares	5
P Income Shares	5



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

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

## Comparative Performance Table

	A Accumulation Shares			F Accumulating Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	104.50	99.80	81.21	1,280.65	1,220.38	990.68
Return before operating charges*	1.12	5.01	18.86	11.94	60.91	230.25
Operating charges	(0.32)	(0.31)	(0.27)	(0.67)	(0.64)	(0.55)
Return after operating charges*	0.80	4.70	18.59	11.27	60.27	229.70
Distributions	(3.61)	(2.69)	(2.49)	(46.80)	(35.88)	(32.64)
Retained distributions on accumulation shares	3.61	2.69	2.49	46.80	35.88	32.64
Closing net asset value per share	105.30	104.50	99.80	1,291.92	1,280.65	1,220.38
*after direct transaction costs of	0.04	0.03	0.05	0.04	0.03	0.05
<b>Performance</b>						
Return after charges	0.8%	4.7%	22.9%	0.9%	4.9%	23.2%
<b>Other information</b>						
Closing net asset value (£'000)	162,100	217,126	227,768	5,950	119,515	139,856
Closing number of shares	153,947,374	207,785,051	228,215,460	460,566	9,332,344	11,460,027
Operating charges	0.30%	0.30%	0.30%	0.05%	0.05%	0.05%
Direct transaction costs	0.03%	0.02%	0.04%	0.03%	0.02%	0.04%
<b>Prices (pence per share)</b>						
Highest share price	114.30	111.10	100.30	1,401.00	1,361.00	1,226.00
Lowest share price	97.41	99.19	80.58	1,195.00	1,213.00	983.70

	I Accumulation Shares			P Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	130.52	124.48	101.15	128.01	122.00	99.05
Return before operating charges*	1.39	6.24	23.50	1.34	6.09	23.02
Operating charges	(0.20)	(0.20)	(0.17)	(0.08)	(0.08)	(0.07)
Return after operating charges*	1.19	6.04	23.33	1.26	6.01	22.95
Distributions	(4.71)	(3.55)	(3.23)	(4.72)	(3.58)	(3.25)
Retained distributions on accumulation shares	4.71	3.55	3.23	4.72	3.58	3.25
Closing net asset value per share	131.71	130.52	124.48	129.27	128.01	122.00
*after direct transaction costs of	0.04	0.03	0.05	0.04	0.03	0.05
<b>Performance</b>						
Return after charges	0.9%	4.9%	23.1%	1.0%	4.9%	23.2%
<b>Other information</b>						
Closing net asset value (£'000)	20,393	25,269	24,980	1,843,977	1,769,680	1,313,981
Closing number of shares	15,483,498	19,359,459	20,067,301	1,426,419,316	1,382,406,914	1,077,047,385
Operating charges	0.15%	0.15%	0.15%	0.06%	0.06%	0.06%
Direct transaction costs	0.03%	0.02%	0.04%	0.03%	0.02%	0.04%
<b>Prices (pence per share)</b>						
Highest share price	142.80	138.70	125.10	140.10	136.00	122.60
Lowest share price	121.80	123.70	100.40	119.60	121.30	98.35

## Comparative Performance Table

	<b>P Income Shares</b>		
	<b>2019</b>	<b>2018</b>	<b>2017</b>
Change in net assets (pence per share)			
Opening net asset value per share	114.06	111.78	93.50
Return before operating charges*	1.32	5.59	21.38
Operating charges	(0.07)	(0.07)	(0.06)
Return after operating charges*	1.25	5.52	21.32
Distributions	(4.15)	(3.24)	(3.04)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<b>111.16</b>	<b>114.06</b>	<b>111.78</b>
*after direct transaction costs of	0.04	0.03	0.05
<b>Performance</b>			
Return after charges	1.1%	5.0%	22.8%
<b>Other information</b>			
Closing net asset value (£'000)	238,064	264,720	166,291
Closing number of shares	214,158,680	232,084,292	148,767,985
Operating charges	0.06%	0.06%	0.06%
Direct transaction costs	0.03%	0.02%	0.04%
<b>Prices (pence per share)</b>			
Highest share price	124.80	121.80	112.50
Lowest share price	103.40	111.10	91.77

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(64,858)		23,971
Revenue	5	95,849		89,108	
Expenses	6	(1,900)		(2,038)	
Interest payable and similar charges	8	(4)		(1)	
Net revenue/(expense) before taxation		<u>93,945</u>		<u>87,069</u>	
Taxation	7	(939)		(553)	
Net revenue/(expense) after taxation			<u>93,006</u>		<u>86,516</u>
<b>Total return before distributions</b>			<b>28,148</b>		<b>110,487</b>
Distributions	8		(82,495)		(66,233)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b><u>(54,347)</u></b>		<b><u>44,254</u></b>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			2,396,310		2,201,031
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		322,980		364,020	
Amounts payable on cancellation of shares		<u>(469,344)</u>		<u>(272,552)</u>	
			(146,364)		91,468
Swing price adjustment			1,121		476
Change in net assets attributable to shareholders from investment activities (see above)			(54,347)		44,254
Retained distribution on accumulation shares	8		73,764		59,081
<b>Closing net assets attributable to shareholders</b>			<b><u>2,270,484</u></b>		<b><u>2,396,310</u></b>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			2,253,389		2,378,278
<b>Current assets:</b>					
Debtors	9	18,357		15,337	
Cash and bank balances	10	<u>1,263</u>		<u>6,275</u>	
Total other assets			<u>19,620</u>		<u>21,612</u>
<b>Total assets</b>			<b><u>2,273,009</u></b>		<b><u>2,399,890</u></b>
<b>Liabilities:</b>					
Investment liabilities			-		(1,561)
Creditors					
Distribution payable		(1,359)		(1,414)	
Other creditors	11	<u>(1,166)</u>		<u>(605)</u>	
Total other liabilities			<u>(2,525)</u>		<u>(2,019)</u>
<b>Total liabilities</b>			<b><u>(2,525)</u></b>		<b><u>(3,580)</u></b>
<b>Net assets attributable to shareholders</b>			<b><u>2,270,484</u></b>		<b><u>2,396,310</u></b>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(61,460)	25,371
Gains/(losses) on derivative contracts	(3,419)	234
Other currency gains/(losses)	21	(1,634)
Net capital gains/(losses)	<u>(64,858)</u>	<u>23,971</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
UK dividend distributions	1,791	1,623
Overseas dividend distributions	574	345
Interest on securities	199	101
Interest distributions	97	145
Derivative revenue	1,811	2,548
UK dividends	68,440	57,918
UK property income distributions	1,454	1,329
UK scrip dividends	8,478	8,048
UK property income scrip dividends	223	127
Overseas dividends	10,957	4,779
Overseas scrip dividends	1,819	12,142
Bank interest	9	3
Taxable interest	(3)	-
Total revenue	<u>95,849</u>	<u>89,108</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	<u>1,900</u>	<u>2,038</u>
	<u>1,900</u>	<u>2,038</u>
Total expenses	<u>1,900</u>	<u>2,038</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £9,000 (including VAT) (2018: £9,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	388	444
Overseas taxation	559	109
Double taxation relief	(8)	-
Total current taxation	<u>939</u>	<u>553</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>93,945</u>	<u>87,069</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	18,789	17,414



## Notes to the Financial Statements

Effects of:

Prior year adjustment	-	1
Overseas taxation	559	109
Revenue not included for tax purposes	(18,401)	(16,971)
Double taxation relief	(8)	-
	<u>939</u>	<u>553</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	5,555	5,598
<b>W Income Shares</b>		
Interim	-	1,530
<b>F Accumulating Shares</b>		
Final	216	3,349
<b>I Accumulation Shares</b>		
Final	729	688
<b>P Accumulation Shares</b>		
Final	67,264	49,446
<b>P Income Shares</b>		
Final	1,359	1,414
Interim	7,047	4,818
	<u>82,170</u>	<u>66,843</u>
Add: Revenue deducted on cancellation of shares	6,177	3,568
Deduct: Revenue received on issue of shares	(5,852)	(4,178)
Net distributions for the year	<u>82,495</u>	<u>66,233</u>
<b>Interest/other</b>		
Interest	4	1
	<u>82,499</u>	<u>66,234</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	93,006	86,516
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	(8,478)	(8,048)
Overseas scrip dividends	(1,819)	(12,142)
UK Property Income scrip dividends	(223)	(127)
Equalisation on conversions	9	33
Revenue b/f	1	2
Revenue c/f	(1)	(1)
	<u>82,495</u>	<u>66,233</u>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	3,345	2,819
Accrued revenue	14,454	12,297
UK income tax recoverable	32	30
Overseas tax recoverable	526	191
Total debtors	<u>18,357</u>	<u>15,337</u>

## Notes to the Financial Statements

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	596	5,097
Cash and bank balances	667	1,178
Total cash and bank balances	<u>1,263</u>	<u>6,275</u>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	869	95
Accrued expenses	137	151
UK corporation tax payable	160	359
Total other creditors	<u>1,166</u>	<u>605</u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency				
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	-	3	-	3
Euro	-	52	-	52
Swiss Franc	-	5	-	5
UK Pound	2,253,389	1,064	15,832	2,270,285
US Dollar	-	139	-	139
<b>Total</b>	<b>2,253,389</b>	<b>1,263</b>	<b>15,832</b>	<b>2,270,484</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	3	-	3
Euro	-	294	-	294
Swiss Franc	-	5	-	5
UK Pound	2,376,717	5,862	13,318	2,395,897
US Dollar	-	111	-	111
<b>Total</b>	<b>2,376,717</b>	<b>6,275</b>	<b>13,318</b>	<b>2,396,310</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2018: 0.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	143,428	23	0.02	611	0.43
Mutual Fund	4,646	1	0.02	18	0.39
Corporate actions	904	-	-	-	-
Derivative	-	12	-	-	-
Total	148,978	36		629	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	180,188	39	0.02	1	-
Mutual Fund	243	-	0.01	-	-
Corporate actions	34,230	-	-	-	-
Derivative	-	12	-	-	-
Total	214,661	51		1	

Total including transaction costs

Total as a percentage of average net assets\*

0.00 %

0.03 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	119,442	26	0.02	555	0.46
Mutual Fund	6,778	2	0.02	10	0.15
Corporate actions	23,688	-	-	-	-
Derivative	-	10	-	-	-
Total	149,908	38		565	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	23,767	5	0.02	-	-
Mutual Fund	1,003	-	0.02	-	-
Corporate actions	17,674	-	-	-	-
Derivative	-	9	-	-	-
Total	42,444	14		-	

Total including transaction costs

Total as a percentage of average net assets

0.00 %

0.02 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.09% (2018: 0.10%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	2,092,408	-	2,313,608	(1,561)
Level 2: Observable market data	160,978	-	64,572	-
Level 3: Unobservable data*	4	-	98	-
	2,253,390	-	2,378,278	(1,561)

## Notes to the Financial Statements

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	207,785,051	4,052,975	(56,437,106)	(1,453,546)	153,947,374
F Accumulating Shares	9,332,344	333,005	(9,204,783)	-	460,566
I Accumulation Shares	19,359,459	3,256,177	(2,045,734)	(5,086,404)	15,483,498
P Accumulation Shares	1,382,406,914	193,133,364	(155,487,530)	6,366,568	1,426,419,316
P Income Shares	232,084,292	58,141,328	(76,066,940)	-	214,158,680

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £137,000 (2018: £151,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

#### 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	2,671	-	-	596	3,267
Total	-	2,671	-	-	596	3,267

#### 28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	(1,561)	-	-	5,097	3,536
Total	-	(1,561)	-	-	5,097	3,536

### 18 Shareholders' funds

The fund has five share classes; A Accumulation Shares, I Accumulation Shares, F Accumulating Shares, P Accumulation Shares and P Income Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 0.30%

F Accumulating Shares : 0.05%

I Accumulation Shares : 0.15%

P Accumulation Shares : 0.06%

P Income Shares : 0.06%

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

## Notes to the Financial Statements

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	105.30	110.26	4.71
F Accumulating Shares	1,291.92	1,353.59	4.77
I Accumulation Shares	131.71	137.96	4.75
P Accumulation Shares	129.27	135.44	4.77
P Income Shares	111.16	116.47	4.78

## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 25 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.6083	-	3.6083	2.6943
Group 2	1.5849	2.0234	3.6083	2.6943

### F Accumulating Shares - final distribution No. 5 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	46.7960	-	46.7960	35.8825
Group 2	38.1726	8.6234	46.7960	35.8825

### I Accumulation Shares - final distribution No. 6 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.7105	-	4.7105	3.5541
Group 2	2.9463	1.7642	4.7105	3.5541

### P Accumulation Shares - final distribution No. 5 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.7156	-	4.7156	3.5768
Group 2	2.0127	2.7029	4.7156	3.5768

### P Income Shares - final distribution No. 19 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.6346	-	0.6346	0.6094
Group 2	0.4216	0.2130	0.6346	0.6094

## Distribution Statement

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

Group 1 - Distribution No. 16 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 17 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 18 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 16 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 17 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 18 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 16	1.5089	-	1.5089	1.1408
Distribution No. 17	1.0452	-	1.0452	0.8495
Distribution No. 18	0.9594	-	0.9594	0.6451
Group 2				
Distribution No. 16	0.8308	0.6781	1.5089	1.1408
Distribution No. 17	-	1.0452	1.0452	0.8495
Distribution No. 18	0.5095	0.4499	0.9594	0.6451

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth by closely matching the performance of the S&P 500 index. The ACD will aim to hold securities that represent the S&P 500 index (or in the event of this index ceasing to be compiled such index as the ACD may deem appropriate). In order to manage the cash position of the portfolio, the ACD may utilise stock index futures as allowed by the regulations.

Performance and Portfolio Activity

The fund delivered positive returns over the period as US equities were supported by strong corporate earnings, robust economic data, expectations of a truce in US-China trade frictions, and a slower pace of interest rate increases by the US Federal Reserve (Fed).

As a “passive” or “index tracker” fund, the return of the fund and the index should be similar over time, before costs. However, the reported fund and index returns cannot be used to assess how well the fund tracks the index. This is because the fund is priced at midday, while the market index is calculated using closing market prices. To allow a meaningful comparison of tracking difference we have revalued the P accumulation shares using company share prices that make up the index at market close. The revalued P accumulation shares returned 8.08% against the index return of 8.11% over the period. The difference in performance takes into account the effect of factors such as ongoing charges (0.06%, reduced from 0.07% effective 1 April 2018), taxation and transaction costs.

Please note, the fund’s cash position, and investment of cash into a liquidity fund for diversification, does not mean that the fund is under exposed to the index, as such positions are typically equitised with equity index futures contracts. This helps to efficiently manage cashflows in the fund at reduced costs. When taking into account exposure achieved by these futures contracts, the fund’s holdings weights more closely match the index.

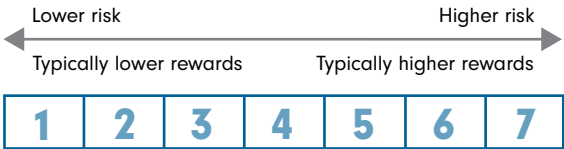
Outlook

Most economic indicators show that the US economy is still expanding, with a supportive political and regulatory environment, but at a slower pace. The US Fed’s accommodative stance has helped investors turn less risk-averse and eased concerns over the US economy. Rising hopes of a trade resolution between the US and China also lifted sentiment. Corporate earnings are expected to grow in 2019, with some downward revisions from higher growth forecasts.

Geode Capital Management  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
F Accumulation Shares	5
I Accumulation Shares	5
P Accumulation hedged Shares	5
P Accumulation Shares	5
P Income Shares	5



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

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



## Comparative Performance Table

	A Accumulation Shares			F Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share*	247.86	235.01	170.73	2,511.25	2,374.91	1,721.25
Return before operating charges*	19.12	13.56	64.88	193.80	137.31	654.45
Operating charges	(0.78)	(0.71)	(0.60)	(1.06)	(0.97)	(0.79)
Return after operating charges*	18.34	12.85	64.28	192.74	136.34	653.66
Distributions	(3.68)	(3.30)	(3.19)	(44.25)	(39.60)	(37.09)
Retained distributions on accumulation shares	3.68	3.30	3.19	44.25	39.60	37.09
Closing net asset value per share	266.20	247.86	235.01	2,703.99	2,511.25	2,374.91
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	7.4%	5.5%	37.7%	7.7%	5.7%	38.0%
<b>Other information</b>						
Closing net asset value (£'000)	6,542	6,140	8,167	29,948	81,248	50,563
Closing number of shares	2,457,473	2,477,209	3,475,387	1,107,565	3,235,359	2,129,060
Operating charges	0.30%	0.30%	0.30%	0.04%	0.04%	0.04%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	284.80	255.00	235.20	2,890.00	2,583.00	2,377.00
Lowest share price	229.20	223.00	169.20	2,323.00	2,255.00	1,707.00

	I Accumulation Shares			P Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share*	249.88	236.58	171.63	192.38	181.99	131.92
Return before operating charges*	19.29	13.66	65.25	14.85	10.52	50.18
Operating charges	(0.39)	(0.36)	(0.30)	(0.12)	(0.13)	(0.11)
Return after operating charges*	18.90	13.30	64.95	14.73	10.39	50.07
Distributions	(4.11)	(3.68)	(3.51)	(3.35)	(2.98)	(2.81)
Retained distributions on accumulation shares	4.11	3.68	3.51	3.35	2.98	2.81
Closing net asset value per share	268.78	249.88	236.58	207.11	192.38	181.99
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	7.6%	5.6%	37.9%	7.7%	5.7%	38.0%
<b>Other information</b>						
Closing net asset value (£'000)	23,470	6,003	18,962	841,717	733,254	450,542
Closing number of shares	8,731,848	2,402,151	8,014,840	406,414,907	381,148,406	247,568,384
Operating charges	0.15%	0.15%	0.15%	0.06%	0.06%	0.07%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	287.40	257.10	236.80	221.40	197.90	182.10
Lowest share price	231.10	224.60	170.10	178.00	172.80	130.80

## Comparative Performance Table

	P Income Shares			P Accumulation hedged Shares
	2019	2018	2017	2019 <sup>1</sup>
Change in net assets (pence per share)				
Opening net asset value per share*	172.11	165.44	122.07	100.00
Return before operating charges*	13.33	9.48	46.05	1.89
Operating charges	(0.11)	(0.12)	(0.10)	(0.01)
Return after operating charges*	13.22	9.36	45.95	1.88
Distributions	(2.98)	(2.69)	(2.58)	(0.09)
Retained distributions on accumulation shares	-	-	-	0.09
Closing net asset value per share	182.35	172.11	165.44	101.88
*after direct transaction costs of	-	-	-	-
<b>Performance</b>				
Return after charges	7.7%	5.7%	37.6%	1.9%
<b>Other information</b>				
Closing net asset value (£'000)	366,861	350,590	243,530	118
Closing number of shares	201,185,342	203,700,483	147,205,958	115,336
Operating charges	0.06%	0.06%	0.07%	0.15%
Direct transaction costs	0%	0%	0%	0%
<b>Prices (pence per share)</b>				
Highest share price	196.50	177.70	166.20	102.40
Lowest share price	159.20	157.10	121.00	100.20

1. This share class was launched on 13 February 2019.

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		70,986		45,184
Revenue	5	25,296		20,901	
Expenses	6	(784)		(786)	
Interest payable and similar charges	8	(123)		(1)	
Net revenue/(expense) before taxation		<u>24,389</u>		<u>20,114</u>	
Taxation	7	(3,486)		(2,896)	
Net revenue/(expense) after taxation			<u>20,903</u>		<u>17,218</u>
<b>Total return before distributions</b>			<b>91,889</b>		<b>62,402</b>
Distributions	8		(20,903)		(17,237)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b><u>70,986</u></b>		<b><u>45,165</u></b>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			1,177,235		933,493
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		281,852		382,524	
Amounts payable on cancellation of shares		<u>(275,999)</u>		<u>(196,764)</u>	
			5,853		185,760
Swing price adjustment			36		12
Change in net assets attributable to shareholders from investment activities (see above)			70,986		45,165
Retained distribution on accumulation shares	8		14,546		12,805
<b>Closing net assets attributable to shareholders</b>			<b><u>1,268,656</u></b>		<b><u>1,177,235</u></b>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			1,269,007		1,174,424
<b>Current assets:</b>					
Debtors	9	7,870		4,765	
Cash and bank balances	10	<u>3,359</u>		<u>857</u>	
Total other assets			<u>11,229</u>		<u>5,622</u>
<b>Total assets</b>			<b><u>1,280,236</u></b>		<b><u>1,180,046</u></b>
<b>Liabilities:</b>					
Creditors					
Bank overdrafts		-		(321)	
Distribution payable		(1,535)		(1,342)	
Other creditors	11	<u>(10,045)</u>		<u>(1,148)</u>	
Total other liabilities			<u>(11,580)</u>		<u>(2,811)</u>
<b>Total liabilities</b>			<b><u>(11,580)</u></b>		<b><u>(2,811)</u></b>
<b>Net assets attributable to shareholders</b>			<b><u>1,268,656</u></b>		<b><u>1,177,235</u></b>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	70,595	41,330
Gains/(losses) on derivative contracts	324	3,971
Gains/(losses) on forward currency contracts	3	-
Other currency gains/(losses)	64	(117)
Net capital gains/(losses)	<u>70,986</u>	<u>45,184</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	384	202
Derivative revenue	-	140
UK dividends	59	53
Overseas dividends	23,617	19,482
Overseas property income distributions	1,228	1,021
Bank interest	8	3
Total revenue	<u>25,296</u>	<u>20,901</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	<u>784</u>	<u>786</u>
	<u>784</u>	<u>786</u>
Total expenses	<u>784</u>	<u>786</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £10,000 (including VAT) (2018: £10,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	143	116
Overseas taxation	3,486	2,896
Double taxation relief	(143)	(116)
Total current taxation	<u>3,486</u>	<u>2,896</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>24,389</u>	<u>20,114</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	4,878	4,023
Effects of:		
Overseas taxation	3,486	2,896
Revenue not included for tax purposes	(4,735)	(3,907)
Double taxation relief	(143)	(116)
Current tax charge/(credit)	<u>3,486</u>	<u>2,896</u>

Open ended investment companies are exempt from UK tax on capital gains.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	91	82
<b>W Income Shares*</b>		
Interim	-	554
<b>F Accumulation Shares</b>		
Final	490	1,281
<b>I Accumulation Shares</b>		
Final	359	88
<b>P Accumulation Shares</b>		
Final	13,606	11,354
<b>P Income Shares</b>		
Final	1,535	1,342
Interim	4,904	3,655
<b>P Accumulation hedged Shares**</b>		
Final	-	-
	<u>20,985</u>	<u>18,356</u>
Add: Revenue deducted on cancellation of shares	1,542	994
Deduct: Revenue received on issue of shares	(1,624)	(2,113)
Net distributions for the year	<u>20,903</u>	<u>17,237</u>
<b>Interest/other</b>		
Interest	2	1
Derivative expense	121	-
	<u>123</u>	<u>1</u>
Total finance costs	<u>21,026</u>	<u>17,238</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	20,903	17,218
<b>Add back (revenue)/expenses transferred to capital:</b>		
Equalisation on conversions	-	19
	<u>20,903</u>	<u>17,237</u>

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

\*This share class converted to P Income shares on 5 October 2017.

\*\*This share class was launched on 13 February 2019.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	925	1,876
Sales of currency awaiting settlement	4,863	1,067
Accrued revenue	2,057	1,798
UK corporation tax recoverable	24	24
Overseas tax recoverable	1	-
Total debtors	<u>7,870</u>	<u>4,765</u>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	416	494
Cash and bank balances	2,943	363
Total cash and bank balances	<u>3,359</u>	<u>857</u>

## Notes to the Financial Statements

### 11 Other creditors

	28/02/19	28/02/18
	£'000	£'000
Amounts payable for cancellation of shares	5,152	30
Purchases of currency awaiting settlement	4,830	1,057
Accrued expenses	63	61
Total other creditors	<u>10,045</u>	<u>1,148</u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Euro	-	1	-	1
UK Pound	-	2,794	(1,813)	981
US Dollar	1,269,007	564	(1,897)	1,267,674
<b>Total</b>	<b>1,269,007</b>	<b>3,359</b>	<b>(3,710)</b>	<b>1,268,656</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Euro	-	1	-	1
UK Pound	-	363	1,807	2,170
US Dollar	1,174,424	172	468	1,175,064
<b>Total</b>	<b>1,174,424</b>	<b>536</b>	<b>2,275</b>	<b>1,177,235</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	188,569	-	-	-	-
Corporate actions	2,494	-	-	-	-
Derivative	-	5	-	-	-
Total	191,063	5		-	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	134,791	1	-	2	-
Corporate actions	14,275	-	-	-	-
Derivative	-	6	-	-	-
Total	149,066	7		2	

Total including transaction costs

Total as a percentage of average net assets\*

0.00 %

0.00 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	242,935	-	-	-	-
Corporate actions	410	-	-	-	-
Derivative	-	6	-	-	-
Total	243,345	6		-	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	44,717	-	-	1	-
Corporate actions	5,259	-	-	-	-
Derivative	-	5	-	-	-
Total	49,976	5		1	

Total including transaction costs

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.02% (2018: 0.02%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	1,261,739	-	1,151,375	-
Level 2: Observable market data	7,268	-	23,049	-
Level 3: Unobservable data	-	-	-	-
	1,269,007	-	1,174,424	-

## Notes to the Financial Statements

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	2,477,209	333,731	(341,827)	(11,640)	2,457,473
F Accumulation Shares	3,235,359	194,319	(2,322,113)	-	1,107,565
I Accumulation Shares	2,402,151	7,505,573	(1,175,876)	-	8,731,848
P Accumulation Shares	381,148,406	77,296,552	(52,045,024)	14,973	406,414,907
P Income Shares	203,700,483	57,082,709	(59,597,850)	-	201,185,342
P Accumulation hedged Shares	-	115,336	-	-	115,336

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £63,000 (2018: £61,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

#### 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Royal Bank of Canada	2	-	-	-	-	2
UBS	-	10	-	-	416	426
Total	<u>2</u>	<u>10</u>	<u>-</u>	<u>-</u>	<u>416</u>	<u>428</u>

#### 28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	708	-	-	494	1,202
Total	<u>-</u>	<u>708</u>	<u>-</u>	<u>-</u>	<u>494</u>	<u>1,202</u>

### 18 Shareholders' funds

The fund has six share classes; A Accumulation Shares, F Accumulation Shares, I Accumulation Shares, P Accumulation Shares, P Income Shares and P Accumulation hedged Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 0.30%

F Accumulation Shares : 0.04%

I Accumulation Shares : 0.15%

P Accumulation Shares : 0.06% (0.07% to 31/03/18)

P Income Shares : 0.06% (0.07% to 31/03/18)

P Accumulation hedged Shares : 0.15%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	266.20	285.63	7.30
F Accumulation Shares	2,703.99	2,902.92	7.36
I Accumulation Shares	268.78	288.49	7.33
P Accumulation Shares	207.11	222.33	7.35
P Income Shares	182.35	195.75	7.35
P Accumulation hedged Shares	101.88	104.13	2.21



## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.6840	-	3.6840	3.2951
Group 2	2.0199	1.6641	3.6840	3.2951

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	44.2513	-	44.2513	39.6043
Group 2	22.8343	21.4170	44.2513	39.6043

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.1125	-	4.1125	3.6776
Group 2	0.5927	3.5198	4.1125	3.6776

### P Accumulation Shares - final distribution No. 5 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.3478	-	3.3478	2.9790
Group 2	1.7615	1.5863	3.3478	2.9790

### P Income Shares - final distribution No. 19 in pence per share

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.7630	-	0.7630	0.6590
Group 2	0.3994	0.3636	0.7630	0.6590

## Distribution Statement

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

Group 1 - Distribution No. 16 Shares purchased on or before 28 February 2018.  
 Group 1 - Distribution No. 17 Shares purchased on or before 31 May 2018.  
 Group 1 - Distribution No. 18 Shares purchased on or before 31 August 2018.  
 Group 2 - Distribution No. 16 Shares purchased from 1 March 2018 to 31 May 2018.  
 Group 2 - Distribution No. 17 Shares purchased from 1 June 2018 to 31 August 2018.  
 Group 2 - Distribution No. 18 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 16	0.7095	-	0.7095	0.6995
Distribution No. 17	0.7411	-	0.7411	0.7115
Distribution No. 18	0.7638	-	0.7638	0.6220
Group 2				
Distribution No. 16	0.3434	0.3661	0.7095	0.6995
Distribution No. 17	0.4726	0.2685	0.7411	0.7115
Distribution No. 18	0.3821	0.3817	0.7638	0.6220

### P Accumulation hedged Shares - final distribution No. 1 in pence per share

Group 1 - Shares purchased on 13 February 2019  
 Group 2 - Shares purchased from 14 February 2019 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19^
Group 1	0.0896	-	0.0896
Group 2	0.0711	0.0185	0.0896

^ This share class was launched on 13 February 2019

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth by closely matching the performance of the MSCI World Index. The ACD will aim to hold securities that represent the MSCI World Index (or in the event of this index ceasing to be compiled such index as the ACD may deem appropriate). In order to manage the cash position of the portfolio, the ACD may utilise stock index futures as allowed by the regulations.

Performance and Portfolio Activity

The fund delivered positive returns over a period that was marked with heightened volatility. Numerous macroeconomic and geopolitical uncertainties tested investor sentiment, even as federal tax reform in the US and strong corporate earnings across most regions supported developed world equities.

As a “passive” or “index tracker” fund, the return of the fund and the index should be similar over time, before costs. However, the reported fund and index returns cannot be used to assess how well the fund tracks the index. This is because the fund is priced at midday, while the market index is calculated using closing market prices. To allow a meaningful comparison of tracking difference, we have revalued the primary P accumulation shares using company share prices that make up the index at market close. The revalued P accumulation shares returned 4.17% against the index return of 4.03% over the period. The difference in performance takes into account the effect of factors such as ongoing charges (0.12%, reduced from 0.13% effective 1 April 2018), taxation and transaction costs. Taxation was a positive source of tracking difference, where the fund’s withholding tax treatment is more favourable versus the net total return index.

Please note, the fund’s cash position, and investment of cash into a liquidity fund for diversification, does not mean that the fund is under exposed to the index, as such positions are typically equitised with equity index futures contracts. This helps to efficiently manage cashflows in the fund at reduced costs. When taking into account exposure achieved by these futures contracts, the fund’s holdings weights more closely match the index.

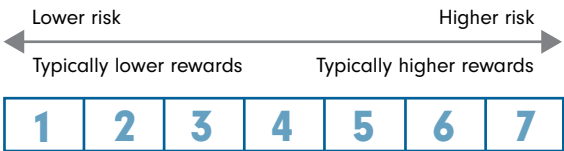
Outlook

Trade frictions, the UK’s exit from the European Union and slowing economic activity constitute major challenges to global equities. Nevertheless, the US Federal Reserve’s cautious stance supports the outlook, while the volatile environment can create attractive avenues for investment.

Geode Capital Management  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
F Accumulation Shares	5
I Accumulation Shares	5
P Accumulation Shares	5
P Income Shares	5



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

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

# Comparative Performance Table

	A Accumulation Shares			F Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	207.21	195.13	144.67	2,096.68	1,970.45	1,457.70
Return before operating charges*	8.64	12.68	50.96	87.64	127.86	514.11
Operating charges	(0.64)	(0.60)	(0.50)	(1.73)	(1.63)	(1.36)
Return after operating charges*	8.00	12.08	50.46	85.91	126.23	512.75
Distributions	(3.93)	(3.44)	(3.17)	(44.52)	(39.04)	(35.74)
Retained distributions on accumulation shares	3.93	3.44	3.17	44.52	39.04	35.74
Closing net asset value per share	215.21	207.21	195.13	2,182.59	2,096.68	1,970.45
*after direct transaction costs of	0.06	0.04	0.03	0.06	0.04	0.03
<b>Performance</b>						
Return after charges	3.9%	6.2%	34.9%	4.1%	6.4%	35.2%
<b>Other information</b>						
Closing net asset value (£'000)	6,012	6,262	6,600	286,203	120,766	118,148
Closing number of shares	2,793,602	3,022,232	3,382,326	13,113,027	5,759,871	5,996,001
Operating charges	0.30%	0.30%	0.30%	0.08%	0.08%	0.08%
Direct transaction costs	0.03%	0.02%	0.01%	0.03%	0.02%	0.01%
<b>Prices (pence per share)</b>						
Highest share price	230.00	215.10	195.40	2,330.00	2,176.00	1,973.00
Lowest share price	193.80	189.60	144.30	1,962.00	1,915.00	1,454.00

	I Accumulation Shares			P Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	208.80	196.34	145.36	169.40	159.27	117.88
Return before operating charges*	8.71	12.76	51.23	7.07	10.35	41.57
Operating charges	(0.32)	(0.30)	(0.25)	(0.21)	(0.22)	(0.18)
Return after operating charges*	8.39	12.46	50.98	6.86	10.13	41.39
Distributions	(4.28)	(3.77)	(3.44)	(3.52)	(3.09)	(2.82)
Retained distributions on accumulation shares	4.28	3.77	3.44	3.52	3.09	2.82
Closing net asset value per share	217.19	208.80	196.34	176.26	169.40	159.27
*after direct transaction costs of	0.06	0.04	0.03	0.06	0.04	0.03
<b>Performance</b>						
Return after charges	4.0%	6.4%	35.1%	4.1%	6.4%	35.1%
<b>Other information</b>						
Closing net asset value (£'000)	18,717	16,159	14,661	554,223	402,971	145,265
Closing number of shares	8,617,517	7,738,930	7,467,151	314,433,273	237,878,797	91,209,099
Operating charges	0.15%	0.15%	0.15%	0.12%	0.12%	0.13%
Direct transaction costs	0.03%	0.02%	0.01%	0.03%	0.02%	0.01%
<b>Prices (pence per share)</b>						
Highest share price	232.00	216.70	196.60	188.20	175.80	159.40
Lowest share price	195.30	190.80	145.00	158.50	154.80	117.60

## Comparative Performance Table

### P Income Shares

	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	151.91	145.52	109.96
Return before operating charges*	6.39	9.40	38.34
Operating charges	(0.19)	(0.20)	(0.17)
Return after operating charges*	6.20	9.20	38.17
Distributions	(3.14)	(2.81)	(2.61)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	<b>154.97</b>	<b>151.91</b>	<b>145.52</b>
*after direct transaction costs of	0.06	0.04	0.03
<b>Performance</b>			
Return after charges	4.1%	6.3%	34.7%
<b>Other information</b>			
Closing net asset value (£'000)	97,623	67,552	15,437
Closing number of shares	62,995,617	44,467,464	10,607,710
Operating charges	0.12%	0.12%	0.13%
Direct transaction costs	0.03%	0.02%	0.01%
<b>Prices (pence per share)</b>			
Highest share price	167.40	158.20	146.10
Lowest share price	142.10	141.40	109.70

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		18,778		20,967
Revenue	5	20,863		11,770	
Expenses	6	(933)		(634)	
Interest payable and similar charges	8	(7)		(3)	
Net revenue/(expense) before taxation		19,923		11,133	
Taxation	7	(2,139)		(1,178)	
Net revenue/(expense) after taxation			17,784		9,955
<b>Total return before distributions</b>			36,562		30,922
Distributions	8		(17,022)		(9,324)
<b>Change in net assets attributable to shareholders from investment activities</b>			19,540		21,598

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			613,710		402,916
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		358,925		204,035	
Amounts payable on cancellation of shares		(46,931)		(24,846)	
			311,994		179,189
Swing price adjustment			136		10
Change in net assets attributable to shareholders from investment activities (see above)			19,540		21,598
Retained distribution on accumulation shares	8		17,398		9,997
<b>Closing net assets attributable to shareholders</b>			962,778		613,710

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			957,531		611,009
<b>Current assets:</b>					
Debtors	9	5,080		4,400	
Cash and bank balances	10	1,609		2,806	
Total other assets			6,689		7,206
<b>Total assets</b>			964,220		618,215
<b>Liabilities:</b>					
Investment liabilities			-		(513)
Creditors					
Bank overdrafts		-		(225)	
Distribution payable		(366)		(230)	
Other creditors	11	(1,076)		(3,537)	
Total other liabilities			(1,442)		(3,992)
<b>Total liabilities</b>			(1,442)		(4,505)
<b>Net assets attributable to shareholders</b>			962,778		613,710

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	21,631	18,345
Gains/(losses) on derivative contracts	(2,083)	2,568
Other currency gains/(losses)	(770)	54
Net capital gains/(losses)	<u>18,778</u>	<u>20,967</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	355	167
Derivative revenue	-	170
UK dividends	1,759	929
UK property income distributions	21	13
UK scrip dividends	229	125
UK property income scrip dividends	3	1
Overseas dividends	17,183	9,388
Overseas property income distributions	777	456
Overseas scrip dividends	530	519
Bank interest	6	2
Total revenue	<u>20,863</u>	<u>11,770</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	<u>933</u>	<u>634</u>
	<u>933</u>	<u>634</u>
Total expenses	<u>933</u>	<u>634</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £10,000 (including VAT) (2018: £10,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
UK corporation tax	98	62
Overseas taxation	2,139	1,163
Double taxation relief	(98)	(47)
Total current taxation	<u>2,139</u>	<u>1,178</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>19,923</u>	<u>11,133</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	3,985	2,227

## Notes to the Financial Statements

Effects of:

Overseas taxation	2,139	1,163
Double taxation relief	(98)	(47)
Revenue not included for tax purposes	(3,887)	(2,165)
	<u>2,139</u>	<u>1,178</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	110	104
<b>W Income Shares*</b>		
Interim	-	147
<b>F Accumulation Shares</b>		
Final	5,838	2,248
<b>I Accumulation Shares</b>		
Final	369	292
<b>P Accumulation Shares</b>		
Final	11,081	7,353
<b>P Income Shares</b>		
Final	366	230
Interim	1,318	548
	<u>19,082</u>	<u>10,922</u>
Add: Revenue deducted on cancellation of shares	477	236
Deduct: Revenue received on issue of shares	(2,537)	(1,834)
Net distributions for the year	<u>17,022</u>	<u>9,324</u>
<b>Interest/other</b>		
Interest	7	3
	<u>17,029</u>	<u>9,327</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	17,784	9,955
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	(229)	(125)
Overseas scrip dividends	(530)	(519)
UK Property Income scrip dividends	(3)	(1)
Equalisation on conversions	-	14
	<u>17,022</u>	<u>9,324</u>

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

\*This share class converted to P Income shares on 5 October 2017.

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	2,111	1,416
Sales of currency awaiting settlement	936	1,801
Accrued revenue	1,758	1,028
Overseas tax recoverable	267	155
UK corporation tax recoverable	8	-
Total debtors	<u>5,080</u>	<u>4,400</u>



Notes to the Financial Statements

10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	633	1,765
Cash and bank balances	976	1,041
Total cash and bank balances	<u>1,609</u>	<u>2,806</u>

11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	59	1,645
Purchases of currency awaiting settlement	936	1,821
Accrued expenses	81	56
UK corporation tax payable	-	15
Total other creditors	<u>1,076</u>	<u>3,537</u>

12 Financial instruments exposure

Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency				
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	22,301	154	218	22,673
Canadian Dollar	32,137	71	39	32,247
Danish Krone	5,553	5	33	5,591
Euro	100,292	141	243	100,676
Hong Kong Dollar	11,934	27	-	11,961
Israeli Shekel	903	6	1	910
Japanese Yen	76,842	25	136	77,003
New Zealand Dollar	734	13	-	747
Norwegian Krone	2,352	5	31	2,388
Singapore Dollar	4,205	28	4	4,237
Swedish Krona	8,491	-	-	8,491
Swiss Franc	27,927	34	-	27,961
UK Pound	53,565	304	1,111	54,980
US Dollar	610,295	796	1,822	612,913
<b>Total</b>	<b>957,531</b>	<b>1,609</b>	<b>3,638</b>	<b>962,778</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	14,733	12	123	14,868
Canadian Dollar	19,238	79	21	19,338
Danish Krone	3,990	10	17	4,017
Euro	69,633	187	149	69,969
Hong Kong Dollar	7,232	11	-	7,243
Israeli Shekel	568	13	-	581
Japanese Yen	52,787	12	82	52,881
New Zealand Dollar	349	13	-	362
Norwegian Krone	1,456	15	15	1,486
Singapore Dollar	2,806	76	2	2,884
Swedish Krona	5,842	21	-	5,863
Swiss Franc	16,953	40	1	16,994
UK Pound	36,446	553	881	37,880
US Dollar	378,463	1,539	(658)	379,344
<b>Total</b>	<b>610,496</b>	<b>2,581</b>	<b>633</b>	<b>613,710</b>

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

## Notes to the Financial Statements

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.94% rise or fall in the fund's market value (2018: 0.94%).

#### Other price risk

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

### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	338,883	30	0.01	149	0.04
Corporate actions	1,137	-	-	-	-
Derivative	-	8	-	-	-
Total	<u>340,020</u>	<u>38</u>		<u>149</u>	
Total including transaction costs	<u>340,207</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	10,940	-	-	-	-
Corporate actions	7,860	-	-	-	-
Derivative	-	8	-	-	-
Total	<u>18,800</u>	<u>8</u>		<u>-</u>	
Total including transaction costs	<u>18,792</u>				
Total as a percentage of average net assets*		0.01 %		0.02 %	
28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	195,575	21	0.01	86	0.04
Corporate actions	1,060	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>196,635</u>	<u>25</u>		<u>86</u>	
Total including transaction costs	<u>196,746</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	15,186	1	-	-	-
Corporate actions	2,361	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>17,547</u>	<u>5</u>		<u>-</u>	
Total including transaction costs	<u>17,542</u>				
Total as a percentage of average net assets		0.01 %		0.02 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.05% (2018: 0.05%).

## Notes to the Financial Statements

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	927,765	-	584,983	(513)
Level 2: Observable market data	29,766	-	26,026	-
Level 3: Unobservable data	-	-	-	-
	<u>957,531</u>	<u>-</u>	<u>611,009</u>	<u>(513)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	3,022,232	202,132	(358,626)	(72,136)	2,793,602
F Accumulation Shares	5,759,871	8,497,790	(1,144,634)	-	13,113,027
I Accumulation Shares	7,738,930	1,556,940	(678,353)	-	8,617,517
P Accumulation Shares	237,878,797	83,508,714	(7,042,396)	88,158	314,433,273
P Income Shares	44,467,464	23,290,267	(4,762,114)	-	62,995,617

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £81,000 (2018: £56,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

#### 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	877	-	-	633	1,510
Total	<u>-</u>	<u>877</u>	<u>-</u>	<u>-</u>	<u>633</u>	<u>1,510</u>

#### 28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	(513)	-	-	1,765	1,252
Total	<u>-</u>	<u>(513)</u>	<u>-</u>	<u>-</u>	<u>1,765</u>	<u>1,252</u>

### 18 Shareholders' funds

The fund has five share classes; A Accumulation Shares, F Accumulation Shares, I Accumulation Shares, P Accumulation Shares and P Income Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 0.30%

F Accumulation Shares : 0.08%

I Accumulation Shares : 0.15%

P Accumulation Shares : 0.12% (0.13% to 31/03/18)

P Income Shares : 0.12% (0.13% to 31/03/18)

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	215.21	229.25	6.52
F Accumulation Shares	2,182.59	2,326.09	6.57
I Accumulation Shares	217.19	231.43	6.56
P Accumulation Shares	176.26	187.83	6.56
P Income Shares	154.97	165.13	6.56

## Distribution Statement

for the year ended 28 February 2019

**A Accumulation Shares - final distribution No. 7 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.9252	-	3.9252	3.4444
Group 2	1.8637	2.0615	3.9252	3.4444

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	44.5222	-	44.5222	39.0365
Group 2	35.9663	8.5559	44.5222	39.0365

**I Accumulation Shares - final distribution No. 7 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.2812	-	4.2812	3.7719
Group 2	2.7003	1.5809	4.2812	3.7719

**P Accumulation Shares - final distribution No. 5 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	3.5240	-	3.5240	3.0911
Group 2	1.4710	2.0530	3.5240	3.0911

**P Income Shares - final distribution No. 19 in pence per share**

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	0.5803	-	0.5803	0.5164
Group 2	0.2611	0.3192	0.5803	0.5164

## Distribution Statement

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

Group 1 - Distribution No. 16 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 17 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 18 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 16 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 17 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 18 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 16	1.2565	-	1.2565	1.1563
Distribution No. 17	0.6006	-	0.6006	0.5725
Distribution No. 18	0.7004	-	0.7004	0.5608
Group 2				
Distribution No. 16	0.6543	0.6022	1.2565	1.1563
Distribution No. 17	-	0.6006	0.6006	0.5725
Distribution No. 18	0.3542	0.3462	0.7004	0.5608

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of shares of Japanese companies. The portfolio is likely to have a bias towards larger companies, although the ACD is not restricted in its choice of company by either size or industry.

Performance and Portfolio Activity

The fund generated negative returns over the period, as selected stocks in the retail and machinery sectors detracted from performance. Notably, the position in drug store operator Tsuruha Holdings fell, as increased personnel costs limited growth in its first-half profits.

I bought a new position in ZOZO, the operator of Japan’s largest online fashion mall. It is expected to revamp its private brand operations in the medium term, while its dominant positioning in the Japanese apparel e-commerce segment is likely to ensure long-term earnings growth. I also added security firms Secom and Sohgo Security Services to the portfolio. These companies are stable cash generators that are well positioned to capture long-term structural growth in the security industry. Conversely, I sold holdings in Mitsubishi UFJ Financial Group and Mitsubishi Electric for better opportunities elsewhere.

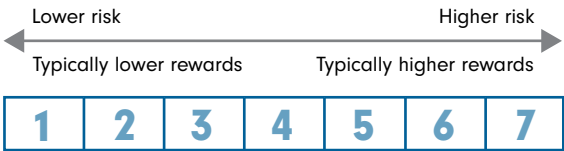
Outlook

Fundamentals in Japan are stable and stocks have rebounded in 2019, though they remain susceptible to global trade frictions as well as contagion from rising interest rates and downside in Asian markets. While external risk factors may continue to generate headwinds, a benign domestic economic and policy backdrop, sustained earnings growth and comparatively attractive valuations are supportive of Japanese stocks.

Takuya Furuta  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	6
W Accumulation Shares	6
Y Accumulation Shares	6



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

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

# Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	374.28	344.06	273.02	375.40	342.52	269.77
Return before operating charges*	(17.06)	36.39	76.48	(17.20)	36.46	75.82
Operating charges	(6.34)	(6.17)	(5.44)	(3.62)	(3.58)	(3.07)
Return after operating charges*	(23.40)	30.22	71.04	(20.82)	32.88	72.75
Distributions	-	-	-	(2.54)	(1.67)	(1.93)
Retained distributions on accumulation shares	-	-	-	2.54	1.67	1.93
Closing net asset value per share	350.88	374.28	344.06	354.58	375.40	342.52
*after direct transaction costs of	(0.05)	0.67	0.79	(0.05)	0.67	0.79
<b>Performance</b>						
Return after charges	(6.3%)	8.8%	26.0%	(5.5%)	9.6%	27.0%
<b>Other information</b>						
Closing net asset value (£'000)	12,830	16,063	71,928	30,626	32,660	31,789
Closing number of shares	3,656,622	4,291,759	20,905,854	8,636,989	8,699,996	9,281,050
Operating charges	1.74%	1.73%	1.74%	0.99%	0.98%	0.99%
Direct transaction costs	(0.01%)	0.19%	0.25%	(0.01%)	0.19%	0.25%
<b>Prices (pence per share)</b>						
Highest share price	395.10	392.60	350.60	398.00	393.40	348.20
Lowest share price	332.80	332.60	268.60	335.90	331.50	265.60

	Y Accumulation Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	367.71	336.26	265.43
Return before operating charges*	(16.80)	35.74	74.49
Operating charges	(4.45)	(4.29)	(3.66)
Return after operating charges*	(21.25)	31.45	70.83
Distributions	(1.59)	(0.86)	(1.22)
Retained distributions on accumulation shares	1.59	0.86	1.22
Closing net asset value per share	346.46	367.71	336.26
*after direct transaction costs of	(0.05)	0.67	0.79
<b>Performance</b>			
Return after charges	(5.8%)	9.4%	26.7%
<b>Other information</b>			
Closing net asset value (£'000)	70	100	121
Closing number of shares	20,198	27,227	35,978
Operating charges	1.24%	1.22%	1.22%
Direct transaction costs	(0.01%)	0.19%	0.25%
<b>Prices (pence per share)</b>			
Highest share price	389.30	385.50	342.10
Lowest share price	328.30	325.30	261.30

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(2,838)		5,041
Revenue	5	839		1,204	
Expenses	6	(539)		(894)	
Interest payable and similar charges	8	(1)		(3)	
Net revenue/(expense) before taxation		299		307	
Taxation	7	(84)		(120)	
Net revenue/(expense) after taxation			215		187
<b>Total return before distributions</b>			(2,623)		5,228
Distributions	8		(223)		(235)
<b>Change in net assets attributable to shareholders from investment activities</b>			(2,846)		4,993

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			48,823		103,838
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		2,621		2,513	
Amounts payable on cancellation of shares		(5,292)		(62,725)	
			(2,671)		(60,212)
Swing price adjustment			-		58
Change in net assets attributable to shareholders from investment activities (see above)			(2,846)		4,993
Retained distribution on accumulation shares	8		220		146
<b>Closing net assets attributable to shareholders</b>			43,526		48,823

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			43,247		48,381
<b>Current assets:</b>					
Debtors	9	347		244	
Cash and bank balances		295		452	
Total other assets			642		696
<b>Total assets</b>			43,889		49,077
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(363)		(254)	
Total other liabilities			(363)		(254)
<b>Total liabilities</b>			(363)		(254)
<b>Net assets attributable to shareholders</b>			43,526		48,823



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(2,832)	5,434
Other currency gains/(losses)	(1)	(371)
Transaction charges	(22)	(22)
Broker fee rebates	17	-
Net capital gains/(losses)	<u>(2,838)</u>	<u>5,041</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Overseas dividends	839	1,204
Total revenue	<u>839</u>	<u>1,204</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	453	752
Registrar fees	46	84
Service charges	23	33
Foreign exchange administration fees	1	2
	<u>523</u>	<u>871</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	3	5
Custody fees	4	6
	<u>7</u>	<u>11</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	1	4
	<u>9</u>	<u>12</u>
Total expenses	<u>539</u>	<u>894</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	84	120
Total current taxation	<u>84</u>	<u>120</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>299</u>	<u>307</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	60	61

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	108	179
Overseas taxation	84	120
Revenue not included for tax purposes	(168)	(240)
	<u>84</u>	<u>120</u>
Current tax charge/(credit)	<u>84</u>	<u>120</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £6,752,000 (2018: £6,644,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	220	146
<b>Y Accumulation Shares</b>		
Final	-	-
Add: Revenue deducted on cancellation of shares	19	98
Deduct: Revenue received on issue of shares	(16)	(9)
Net distributions for the year	<u>223</u>	<u>235</u>
<b>Interest/other</b>		
Interest	1	3
Total finance costs	<u>224</u>	<u>238</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	215	187
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	8	47
Equalisation on conversions	-	1
	<u>223</u>	<u>235</u>

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

The A Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2018: same).

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	13	14
Sales awaiting settlement	164	184
Sales of currency awaiting settlement	130	-
Accrued revenue	40	46
Total debtors	<u>347</u>	<u>244</u>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	117	6
Purchases awaiting settlement	62	189
Purchases of currency awaiting settlement	130	-
Accrued expenses	54	59
Total other creditors	<u>363</u>	<u>254</u>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Japanese Yen	43,247	253	76	43,576
UK Pound	-	42	(92)	(50)
<b>Total</b>	<b>43,247</b>	<b>295</b>	<b>(16)</b>	<b>43,526</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Japanese Yen	48,381	352	41	48,774
UK Pound	-	99	(51)	48
US Dollar	-	1	-	1
<b>Total</b>	<b>48,381</b>	<b>452</b>	<b>(10)</b>	<b>48,823</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

### 12 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	15,890	(3)	-0.02	-	-
Corporate actions	118	-	-	-	-
<b>Total</b>	<b>16,008</b>	<b>(3)</b>		<b>-</b>	
<b>Total including transaction costs</b>	<b>16,005</b>				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	18,064	(4)	-0.02	-	-
Corporate actions	237	-	-	-	-
<b>Total</b>	<b>18,301</b>	<b>(4)</b>		<b>-</b>	
<b>Total including transaction costs</b>	<b>18,305</b>				

Total as a percentage of average net assets\*

-0.01 %

0.00 %

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	66,810	41	0.06	-	-
Total	66,810	41		-	
Total including transaction costs	66,851				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	125,149	84	0.07	-	-
Corporate actions	417	-	-	-	-
Total	125,566	84		-	
Total including transaction costs	125,482				

Total as a percentage of average net assets

0.19 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.19% (2018: 0.15%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	43,247	-	48,381	-
Level 2: Observable market data	-	-	-	-
Level 3: Unobservable data	-	-	-	-
	43,247	-	48,381	-

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	4,291,759	177,558	(805,720)	(6,975)	3,656,622
W Accumulation Shares	8,699,996	553,681	(623,610)	6,922	8,636,989
Y Accumulation Shares	27,227	1,812	(8,841)	-	20,198

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £39,000 (2018: £42,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	350.88	376.80	7.39
W Accumulation Shares	354.58	381.39	7.56
Y Accumulation Shares	346.46	372.39	7.48

## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	2.5438	-	2.5438	1.6736
Group 2	0.0804	2.4634	2.5438	1.6736

**Y Accumulation Shares - final distribution No. 7 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.5891	-	1.5891	0.8574
Group 2	0.3063	1.2828	1.5891	0.8574

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to provide long term growth potential from a portfolio of Japanese equities. The portfolio is likely to have a bias towards medium-sized and smaller companies, although the ACD is not restricted in its choice of company by either size or industry.

Performance and Portfolio Activity

The fund generated negative returns, as selected stocks in the retail and machinery sectors detracted from performance. As external risk factors weighed on investor sentiment, stocks with high foreign sensitivity and relatively high valuations, backed by strong growth expectations, such as precision processing machinery maker DISCO, underperformed.

I focus on well-run mid-to-small-cap companies with strong earnings drivers and solid balance sheets. I bought a new position in Hitachi Transport System, a long-term winner in the expanding third-party logistics market. I also purchased a new holding in Nihon Kohden, a speciality maker of electromedical equipment, which is benefiting from a pick-up in capital expenditure among domestic hospitals. Conversely, I sold the position in Hitachi Construction Machinery and reduced the exposure to other machinery holdings such as DISCO, Daifuku and CKD, owing to the weakening demand environment.

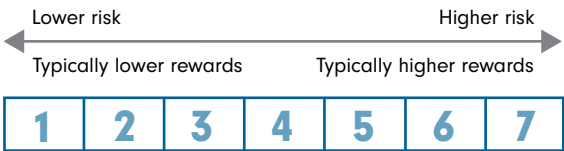
Outlook

Ongoing trade frictions between the US and China pose downside risks, though secular trends such as the adoption of labour-saving technology will drive demand for Japanese industrial machinery and factory automation-related equipment over the longer term.

Jun Tano  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	6
W Accumulation Shares	6



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

- The risk category was calculated using historical performance data.
- The risk category may not be a reliable indication of the future risk profile of the fund, is not guaranteed and may change over time.
- The lowest category does not mean a “risk free” investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- Liquidity is a measure of how easily an investment can be converted into cash. Under certain market conditions assets may be more difficult to sell.

# Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	333.30	264.27	201.76	366.11	288.12	218.33
Return before operating charges*	(53.98)	74.18	66.65	(59.50)	81.18	72.36
Operating charges	(5.17)	(5.15)	(4.14)	(3.20)	(3.19)	(2.57)
Return after operating charges*	(59.15)	69.03	62.51	(62.70)	77.99	69.79
Distributions	-	-	-	(1.47)	(0.89)	(1.12)
Retained distributions on accumulation shares	-	-	-	1.47	0.89	1.12
Closing net asset value per share	274.15	333.30	264.27	303.41	366.11	288.12
*after direct transaction costs of	0.16	0.30	0.27	0.16	0.30	0.27
<b>Performance</b>						
Return after charges	(17.8%)	26.1%	31.0%	(17.1%)	27.1%	32.0%
<b>Other information</b>						
Closing net asset value (£'000)	30,850	41,940	33,001	68,696	123,534	79,416
Closing number of shares	11,252,763	12,583,166	12,487,652	22,641,515	33,741,892	27,563,025
Operating charges	1.70%	1.69%	1.75%	0.95%	0.94%	0.99%
Direct transaction costs	0.05%	0.09%	0.11%	0.05%	0.09%	0.11%
<b>Prices (pence per share)</b>						
Highest share price	333.50	348.50	271.00	367.00	382.50	294.70
Lowest share price	260.40	258.90	201.60	287.80	282.60	218.20

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(26,914)		30,433
Revenue	5	2,189		1,791	
Expenses	6	(1,546)		(1,555)	
Interest payable and similar charges	8	(7)		(8)	
Net revenue/(expense) before taxation		636		228	
Taxation	7	(219)		(179)	
Net revenue/(expense) after taxation			417		49
<b>Total return before distributions</b>			(26,497)		30,482
Distributions	8		(525)		(226)
<b>Change in net assets attributable to shareholders from investment activities</b>			(27,022)		30,256

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			165,474		112,417
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		8,666		33,048	
Amounts payable on cancellation of shares		(47,938)		(10,554)	
			(39,272)		22,494
Swing price adjustment			33		6
Change in net assets attributable to shareholders from investment activities (see above)			(27,022)		30,256
Retained distribution on accumulation shares	8		333		301
<b>Closing net assets attributable to shareholders</b>			99,546		165,474

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			99,450		158,803
<b>Current assets:</b>					
Debtors	9	612		1,501	
Cash and bank balances		190		7,377	
Total other assets			802		8,878
<b>Total assets</b>			100,252		167,681
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(706)		(2,207)	
Total other liabilities			(706)		(2,207)
<b>Total liabilities</b>			(706)		(2,207)
<b>Net assets attributable to shareholders</b>			99,546		165,474



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(26,615)	30,888
Other currency gains/(losses)	(292)	(441)
Transaction charges	(25)	(13)
Broker fee rebates	18	(1)
Net capital gains/(losses)	<u>(26,914)</u>	<u>30,433</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Overseas dividends	2,189	1,791
Total revenue	<u>2,189</u>	<u>1,791</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,302	1,280
Registrar fees	137	166
Service charges	69	67
Foreign exchange administration fees	1	(2)
	<u>1,509</u>	<u>1,511</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	12	13
Custody fees	13	13
	<u>25</u>	<u>26</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	4	10
	<u>12</u>	<u>18</u>
Total expenses	<u>1,546</u>	<u>1,555</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	219	179
Total current taxation	<u>219</u>	<u>179</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>636</u>	<u>228</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	127	46

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	311	313
Overseas taxation	219	179
Revenue not included for tax purposes	(438)	(359)
	<u>219</u>	<u>179</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £7,274,000 (2018: £6,963,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	333	301
Add: Revenue deducted on cancellation of shares	217	26
Deduct: Revenue received on issue of shares	(25)	(101)
Net distributions for the year	<u>525</u>	<u>226</u>
<b>Interest/other</b>		
Interest	7	8
Total finance costs	<u>532</u>	<u>234</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	417	49
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	108	176
Equalisation on conversions	-	1
	<u>525</u>	<u>226</u>

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

The A Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2018: same).

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	-	97
Sales awaiting settlement	246	1,203
Sales of currency awaiting settlement	217	1
Accrued revenue	149	200
Total debtors	<u>612</u>	<u>1,501</u>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	119	129
Purchases awaiting settlement	262	1,917
Purchases of currency awaiting settlement	217	1
Accrued expenses	108	160
Total other creditors	<u>706</u>	<u>2,207</u>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
Currency	Investments	Cash balances	Debtors/(Creditors)	
28/02/19	£'000	£'000	£'000	£'000
Japanese Yen	99,450	180	27	99,657
UK Pound	-	7	(118)	(111)
<b>Total</b>	<b>99,450</b>	<b>187</b>	<b>(91)</b>	<b>99,546</b>
28/02/18	£'000	£'000	£'000	£'000
Japanese Yen	158,803	7,071	(514)	165,360
UK Pound	-	305	(192)	113
US Dollar	-	1	-	1
<b>Total</b>	<b>158,803</b>	<b>7,377</b>	<b>(706)</b>	<b>165,474</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2018: 1.00%).

##### Other price risk

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

### 12 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	95,550	30	0.03	-	-
Total	95,550	30		-	
Total including transaction costs	95,580				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	127,698	37	0.03	-	-
Corporate actions	424	-	-	-	-
Total	128,122	37		-	
Total including transaction costs	128,085				

Total as a percentage of average net assets\*

0.05 %

0.00 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	101,374	67	0.07	-	-
Total	101,374	67		-	
Total including transaction costs	101,441				

## Notes to the Financial Statements

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	81,501	57	0.07	-	-
Total	81,501	57		-	
Total including transaction costs	81,444				

Total as a percentage of average net assets

0.09 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.21% (2018: 0.18%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	99,450	-	158,531	-
Level 2: Observable market data	-	-	-	-
Level 3: Unobservable data*	-	-	272	-
	99,450	-	158,803	-

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

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	12,583,166	675,004	(1,828,639)	(176,768)	11,252,763
W Accumulation Shares	33,741,892	1,893,129	(13,154,233)	160,727	22,641,515

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £90,000 (2018: £136,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

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

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	274.15	284.19	3.66
W Accumulation Shares	303.41	315.10	3.85

## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.4696	-	1.4696	0.8913
Group 2	0.2473	1.2223	1.4696	0.8913

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve an attractive level of income together with some long term capital growth. The fund will obtain exposure primarily to the UK.

The fund may invest directly in UK government and corporate bonds and other fixed interest securities, preference shares, convertibles and ordinary shares or may achieve exposure indirectly through the use of Derivatives. The fund may also invest in other transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) Derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

Performance and Portfolio Activity

The fund recorded positive returns over the period. Strong stock selection in the financials sector supported performance. Pharmaceuticals major AstraZeneca was the key contributor to returns. It reported robust earnings, driven by solid performance from new product launches. Within the fixed income portfolio, UK government bonds (Gilts) outperformed corporate bonds over the period as credit spreads widened amid a rise in volatility.

We bought a new position in Vodafone. The wireless telecommunications business has exposure to overseas markets, which provides for stable cash flows. We also bought a new holding in Coca-Cola, which brings good overseas exposure to the fund. We sold the position in Royal Mail as it struggles with management issues and failed to meet its cost-saving targets. Beazley and Hiscox were also sold as their valuations are no longer attractive.

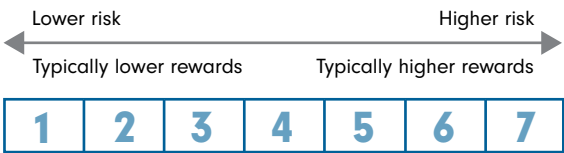
Outlook

Financial conditions in the UK have tightened slightly but remain accommodative overall. Despite various challenges, UK equity markets are supported by low interest rates and reasonable stock valuations. As such, we focus on maintaining a defensive strategy. On the credit front, we maintain a cautious stance given the lack of clear growth drivers and the build-up of various headwinds.

Michael Clark & Sajiv Vaid  
Fund Managers  
28 February 2019

Risk and Reward Indicator

	SRRI
A Income Shares	4
Y Accumulation Shares	4
Y Income Shares	4



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

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

## Comparative Performance Table

	A Income Shares			Y Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	48.14	52.13	49.40	53.84	55.68	50.50
Return before operating charges*	1.38	(1.29)	5.32	1.54	(1.46)	5.54
Operating charges	(0.57)	(0.62)	(0.61)	(0.37)	(0.38)	(0.36)
Return after operating charges*	0.81	(1.91)	4.71	1.17	(1.84)	5.18
Distributions	(2.00)	(2.08)	(2.48)	(1.97)	(1.96)	(2.23)
Retained distributions on accumulation shares	-	-	-	1.97	1.96	1.78
Closing net asset value per share	46.95	48.14	52.13	55.01	53.84	55.68
*after direct transaction costs of	0.03	0.06	0.05	0.03	0.06	0.05
<b>Performance</b>						
Return after charges	1.7%	(3.7%)	10.6%	2.2%	(3.3%)	11.1%
<b>Other information</b>						
Closing net asset value (£'000)	48,811	59,632	77,460	59,838	67,895	67,907
Closing number of shares	103,967,323	123,869,132	148,590,975	108,773,045	126,098,321	121,966,513
Operating charges	1.17%	1.17%	1.20%	0.67%	0.67%	0.67%
Direct transaction costs	0.06%	0.10%	0.08%	0.06%	0.10%	0.08%
<b>Prices (pence per share)</b>						
Highest share price	50.58	54.38	54.17	57.15	58.45	56.33
Lowest share price	45.56	48.33	48.87	52.38	53.28	50.33

	Y Income Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	56.54	60.92	57.43
Return before operating charges*	1.60	(1.52)	6.22
Operating charges	(0.38)	(0.41)	(0.40)
Return after operating charges*	1.22	(1.93)	5.82
Distributions	(2.35)	(2.45)	(2.91)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	55.41	56.54	60.92
*after direct transaction costs of	0.03	0.06	0.05
<b>Performance</b>			
Return after charges	2.2%	(3.2%)	11.1%
<b>Other information</b>			
Closing net asset value (£'000)	320,195	395,668	487,404
Closing number of shares	577,816,047	699,842,722	800,127,003
Operating charges	0.67%	0.67%	0.67%
Direct transaction costs	0.06%	0.10%	0.08%
<b>Prices (pence per share)</b>			
Highest share price	59.47	63.63	63.13
Lowest share price	53.73	56.74	56.90

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(3,827)		(35,411)
Revenue	5	19,051		22,360	
Expenses	6	(3,460)		(4,456)	
Interest payable and similar charges	8	(169)		(174)	
Net revenue/(expense) before taxation		15,422		17,730	
Taxation	7	(192)		(298)	
Net revenue/(expense) after taxation			15,230		17,432
<b>Total return before distributions</b>			11,403		(17,979)
Distributions	8		(19,409)		(24,190)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(8,006)</u>		<u>(42,169)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			523,195		632,770
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		13,571		25,831	
Amounts payable on cancellation of shares		(102,057)		(95,703)	
			(88,486)		(69,872)
Change in net assets attributable to shareholders from investment activities (see above)			(8,006)		(42,169)
Retained distribution on accumulation shares			2,141		2,466
<b>Closing net assets attributable to shareholders</b>			<u>428,844</u>		<u>523,195</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			428,486		523,418
<b>Current assets:</b>					
Debtors	9	5,937		5,949	
Cash and bank balances	10	2,136		2,369	
Total other assets			8,073		8,318
<b>Total assets</b>			<u>436,559</u>		<u>531,736</u>
<b>Liabilities:</b>					
Investment liabilities			(22)		(25)
Creditors					
Distribution payable		(4,686)		(6,449)	
Other creditors	11	(3,007)		(2,067)	
Total other liabilities			(7,693)		(8,516)
<b>Total liabilities</b>			<u>(7,715)</u>		<u>(8,541)</u>
<b>Net assets attributable to shareholders</b>			<u>428,844</u>		<u>523,195</u>



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(3,185)	(36,184)
Gains/(losses) on derivative contracts	(428)	274
Gains/(losses) on forward currency contracts	(136)	405
Other currency gains/(losses)	(92)	105
Transaction charges	(7)	(6)
Broker fee rebates	21	(5)
Net capital gains/(losses)	<u>(3,827)</u>	<u>(35,411)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
UK dividend distributions	158	174
Overseas dividend distributions	-	25
Interest on securities	3,259	3,334
UK dividends	13,120	15,480
UK property income distributions	375	375
UK scrip dividends	-	316
Overseas dividends	1,941	1,690
Overseas scrip dividends	189	965
Bank interest	5	1
Underwriting commission	4	-
Total revenue	<u>19,051</u>	<u>22,360</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	2,665	3,406
Registrar fees	478	628
Service charges	239	305
	<u>3,382</u>	<u>4,339</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	44	51
Custody fees	10	14
	<u>54</u>	<u>65</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	14	42
	<u>24</u>	<u>52</u>
Total expenses	<u>3,460</u>	<u>4,456</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	192	298
Total current taxation	<u>192</u>	<u>298</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>15,422</u>	<u>17,730</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	3,084	3,546
Effects of:		
Increase/(decrease) in unutilised management expenses	(3)	184
Overseas taxation	192	298
Revenue not included for tax purposes	<u>(3,081)</u>	<u>(3,730)</u>
Current tax charge/(credit)	<u>192</u>	<u>298</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £1,143,000 (2018: £1,146,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Income Shares</b>		
Final	620	842
Interim	1,581	1,926
<b>Y Accumulation Shares</b>		
Final	2,141	2,466
<b>Y Income Shares</b>		
Final	4,066	5,607
Interim	<u>10,377</u>	<u>12,605</u>
	<u>18,785</u>	<u>23,446</u>
Add: Revenue deducted on cancellation of shares	792	1,005
Deduct: Revenue received on issue of shares	<u>(168)</u>	<u>(261)</u>
Net distributions for the year	<u>19,409</u>	<u>24,190</u>
<b>Interest/other</b>		
Currency amortisation	59	-
Interest	5	1
Derivative expense	<u>105</u>	<u>173</u>
	<u>169</u>	<u>174</u>
Total finance costs	<u>19,578</u>	<u>24,364</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	15,230	17,432
<b>Add back (revenue)/expenses transferred to capital:</b>		
Investment management fees	2,349	3,042
Service charges	207	269
Coupon distribution adjustment	<u>1,623</u>	<u>3,447</u>
	<u>19,409</u>	<u>24,190</u>

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

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	295	31
Sales awaiting settlement	2,113	968
Accrued revenue	3,431	4,791
UK income tax recoverable	5	6
Overseas tax recoverable	93	153
<b>Total debtors</b>	<b>5,937</b>	<b>5,949</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	186	261
Cash and bank balances	1,950	2,108
<b>Total cash and bank balances</b>	<b>2,136</b>	<b>2,369</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	575	1,290
Purchases awaiting settlement	2,155	442
Accrued expenses	277	335
<b>Total other creditors</b>	<b>3,007</b>	<b>2,067</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Euro	220	1	5	226
UK Pound	414,406	2,134	(1,797)	414,743
US Dollar	13,838	1	36	13,875
<b>Total</b>	<b>428,464</b>	<b>2,136</b>	<b>(1,756)</b>	<b>428,844</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Euro	3,479	53	108	3,640
Swiss Franc	6,295	55	-	6,350
UK Pound	505,840	2,055	(2,710)	505,185
US Dollar	7,779	207	34	8,020
<b>Total</b>	<b>523,393</b>	<b>2,370</b>	<b>(2,568)</b>	<b>523,195</b>

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
28/02/19	£'000	£'000	£'000	£'000
Euro	1	234	12	247
UK Pound	2,134	147,350	272,969	422,453
US Dollar	1	3,608	10,266	13,875
<b>Total</b>	<b>2,136</b>	<b>151,192</b>	<b>283,247</b>	<b>436,575</b>

## Notes to the Financial Statements

28/02/18	£'000	£'000	£'000	£'000
Euro	53	292	3,295	3,640
Swiss Franc	55	-	6,295	6,350
UK Pound	2,109	181,384	330,214	513,707
US Dollar	207	3,510	4,322	8,039
<b>Total</b>	<b>2,424</b>	<b>185,186</b>	<b>344,126</b>	<b>531,736</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
28/02/19	£'000	£'000	£'000	£'000
Euro	-	-	21	21
UK Pound	-	-	436,553	436,553
US Dollar	-	-	1	1
<b>Total</b>	<b>-</b>	<b>-</b>	<b>436,575</b>	<b>436,575</b>

28/02/18	£'000	£'000	£'000	£'000
UK Pound	-	-	531,717	531,717
US Dollar	-	-	19	19
<b>Total</b>	<b>-</b>	<b>-</b>	<b>531,736</b>	<b>531,736</b>

^ Includes £428,844,000 in respect of the fund's liability to redeem all shares (2018: £523,195,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.02% rise or fall in the fund's market value (2018: 0.03%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 3.16% fall or rise in the fund's market value (2018: 2.72%).

#### Credit rating risk

As at the year end 0.41% (2018: 0.19%) of the fund's market value was invested in securities rated as below investment grade, additionally 0.14% (2018: 0.17%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Bond futures

At the year end the fund holds no derivatives that could impact it significantly (2018: same).

## 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	59,030	22	0.04	216	0.37
Bond	82,995	-	-	-	-
Mutual Fund	484	-	-	-	-
Corporate actions	274	-	-	-	-
<b>Total</b>	<b>142,783</b>	<b>22</b>		<b>216</b>	
Total including transaction costs	<b>143,021</b>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	114,595	40	0.03	1	-
Bond	115,532	-	-	-	-
Mutual Fund	450	-	0.08	-	-
Corporate actions	951	-	-	-	-
<b>Total</b>	<b>231,528</b>	<b>40</b>		<b>1</b>	
Total including transaction costs	<b>231,487</b>				
Total as a percentage of average net assets*		0.01 %		0.05 %	

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	92,332	91	0.10	418	0.45
Bond	742	-	-	-	-
Mutual Fund	405	-	-	-	-
Corporate actions	1,707	-	-	-	-
Total	95,186	91		418	
Total including transaction costs	95,695				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	155,353	106	0.07	1	-
Bond	3,281	-	-	-	-
Mutual Fund	1,186	1	0.07	-	-
Corporate actions	1,063	-	-	-	-
Total	160,883	107		1	
Total including transaction costs	160,775				

Total as a percentage of average net assets

0.03 %

0.07 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.10% (2018: 0.09%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	364,837	(22)	499,831	(6)
Level 2: Observable market data	63,649	-	23,587	(19)
Level 3: Unobservable data	-	-	-	-
	428,486	(22)	523,418	(25)

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Income Shares	123,869,132	4,289,053	(24,115,259)	(75,603)	103,967,323
Y Accumulation Shares	126,098,321	11,827,815	(29,153,091)	-	108,773,045
Y Income Shares	699,842,722	9,078,138	(131,169,023)	64,210	577,816,047

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £239,000 (2018: £290,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Broker						
HSBC Global Markets	88	-	-	-	-	88
JP Morgan	-	63	-	-	186	249
Royal Bank of Canada	7	-	-	-	-	7
Total	95	63	-	-	186	344

## Notes to the Financial Statements

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Citibank	1	-	-	-	-	1
JP Morgan	-	21	-	-	261	282
Societe Generale	(19)	-	-	-	-	(19)
Total	<u>(18)</u>	<u>21</u>	<u>-</u>	<u>-</u>	<u>261</u>	<u>264</u>

### 18 Shareholders' funds

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

A Income Shares : 1.00%

Y Accumulation Shares : 0.50%

Y Income Shares : 0.50%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Income Shares	46.95	47.68	1.55
Y Accumulation Shares	55.01	56.21	2.18
Y Income Shares	55.41	56.34	1.68

## Distribution Statement

for the year ended 28 February 2019

**A Income Shares - final distribution No. 312 in pence per share**

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 28/03/19	Amount distributed 28/03/18
Group 1	0.5968	-	0.5968	0.6801
Group 2	0.2025	0.3943	0.5968	0.6801

**A Income Shares - interim distributions in pence per share**

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 301	0.1277	-	0.1277	0.1260
Distribution No. 302	0.1276	-	0.1276	0.1260
Distribution No. 303	0.1278	-	0.1278	0.1276
Distribution No. 304	0.1275	-	0.1275	0.1274
Distribution No. 305	0.1275	-	0.1275	0.1272
Distribution No. 306	0.1275	-	0.1275	0.1273
Distribution No. 307	0.1274	-	0.1274	0.1272
Distribution No. 308	0.1274	-	0.1274	0.1270
Distribution No. 309	0.1274	-	0.1274	0.1270
Distribution No. 310	0.1273	-	0.1273	0.1269
Distribution No. 311	0.1273	-	0.1273	0.1271
Group 2				
Distribution No. 301	0.0681	0.0596	0.1277	0.1260
Distribution No. 302	0.0290	0.0986	0.1276	0.1260
Distribution No. 303	-	0.1278	0.1278	0.1276
Distribution No. 304	-	0.1275	0.1275	0.1274
Distribution No. 305	-	0.1275	0.1275	0.1272
Distribution No. 306	-	0.1275	0.1275	0.1273
Distribution No. 307	-	0.1274	0.1274	0.1272
Distribution No. 308	-	0.1274	0.1274	0.1270
Distribution No. 309	-	0.1274	0.1274	0.1270
Distribution No. 310	-	0.1273	0.1273	0.1269
Distribution No. 311	-	0.1273	0.1273	0.1271

**Y Accumulation Shares - final distribution No. 4 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	1.9679	-	1.9679	1.9554
Group 2	1.0057	0.9622	1.9679	1.9554

**Y Income Shares - final distribution No. 78 in pence per share**

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 28/03/19	Amount distributed 28/03/18
Group 1	0.7036	-	0.7036	0.8012
Group 2	0.1239	0.5797	0.7036	0.8012

## Distribution Statement

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

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 67	0.1500	-	0.1500	0.1484
Distribution No. 68	0.1500	-	0.1500	0.1481
Distribution No. 69	0.1500	-	0.1500	0.1500
Distribution No. 70	0.1500	-	0.1500	0.1500
Distribution No. 71	0.1500	-	0.1500	0.1500
Distribution No. 72	0.1500	-	0.1500	0.1500
Distribution No. 73	0.1500	-	0.1500	0.1500
Distribution No. 74	0.1500	-	0.1500	0.1500
Distribution No. 75	0.1500	-	0.1500	0.1500
Distribution No. 76	0.1500	-	0.1500	0.1500
Distribution No. 77	0.1500	-	0.1500	0.1500
Group 2				
Distribution No. 67	0.0247	0.1253	0.1500	0.1484
Distribution No. 68	-	0.1500	0.1500	0.1481
Distribution No. 69	-	0.1500	0.1500	0.1500
Distribution No. 70	-	0.1500	0.1500	0.1500
Distribution No. 71	-	0.1500	0.1500	0.1500
Distribution No. 72	-	0.1500	0.1500	0.1500
Distribution No. 73	-	0.1500	0.1500	0.1500
Distribution No. 74	-	0.1500	0.1500	0.1500
Distribution No. 75	-	0.1500	0.1500	0.1500
Distribution No. 76	-	0.1500	0.1500	0.1500
Distribution No. 77	-	0.1500	0.1500	0.1500



Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve a combination of income and long term capital growth from a portfolio primarily made up of investments in the UK, including ordinary shares, preference shares, convertibles and fixed interest securities. The portfolio is likely to have a bias towards larger companies, although the ACD is not restricted in its choice of company by either size or industry.

Performance and Portfolio Activity

The fund recorded positive returns over the period. Strong stock selection in the financials sector supported performance. Pharmaceuticals major AstraZeneca was the key contributor to returns. It reported robust earnings, driven by solid performance from new product launches.

I bought a new position in Vodafone Group. The wireless telecommunications business has exposure to overseas markets, which provides for stable cash flows. I also bought a new holding in Coca-Cola, which brings good overseas exposure to the fund. I sold the position in Royal Mail as it struggles with management issues and failed to meet its cost-saving targets. Beazley and Hiscox were also sold as their valuations are no longer attractive.

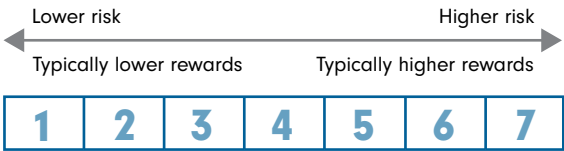
Outlook

Financial conditions in the UK have tightened slightly but remain accommodative overall. Despite various challenges, UK equity markets are supported by low interest rates and reasonable stock valuations. As such, I focus on maintaining a defensive strategy.

Michael Clark  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
A Income Shares	5
Y Income (monthly) Shares	5
Y Income Shares	5



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

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

## Comparative Performance Table

	A Accumulation Shares			A Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)*						
Opening net asset value per share	121.79	128.58	114.35	244.91	270.74	251.43
Return before operating charges*	3.89	(5.24)	15.67	7.93	(10.55)	34.00
Operating charges	(1.46)	(1.55)	(1.44)	(2.92)	(3.21)	(3.13)
Return after operating charges*	2.43	(6.79)	14.23	5.01	(13.76)	30.87
Distributions	(4.80)	(4.25)	(3.87)	(12.44)	(12.07)	(11.56)
Retained distributions on accumulation shares	4.80	4.25	3.87	-	-	-
Closing net asset value per share	124.22	121.79	128.58	237.48	244.91	270.74
*after direct transaction costs of	0.12	0.21	0.14	0.12	0.21	0.14
<b>Performance</b>						
Return after charges	2.0%	(5.3%)	12.4%	2.1%	(5.1%)	12.3%
<b>Other information</b>						
Closing net asset value (£'000)	89,700	107,236	141,974	50,319	143,965	189,348
Closing number of shares	72,211,617	88,049,213	110,420,896	21,188,217	58,783,692	69,937,343
Operating charges	1.17%	1.17%	1.19%	1.17%	1.17%	1.19%
Direct transaction costs	0.09%	0.14%	0.10%	0.09%	0.14%	0.10%
<b>Prices (pence per share)</b>						
Highest share price	132.40	137.20	129.10	266.30	288.30	279.20
Lowest share price	115.40	119.90	111.70	225.60	246.00	243.60

	Y Income Shares			Y Income (monthly) Shares		
	2019	2018	2017	2019	2018	2017 <sup>1</sup>
Change in net assets (pence per share)*						
Opening net asset value per share	124.38	136.78	126.35	98.01	107.70	100.00
Return before operating charges*	4.03	(5.38)	17.13	3.14	(4.19)	12.69
Operating charges	(0.84)	(0.91)	(0.88)	(0.66)	(0.71)	(0.70)
Return after operating charges*	3.19	(6.29)	16.25	2.48	(4.90)	11.99
Distributions	(6.33)	(6.11)	(5.82)	(4.96)	(4.79)	(4.29)
Retained distributions on accumulation shares	-	-	-	-	-	-
Closing net asset value per share	121.24	124.38	136.78	95.53	98.01	107.70
*after direct transaction costs of	0.12	0.21	0.14	0.12	0.21	0.14
<b>Performance</b>						
Return after charges	2.6%	(4.6%)	12.9%	2.5%	(4.6%)	12.0%
<b>Other information</b>						
Closing net asset value (£'000)	578,208	680,635	777,914	8,094	8,126	1,975
Closing number of shares	476,919,090	547,231,555	568,751,657	8,472,484	8,290,839	1,833,614
Operating charges	0.67%	0.67%	0.67%	0.67%	0.67%	0.67%
Direct transaction costs	0.09%	0.14%	0.10%	0.09%	0.14%	0.10%
<b>Prices (pence per share)</b>						
Highest share price	135.40	145.80	140.70	105.90	114.10	110.20
Lowest share price	115.10	124.90	122.60	90.37	97.40	96.44

1. This share class was launched on 14 March 2016.

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(7,101)		(88,860)
Revenue	5	42,589		49,964	
Expenses	6	(6,500)		(8,890)	
Interest payable and similar charges	8	(1)		(3)	
Net revenue/(expense) before taxation		36,088		41,071	
Taxation	7	(512)		(1,153)	
Net revenue/(expense) after taxation			35,576		39,918
<b>Total return before distributions</b>			28,475		(48,942)
Distributions	8		(40,914)		(47,121)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(12,439)</u>		<u>(96,063)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			939,962		1,111,212
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		29,557		98,609	
Amounts payable on cancellation of shares		<u>(234,334)</u>		<u>(177,534)</u>	
			(204,777)		(78,925)
Swing price adjustment			111		-
Change in net assets attributable to shareholders from investment activities (see above)			(12,439)		(96,063)
Retained distribution on accumulation shares	8		3,464		3,738
<b>Closing net assets attributable to shareholders</b>			<u>726,321</u>		<u>939,962</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			735,892		951,203
<b>Current assets:</b>					
Debtors	9	5,757		8,901	
Cash and bank balances		<u>3</u>		<u>371</u>	
Total other assets			5,760		9,272
<b>Total assets</b>			<u>741,652</u>		<u>960,475</u>
<b>Liabilities:</b>					
Creditors					
Distribution payable		(14,295)		(16,762)	
Other creditors	10	<u>(1,036)</u>		<u>(3,751)</u>	
Total other liabilities			(15,331)		(20,513)
<b>Total liabilities</b>			<u>(15,331)</u>		<u>(20,513)</u>
<b>Net assets attributable to shareholders</b>			<u>726,321</u>		<u>939,962</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(7,104)	(88,841)
Other currency gains/(losses)	(55)	1
Transaction charges	(7)	(6)
Broker fee rebates	65	(14)
Net capital gains/(losses)	<u>(7,101)</u>	<u>(88,860)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
UK dividend distributions	418	461
Overseas dividend distributions	-	64
Interest on securities	50	25
UK dividends	35,303	40,637
UK property income distributions	1,056	991
UK scrip dividends	-	804
Overseas dividends	5,210	4,456
Overseas scrip dividends	539	2,524
Bank interest	2	-
Underwriting commission	11	-
Taxable interest	-	2
Total revenue	<u>42,589</u>	<u>49,964</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	5,126	7,011
Registrar fees	839	1,173
Service charges	420	547
Foreign exchange administration fees	1	1
	<u>6,386</u>	<u>8,732</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	65	69
Custody fees	15	25
	<u>80</u>	<u>94</u>
Other expenses:		
Audit fee	9	10
Other operating expenses	25	54
	<u>34</u>	<u>64</u>
Total expenses	<u>6,500</u>	<u>8,890</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	512	1,153
Total current taxation	512	1,153
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	36,088	41,071
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	7,218	8,214
Effects of:		
Increase/(decrease) in unutilised management expenses	1,076	1,575
Overseas taxation	512	1,153
Revenue not included for tax purposes	(8,294)	(9,789)
Current tax charge/(credit)	512	1,153

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £17,395,000 (2018: £16,319,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	3,464	3,738
<b>A Income Shares</b>		
Final	1,136	2,914
Interim	2,187	4,384
<b>Y Income Shares</b>		
Final	13,035	13,754
Interim	18,236	20,538
<b>Y Income (monthly) Shares</b>		
Final	94	78
Interim	334	150
	38,486	45,556
Add: Revenue deducted on cancellation of shares	2,759	2,648
Deduct: Revenue received on issue of shares	(331)	(1,083)
Net distributions for the year	40,914	47,121
<b>Interest/other</b>		
Interest	1	3
Total finance costs	40,915	47,124
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	35,576	39,918
<b>Add back (revenue)/expenses transferred to capital:</b>		
Investment management fees	4,129	5,595
Service charges	370	476
Audit fee	8	9
Other operating expenses	21	45
Custody fees	13	22
Depository fees	57	61
Foreign exchange administration fees	1	1
Registrar fees	740	994
Revenue c/f	(1)	-
	40,914	47,121

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

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	196	19
Sales awaiting settlement	-	2,649
Accrued revenue	5,272	5,841
UK income tax recoverable	40	16
Overseas tax recoverable	249	376
<b>Total debtors</b>	<b>5,757</b>	<b>8,901</b>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	556	1,897
Purchases awaiting settlement	-	1,205
Accrued expenses	480	649
<b>Total other creditors</b>	<b>1,036</b>	<b>3,751</b>

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency	£'000	£'000	£'000	£'000
<b>28/02/19</b>				
UK Pound	709,480	1	(9,574)	699,907
US Dollar	26,412	2	-	26,414
<b>Total</b>	<b>735,892</b>	<b>3</b>	<b>(9,574)</b>	<b>726,321</b>
<b>28/02/18</b>				
Euro	8,706	-	220	8,926
Swiss Franc	17,192	-	-	17,192
UK Pound	913,388	368	(11,832)	901,924
US Dollar	11,917	3	-	11,920
<b>Total</b>	<b>951,203</b>	<b>371</b>	<b>(11,612)</b>	<b>939,962</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.04% rise or fall in the fund's market value (2018: 0.04%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

### 12 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	154,371	57	0.04	580	0.38
Mutual Fund	1,260	-	-	-	-
Corporate actions	4,967	-	-	-	-
Total	160,598	57		580	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	359,797	117	0.03	1	-
Mutual Fund	1,500	1	0.09	-	-
Corporate actions	1,827	-	-	-	-
Total	363,124	118		1	

Total including transaction costs

Total as a percentage of average net assets\*

0.02 %

0.07 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	237,757	240	0.10	1,070	0.45
Mutual Fund	1,080	-	-	-	-
Corporate actions	4,446	-	-	-	-
Total	243,283	240		1,070	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	328,626	227	0.07	1	-
Mutual Fund	2,630	2	0.06	-	-
Corporate actions	2,718	-	-	-	-
Total	333,974	229		1	

Total including transaction costs

Total as a percentage of average net assets

0.04 %

0.10 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.06% (2018: 0.07%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	713,261	-	931,026	-
Level 2: Observable market data	22,631	-	20,171	-
Level 3: Unobservable data*	-	-	6	-
	735,892	-	951,203	-

## Notes to the Financial Statements

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

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	88,049,213	2,370,075	(18,207,671)	-	72,211,617
A Income Shares	58,783,692	2,935,711	(40,420,486)	(110,700)	21,188,217
Y Income Shares	547,231,555	14,640,451	(85,170,249)	217,333	476,919,090
Y Income (monthly) Shares	8,290,839	1,435,427	(1,253,782)	-	8,472,484

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £427,000 (2018: £579,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has four share classes; A Income Shares, Y Income Shares, A Accumulation Shares and Y Income (monthly) Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.00%

A Income Shares : 1.00%

Y Income Shares : 0.50%

Y Income (monthly) Shares : 0.50%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	124.22	126.70	2.00
A Income Shares	237.48	242.30	2.03
Y Income Shares	121.24	123.80	2.11
Y Income (monthly) Shares	95.53	96.87	1.40



## Distribution Statement

for the year ended 28 February 2019

**A Accumulation Shares - final distribution No. 6 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.7973	-	4.7973	4.2457
Group 2	2.5725	2.2248	4.7973	4.2457

**A Income Shares - final distribution No. 153 in pence per share**

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	5.3621	-	5.3621	4.9574
Group 2	1.4602	3.9019	5.3621	4.9574

**A Income Shares - interim distributions in pence per share**

Group 1 - Distribution No. 150 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 151 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 152 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 150 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 151 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 152 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 150	2.3624	-	2.3624	2.3736
Distribution No. 151	2.3584	-	2.3584	2.3714
Distribution No. 152	2.3568	-	2.3568	2.3698
Group 2				
Distribution No. 150	1.2892	1.0732	2.3624	2.3736
Distribution No. 151	0.4713	1.8871	2.3584	2.3714
Distribution No. 152	-	2.3568	2.3568	2.3698

**Y Income Shares - final distribution No. 29 in pence per share**

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	2.7331	-	2.7331	2.5133
Group 2	0.8549	1.8782	2.7331	2.5133

## Distribution Statement

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

Group 1 - Distribution No. 26 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 27 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 28 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 26 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 27 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 28 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 26	1.2000	-	1.2000	1.2000
Distribution No. 27	1.2000	-	1.2000	1.2000
Distribution No. 28	1.2000	-	1.2000	1.2000
Group 2				
Distribution No. 26	0.4695	0.7305	1.2000	1.2000
Distribution No. 27	-	1.2000	1.2000	1.2000
Distribution No. 28	-	1.2000	1.2000	1.2000

### Y Income (monthly) Shares - final distribution No. 36 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 18/04/19	Amount distributed 18/04/18
Group 1	1.1083	-	1.1083	0.9359
Group 2	0.3857	0.7226	1.1083	0.9359

### Y Income (monthly) Shares - interim distributions in pence per share

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 25	0.3500	-	0.3500	0.3500
Distribution No. 26	0.3500	-	0.3500	0.3500
Distribution No. 27	0.3500	-	0.3500	0.3500
Distribution No. 28	0.3500	-	0.3500	0.3500
Distribution No. 29	0.3500	-	0.3500	0.3500
Distribution No. 30	0.3500	-	0.3500	0.3500
Distribution No. 31	0.3500	-	0.3500	0.3500
Distribution No. 32	0.3500	-	0.3500	0.3500
Distribution No. 33	0.3500	-	0.3500	0.3500
Distribution No. 34	0.3500	-	0.3500	0.3500
Distribution No. 35	0.3500	-	0.3500	0.3500
Group 2				
Distribution No. 25	0.1034	0.2466	0.3500	0.3500
Distribution No. 26	0.0527	0.2973	0.3500	0.3500
Distribution No. 27	-	0.3500	0.3500	0.3500
Distribution No. 28	-	0.3500	0.3500	0.3500
Distribution No. 29	-	0.3500	0.3500	0.3500
Distribution No. 30	-	0.3500	0.3500	0.3500
Distribution No. 31	-	0.3500	0.3500	0.3500
Distribution No. 32	-	0.3500	0.3500	0.3500
Distribution No. 33	-	0.3500	0.3500	0.3500
Distribution No. 34	-	0.3500	0.3500	0.3500
Distribution No. 35	-	0.3500	0.3500	0.3500

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve a combination of income and long term capital growth from a portfolio primarily made up of the shares of UK companies. The portfolio is likely to have a bias towards larger companies, although the ACD is not restricted in its choice of company by either size or industry.

Performance and Portfolio Activity

The fund’s returns were broadly flat during a slightly difficult period for risk assets. At a stock level, pharmaceuticals company AstraZeneca’s shares rose on strong results, supported by sales growth of its cancer medicines and other new drugs. The position in consumer credit reporting company Experian and aerospace components maker Meggitt also enhanced gains. Among new transactions, I bought a holding in Roche as it is likely to benefit from its newly launched products and should be able to offset any negative impact from biosimilar entrants. It also has a strong drugs pipeline, which bodes well for the stock. A new position was purchased in Just Eat, which has strong long-term growth prospects. Meanwhile, the holding in British American Tobacco was sold as risks have increased given the uncertain regulatory environment. The allocation to Ferguson was also reduced.

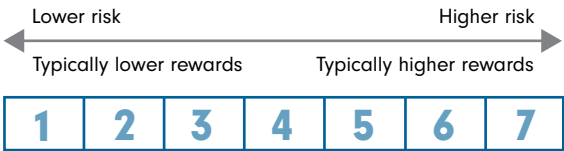
Outlook

The overall economic environment remains uncertain amid headwinds related to the UK’s exit from the European Union. However, stock valuations appear reasonable on a relative basis and the low levels of interest rates should continue to support the UK equity market.

Leigh Himsworth  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Income Shares	5
ISA class Income Shares	5
Y Income Shares	5



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

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

## Comparative Performance Table

	A Income Shares			ISA class income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	76.64	78.89	71.24	77.43	79.66	71.89
Return before operating charges*	1.05	0.49	10.80	1.06	0.50	10.92
Operating charges	(0.90)	(0.95)	(0.89)	(0.78)	(0.81)	(0.75)
Return after operating charges*	0.15	(0.46)	9.91	0.28	(0.31)	10.17
Distributions	(2.22)	(1.79)	(2.26)	(2.33)	(1.92)	(2.40)
Retained distributions on accumulation shares	-	-	-	-	-	-
Closing net asset value per share	74.57	76.64	78.89	75.38	77.43	79.66
*after direct transaction costs of	0.13	0.23	0.28	0.13	0.23	0.28
<b>Performance</b>						
Return after charges	0.2%	(0.6%)	13.9%	0.4%	(0.4%)	14.1%
<b>Other information</b>						
Closing net asset value (£'000)	89,000	183,573	220,482	2,204	2,422	3,085
Closing number of shares	119,349,259	239,521,059	279,486,410	2,923,450	3,128,209	3,872,392
Operating charges	1.17%	1.17%	1.20%	1.00%	1.00%	1.00%
Direct transaction costs	0.16%	0.29%	0.38%	0.16%	0.29%	0.38%
<b>Prices (pence per share)</b>						
Highest share price	83.62	82.46	80.62	84.52	83.35	81.44
Lowest share price	67.35	75.36	66.72	68.10	76.18	67.37

	Y Income Shares		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	77.83	79.71	71.62
Return before operating charges*	1.07	0.49	10.89
Operating charges	(0.52)	(0.54)	(0.50)
Return after operating charges*	0.55	(0.05)	10.39
Distributions	(2.26)	(1.83)	(2.30)
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	76.12	77.83	79.71
*after direct transaction costs of	0.13	0.23	0.28
<b>Performance</b>			
Return after charges	0.7%	(0.1%)	14.5%
<b>Other information</b>			
Closing net asset value (£'000)	337,517	370,284	403,767
Closing number of shares	443,428,769	475,767,822	506,553,017
Operating charges	0.67%	0.67%	0.67%
Direct transaction costs	0.16%	0.29%	0.38%
<b>Prices (pence per share)</b>			
Highest share price	85.02	83.70	81.41
Lowest share price	68.68	76.52	67.19

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(4,249)		(10,878)
Revenue	5	16,542		16,128	
Expenses	6	(3,930)		(5,058)	
Interest payable and similar charges	8	(4)		(6)	
Net revenue/(expense) before taxation		12,608		11,064	
Taxation	7	(67)		(503)	
Net revenue/(expense) after taxation			12,541		10,561
<b>Total return before distributions</b>			8,292		(317)
Distributions	8		(14,573)		(13,662)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(6,281)</u>		<u>(13,979)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			556,279		627,334
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		10,906		14,351	
Amounts payable on cancellation of shares		(132,301)		(71,427)	
			(121,395)		(57,076)
Swing price adjustment			118		-
Change in net assets attributable to shareholders from investment activities (see above)			(6,281)		(13,979)
<b>Closing net assets attributable to shareholders</b>			<u>428,721</u>		<u>556,279</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			-		560,023
<b>Current assets:</b>					
Investments*		432,467		-	
Debtors	9	2,180		1,510	
Cash and bank balances		44		149	
Total other assets			2,224		1,659
<b>Total assets</b>			<u>434,691</u>		<u>561,682</u>
<b>Liabilities:</b>					
Creditors					
Distribution payable		(5,310)		(4,222)	
Other creditors	10	(660)		(1,181)	
Total other liabilities			(5,970)		(5,403)
<b>Total liabilities</b>			<u>(5,970)</u>		<u>(5,403)</u>
<b>Net assets attributable to shareholders</b>			<u>428,721</u>		<u>556,279</u>

\*The MoneyBuilder Growth Fund will cease trading on 26 June 2019. Consequently this fund is no longer regarded as a going concern and fixed assets have been reclassified as current assets.

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(4,348)	(10,837)
Other currency gains/(losses)	41	(5)
Transaction charges	(4)	(9)
Broker fee rebates	62	(27)
Net capital gains/(losses)	<u>(4,249)</u>	<u>(10,878)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	1	1
UK dividends	12,470	12,318
UK scrip dividends	904	650
Overseas dividends	2,735	2,609
Overseas scrip dividends	431	549
Bank interest	1	1
Total revenue	<u>16,542</u>	<u>16,128</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	3,122	4,002
Registrar fees	490	646
Service charges	245	298
Foreign exchange administration fees	1	2
	<u>3,858</u>	<u>4,948</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	40	49
Custody fees	11	13
	<u>51</u>	<u>62</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	13	40
	<u>21</u>	<u>48</u>
Total expenses	<u>3,930</u>	<u>5,058</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	67	503
Total current taxation	<u>67</u>	<u>503</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>12,608</u>	<u>11,064</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	2,522	2,213

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	786	1,012
Overseas taxation	67	503
Revenue not included for tax purposes	(3,308)	(3,225)
	<u>67</u>	<u>503</u>
Current tax charge/(credit)	<u>67</u>	<u>503</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £18,260,000 (2018: £17,474,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Income Shares</b>		
Final	1,107	1,378
Interim	1,585	3,028
<b>ISA class income Shares</b>		
Final	28	20
Interim	41	42
<b>Y Income Shares</b>		
Final	4,175	2,824
Interim	6,043	6,055
	<u>12,979</u>	<u>13,347</u>
Add: Revenue deducted on cancellation of shares	1,634	355
Deduct: Revenue received on issue of shares	(40)	(40)
Net distributions for the year	<u>14,573</u>	<u>13,662</u>
<b>Interest/other</b>		
Interest	4	6
	<u>14,577</u>	<u>13,668</u>
Total finance costs	<u>14,577</u>	<u>13,668</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	12,541	10,561
<b>Add back (revenue)/expenses transferred to capital:</b>		
Investment management fees	3,122	4,002
Service charges	245	298
UK scrip dividends	(904)	(650)
Overseas scrip dividends	(431)	(549)
	<u>14,573</u>	<u>13,662</u>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	-	26
Accrued revenue	2,105	1,459
Overseas tax recoverable	75	25
Total debtors	<u>2,180</u>	<u>1,510</u>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	369	775
Accrued expenses	291	406
Total other creditors	<u>660</u>	<u>1,181</u>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
	£'000	£'000	£'000	£'000
28/02/19				
Euro	7,274	-	-	7,274
Swiss Franc	8,239	-	-	8,239
UK Pound	416,954	44	(3,790)	413,208
<b>Total</b>	<b>432,467</b>	<b>44</b>	<b>(3,790)</b>	<b>428,721</b>
28/02/18				
Euro	12,056	-	-	12,056
UK Pound	547,967	148	(3,893)	544,222
US Dollar	-	1	-	1
<b>Total</b>	<b>560,023</b>	<b>149</b>	<b>(3,893)</b>	<b>556,279</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.04% rise or fall in the fund's market value (2018: 0.02%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives (2018: same).

### 12 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	153,188	36	0.02	702	0.46
Total	153,188	36		702	
Total including transaction costs	153,926				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	275,856	66	0.02	1	-
Corporate actions	1,378	-	-	-	-
Total	277,234	66		1	
Total including transaction costs	277,167				
Total as a percentage of average net assets*		0.02 %		0.14 %	



## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	281,598	255	0.09	1,215	0.43
Corporate actions	1,199	-	-	-	-
Total	<u>282,797</u>	<u>255</u>		<u>1,215</u>	
Total including transaction costs	<u>284,267</u>				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	342,863	265	0.08	1	-
Corporate actions	16	-	-	-	-
Total	<u>342,879</u>	<u>265</u>		<u>1</u>	
Total including transaction costs	<u>342,613</u>				

Total as a percentage of average net assets

0.09 %

0.20 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.07% (2018: 0.07%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	430,764	-	559,121	-
Level 2: Observable market data	1,703	-	902	-
Level 3: Unobservable data	-	-	-	-
	<u>432,467</u>	<u>-</u>	<u>560,023</u>	<u>-</u>

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Income Shares	239,521,059	4,376,254	(124,417,304)	(130,750)	119,349,259
ISA class income Shares	3,128,209	78,437	(283,196)	-	2,923,450
Y Income Shares	475,767,822	9,880,188	(42,347,505)	128,264	443,428,769

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £252,000 (2018: £354,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has three share classes; A Income Shares, ISA class income Shares and Y Income Shares. The annual management charge on each share class is as follows:

A Income Shares : 1.00%

ISA class income Shares : 1.00%

Y Income Shares : 0.50%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Income Shares	74.57	77.06	3.34
ISA class income Shares	75.38	77.93	3.38
Y Income Shares	76.12	78.75	3.46

## Distribution Statement

for the year ended 28 February 2019

### A Income Shares - final distribution No. 51 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 12/04/19	Amount distributed 12/04/18
Group 1	0.9277	-	0.9277	0.5755
Group 2	0.6619	0.2658	0.9277	0.5755

### A Income Shares - interim distribution No. 50 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 12/10/18	Amount distributed 12/10/17
Group 1	1.2931	-	1.2931	1.2117
Group 2	0.9017	0.3914	1.2931	1.2117

### ISA class income Shares - final distribution No. 39 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 12/04/19	Amount distributed 12/04/18
Group 1	0.9743	-	0.9743	0.6388
Group 2	0.3295	0.6448	0.9743	0.6388

### ISA class income Shares - interim distribution No. 38 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 12/10/18	Amount distributed 12/10/17
Group 1	1.3578	-	1.3578	1.2845
Group 2	0.3778	0.9800	1.3578	1.2845

### Y Income Shares - final distribution No. 14 in pence per share

Group 1 - Shares purchased on or before 31 August 2018.

Group 2 - Shares purchased from 1 September 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 12/04/19	Amount distributed 12/04/18
Group 1	0.9415	-	0.9415	0.5935
Group 2	0.6114	0.3301	0.9415	0.5935

### Y Income Shares - interim distribution No. 13 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 31 August 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 12/10/18	Amount distributed 12/10/17
Group 1	1.3165	-	1.3165	1.2379
Group 2	0.6456	0.6709	1.3165	1.2379

## Fund Manager's Review

### Investment Objective and Policy

The fund's investment objective is to achieve an attractive level of income. The fund will obtain exposure primarily to sterling-denominated (or hedged back to Sterling) fixed interest securities.

The fund may invest directly in fixed interest securities or may achieve exposure indirectly through the use of Derivatives. The fund may also invest in other transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) Derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted positive returns over the period, primarily driven by its interest rate strategy. This was partially offset by its credit strategy given the broad-based widening of credit spreads. The bias towards BBB rated bonds weighed on returns. However, the cautious stance towards higher beta sectors helped cushion these losses.

The fund remained cautiously focussed on attractive opportunities. Holdings in cash were reduced and the proceeds were used to invest in attractive new issues of Center Parcs and Pension Insurance Corp. The exposure to rolling stock names such as Great Rolling Stock and Porterbrook Rail was reduced.

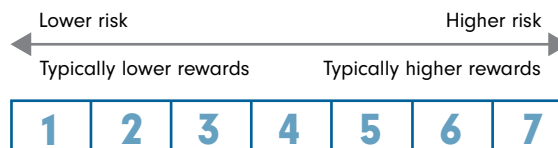
### Outlook

The outlook for the UK economy hinges on the outcome of its exit negotiations with the European Union (EU). Leaving the EU with a deal or remaining in the EU would likely unleash pent-up investment and boost consumer sentiment, while leaving with no deal could cause a serious economic shock. On the credit front, we maintain a cautious stance given the lack of clear growth drivers and the build-up of various headwinds.

Kristian Atkinson & Sajiv Vaid  
Fund Managers  
28 February 2019

## Risk and Reward Indicator

	SRRI
A Accumulation Shares	3
A Income Shares	3
Y Accumulation Shares	3
Y Income Shares	3



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

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

## Comparative Performance Table

	A Income Shares			A Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	36.36	36.96	34.70	178.94	176.86	161.02
Return before operating charges*	0.65	0.82	3.75	3.23	3.87	18.89
Operating charges	(0.35)	(0.37)	(0.36)	(1.73)	(1.79)	(1.71)
Return after operating charges*	0.30	0.45	3.39	1.50	2.08	17.18
Distributions	(1.04)	(1.05)	(1.13)	(5.17)	(5.08)	(6.67)
Retained distributions on accumulation shares	-	-	-	5.17	5.08	5.33
Closing net asset value per share	35.62	36.36	36.96	180.44	178.94	176.86
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	0.8%	1.2%	9.8%	0.8%	1.2%	10.7%
<b>Other information</b>						
Closing net asset value (£'000)	440,897	487,447	334,206	120,739	140,191	151,875
Closing number of shares	1,237,683,820	1,340,743,712	904,246,657	66,913,172	78,345,363	85,874,344
Operating charges	0.96%	0.96%	0.99%	0.96%	0.96%	0.99%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	36.71	37.86	38.93	181.90	183.80	182.60
Lowest share price	35.14	36.39	34.81	176.70	176.80	161.50

	Y Accumulation Shares			Y Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,269.80	1,249.70	1,140.76	121.61	123.62	116.06
Return before operating charges*	23.03	27.30	124.44	2.17	2.72	12.57
Operating charges	(7.20)	(7.20)	(6.89)	(0.68)	(0.70)	(0.69)
Return after operating charges*	15.83	20.10	117.55	1.49	2.02	11.88
Distributions	(41.86)	(41.39)	(43.05)	(3.95)	(4.03)	(4.32)
Retained distributions on accumulation shares	41.86	41.39	34.44	-	-	-
Closing net asset value per share	1,285.63	1,269.80	1,249.70	119.15	121.61	123.62
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	1.3%	1.6%	10.3%	1.2%	1.6%	10.2%
<b>Other information</b>						
Closing net asset value (£'000)	585,893	658,399	424,811	2,185,099	2,639,292	1,355,681
Closing number of shares	45,572,410	51,850,451	33,992,935	1,833,913,034	2,170,364,308	1,096,621,227
Operating charges	0.56%	0.56%	0.56%	0.56%	0.56%	0.56%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	1,296.00	1,302.00	1,296.00	122.80	126.60	130.20
Lowest share price	1,258.00	1,249.00	1,144.00	117.60	121.70	116.40

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(56,891)		(45,405)
Revenue	5	124,452		139,760	
Expenses	6	(22,921)		(26,055)	
Interest payable and similar charges	8	(4,343)		(4,953)	
Net revenue/(expense) before taxation		97,188		108,752	
Taxation	7	-		-	
Net revenue/(expense) after taxation			97,188		108,752
<b>Total return before distributions</b>			40,297		63,347
Distributions	8		(116,681)		(129,959)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(76,384)</u>		<u>(66,612)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			3,925,329		3,961,301
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		152,278		509,369	
Amounts payable on cancellation of shares		(693,116)		(504,179)	
			(540,838)		5,190
Swing price adjustment			631		309
Change in net assets attributable to shareholders from investment activities (see above)			(76,384)		(66,612)
Retained distribution on accumulation shares			23,890		25,141
<b>Closing net assets attributable to shareholders</b>			<u>3,332,628</u>		<u>3,925,329</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			3,290,211		3,844,229
<b>Current assets:</b>					
Debtors	9	70,276		71,587	
Cash and bank balances	10	15,052		26,536	
Total other assets			85,328		98,123
<b>Total assets</b>			<u>3,375,539</u>		<u>3,942,352</u>
<b>Liabilities:</b>					
Investment liabilities			(1,283)		(2,193)
Creditors					
Bank overdrafts		(14)		-	
Distribution payable		(6,782)		(7,526)	
Other creditors	11	(34,832)		(7,304)	
Total other liabilities			(41,628)		(14,830)
<b>Total liabilities</b>			<u>(42,911)</u>		<u>(17,023)</u>
<b>Net assets attributable to shareholders</b>			<u>3,332,628</u>		<u>3,925,329</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(37,120)	(83,152)
Gains/(losses) on derivative contracts	(16,910)	14,752
Gains/(losses) on forward currency contracts	(2,953)	19,867
Other currency gains/(losses)	99	3,136
Transaction charges	(7)	(8)
Net capital gains/(losses)	<u>(56,891)</u>	<u>(45,405)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	124,390	139,411
Derivative revenue	23	347
Bank interest	39	2
Total revenue	<u>124,452</u>	<u>139,760</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	16,964	19,198
Registrar fees	3,642	4,283
Service charges	1,821	2,055
Foreign exchange administration fees	3	3
	<u>22,430</u>	<u>25,539</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	107	112
Custody fees	271	147
	<u>378</u>	<u>259</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	103	247
	<u>113</u>	<u>257</u>
Total expenses	<u>22,921</u>	<u>26,055</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	<u>-</u>	<u>-</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>97,188</u>	<u>108,752</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	19,438	21,750
Effects of:		
Interest distributions	(19,438)	(21,750)
Current tax charge/(credit)	<u>-</u>	<u>-</u>

## Notes to the Financial Statements

Open ended investment companies are exempt from UK tax on capital gains.

The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Income Shares</b>		
Final	1,025	1,046
Interim	12,385	8,701
<b>Gross paying A Income Shares*</b>		
Interim	-	5,450
<b>A Accumulation Shares</b>		
Final	3,458	3,976
<b>Y Accumulation Shares</b>		
Final	1,539	1,613
Interim	18,893	15,101
<b>Gross paying Y Accumulation Shares**</b>		
Interim	-	4,451
<b>Y Income Shares</b>		
Final	5,757	6,481
Interim	72,619	45,537
<b>Gross paying Y Income Shares***</b>		
Interim	-	37,497
	<b>115,676</b>	<b>129,853</b>
Add: Revenue deducted on cancellation of shares	1,214	900
Deduct: Revenue received on issue of shares	(209)	(794)
Net distributions for the year	<b>116,681</b>	<b>129,959</b>
<b>Interest/other</b>		
Currency amortisation	803	-
FX Hedging Expense	78	-
Swap expenses	467	-
Interest	3	8
Derivative expense	2,992	4,945
	<b>4,343</b>	<b>4,953</b>
Total finance costs	<b>121,024</b>	<b>134,912</b>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	97,188	108,752
<b>Add back (revenue)/expenses transferred to capital:</b>		
Equalisation on conversions	(1)	(2)
Revenue b/f	2	1
Revenue c/f	(3)	(2)
Coupon distribution adjustment	19,495	21,210
	<b>116,681</b>	<b>129,959</b>

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

\*This share class converted to A Income Shares on 1 May 2018.

\*\*This share class converted to Y Accumulation Shares on 1 May 2018.

\*\*\*This share class converted to Y Income Shares on 1 May 2018.

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	1,304	2,333
Sales awaiting settlement	20,163	13,597
Accrued revenue	48,809	55,657
<b>Total debtors</b>	<b>70,276</b>	<b>71,587</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	4,301	14,162
Cash and bank balances	10,751	12,374
<b>Total cash and bank balances</b>	<b>15,052</b>	<b>26,536</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	2,505	5,102
Accrued expenses	1,749	2,092
Amounts payable on closure of derivative contract	22	110
Purchases awaiting settlement	30,556	-
<b>Total other creditors</b>	<b>34,832</b>	<b>7,304</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	-	1	-	1
Euro	106,939	1	995	107,935
New Zealand Dollar	-	1	-	1
Polish Zloty	-	1	-	1
Swiss Franc	-	1	-	1
UK Pound	3,112,981	15,047	27,003	3,155,031
US Dollar	69,008	(14)	664	69,658
<b>Total</b>	<b>3,288,928</b>	<b>15,038</b>	<b>28,662</b>	<b>3,332,628</b>
28/02/18	£'000	£'000	£'000	£'000
Australian Dollar	-	1	-	1
Euro	71,219	447	659	72,325
New Zealand Dollar	-	1	-	1
Polish Zloty	-	1	-	1
Swiss Franc	-	1	-	1
UK Pound	3,595,901	26,084	54,557	3,676,542
US Dollar	174,916	1	1,541	176,458
<b>Total</b>	<b>3,842,036</b>	<b>26,536</b>	<b>56,757</b>	<b>3,925,329</b>

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



## Notes to the Financial Statements

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
28/02/19	£'000	£'000	£'000	£'000
Australian Dollar	1	-	-	1
Euro	13	105,445	3,539	108,997
New Zealand Dollar	1	-	-	1
Polish Zloty	1	-	-	1
Swiss Franc	1	-	-	1
UK Pound	70,971	3,053,685	71,954	3,196,610
US Dollar	-	67,183	2,745	69,928
<b>Total</b>	<b>70,988</b>	<b>3,226,313</b>	<b>78,238</b>	<b>3,375,539</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	1	-	-	1
Euro	447	69,381	3,032	72,860
New Zealand Dollar	1	-	-	1
Polish Zloty	1	-	-	1
Swiss Franc	1	-	-	1
UK Pound	71,546	3,535,781	84,278	3,691,605
US Dollar	1	175,816	2,066	177,883
<b>Total</b>	<b>71,998</b>	<b>3,780,978</b>	<b>89,376</b>	<b>3,942,352</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
28/02/19	£'000	£'000	£'000	£'000
Euro	13	-	1,049	1,062
UK Pound	-	-	3,374,207	3,374,207
US Dollar	14	-	256	270
<b>Total</b>	<b>27</b>	<b>-</b>	<b>3,375,512</b>	<b>3,375,539</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Euro	-	403	132	535
UK Pound	-	-	3,940,392	3,940,392
US Dollar	-	-	1,425	1,425
<b>Total</b>	<b>-</b>	<b>403</b>	<b>3,941,949</b>	<b>3,942,352</b>

^ Includes £3,332,628,000 in respect of the fund's liability to redeem all shares (2018: £3,925,329,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2018: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 7.17% fall or rise in the fund's market value (2018: 7.10%).

#### Credit rating risk

As at the year end 13.61% (2018: 4.87%) of the fund's market value was invested in securities rated as below investment grade, additionally 4.36% (2018: 2.98%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2018: same).

#### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 1.50% of the fund's market value.

## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	1,353,999	-	-	-	-
Corporate actions	5	-	-	-	-
Derivative	-	31	-	-	-
Total	1,354,004	31		-	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	1,787,048	-	-	-	-
Corporate actions	54,988	-	-	-	-
Derivative	-	27	-	-	-
Total	1,842,036	27		-	
Total including transaction costs	1,842,009				

Total as a percentage of average net assets\*

0.00 %

0.00 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	1,653,086	-	-	-	-
Derivative	-	37	-	-	-
Total	1,653,086	37		-	

Total including transaction costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	1,588,097	-	-	-	-
Corporate actions	29,279	-	-	-	-
Derivative	-	41	-	-	-
Total	1,617,376	41		-	
Total including transaction costs	1,617,335				

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.74% (2018: 0.72%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	313,479	(1,121)	347,037	(604)
Level 2: Observable market data	2,959,655	(162)	3,478,311	(1,589)
Level 3: Unobservable data*	17,077	-	18,881	-
	3,290,211	(1,283)	3,844,229	(2,193)

## Notes to the Financial Statements

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Income Shares	1,340,743,712	109,727,031	(208,717,286)	(4,069,637)	1,237,683,820
A Accumulation Shares	78,345,363	1,105,190	(12,514,997)	(22,384)	66,913,172
Y Accumulation Shares	51,850,451	2,251,798	(8,532,990)	3,151	45,572,410
Y Income Shares	2,170,364,308	68,143,048	(405,810,850)	1,216,528	1,833,913,034

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £1,599,000 (2018: £1,889,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

#### 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Bank of America	1,903	-	-	-	-	1,903
BBH	(162)	-	-	-	-	(162)
Goldman Sachs	-	-	13	-	-	13
JP Morgan	-	2,419	-	-	-	2,419
Royal Bank of Canada	2,521	-	-	-	-	2,521
Rule 6 - BNPSW	-	-	21	-	-	21
Total	<u>4,262</u>	<u>2,419</u>	<u>34</u>	<u>-</u>	<u>-</u>	<u>6,715</u>

#### 28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Citibank	(523)	-	19	-	(394)	(898)
HSBC Global Markets	50	-	-	-	-	50
JP Morgan	(577)	1,670	-	-	13,618	14,711
Morgan Stanley	21	-	(403)	-	545	163
Royal Bank of Canada	355	-	-	-	-	355
Total	<u>(674)</u>	<u>1,670</u>	<u>(384)</u>	<u>-</u>	<u>13,769</u>	<u>14,381</u>

## Notes to the Financial Statements

### 18 Shareholders' funds

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

A Income Shares : 0.80%

A Accumulation Shares : 0.80%

Y Accumulation Shares : 0.40%

Y Income Shares : 0.40%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Income Shares	35.62	36.59	2.72
A Accumulation Shares	180.44	186.19	3.19
Y Accumulation Shares	1,285.63	1,328.00	3.30
Y Income Shares	119.15	122.40	2.73

## Distribution Statement

for the year ended 28 February 2019

**A Income Shares - final distribution No. 281 in pence per share**

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 26/03/19	Amount distributed 26/03/18
Group 1	0.0828	-	0.0828	0.0780
Group 2	0.0568	0.0260	0.0828	0.0780

**A Income Shares - interim distributions in pence per share**

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 270	0.0851	-	0.0851	0.0933
Distribution No. 271	0.0838	-	0.0838	0.0906
Distribution No. 272	0.0852	-	0.0852	0.0915
Distribution No. 273	0.0856	-	0.0856	0.0884
Distribution No. 274	0.0880	-	0.0880	0.0904
Distribution No. 275	0.0878	-	0.0878	0.0893
Distribution No. 276	0.0828	-	0.0828	0.0857
Distribution No. 277	0.0884	-	0.0884	0.0864
Distribution No. 278	0.0859	-	0.0859	0.0838
Distribution No. 279	0.0908	-	0.0908	0.0849
Distribution No. 280	0.0904	-	0.0904	0.0855
Group 2				
Distribution No. 270	0.0470	0.0381	0.0851	0.0933
Distribution No. 271	0.0511	0.0327	0.0838	0.0906
Distribution No. 272	0.0562	0.0290	0.0852	0.0915
Distribution No. 273	0.0533	0.0323	0.0856	0.0884
Distribution No. 274	0.0578	0.0302	0.0880	0.0904
Distribution No. 275	0.0402	0.0476	0.0878	0.0893
Distribution No. 276	0.0498	0.0330	0.0828	0.0857
Distribution No. 277	0.0493	0.0391	0.0884	0.0864
Distribution No. 278	0.0523	0.0336	0.0859	0.0838
Distribution No. 279	0.0662	0.0246	0.0908	0.0849
Distribution No. 280	0.0485	0.0419	0.0904	0.0855

**A Accumulation Shares - final distribution No. 10 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	5.1682	-	5.1682	5.0753
Group 2	3.2203	1.9479	5.1682	5.0753

## Distribution Statement

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

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 26/03/19	Amount accumulated 26/03/18
Group 1	3.3779	-	3.3779	3.1104
Group 2	1.8934	1.4845	3.3779	3.1104

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

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 2018/2019	Amount accumulated 2017/2018
Group 1				
Distribution No. 58	3.4050	-	3.4050	3.6136
Distribution No. 59	3.3574	-	3.3574	3.5107
Distribution No. 60	3.4252	-	3.4252	3.5773
Distribution No. 61	3.4350	-	3.4350	3.4699
Distribution No. 62	3.5407	-	3.5407	3.5560
Distribution No. 63	3.5443	-	3.5443	3.5322
Distribution No. 64	3.3579	-	3.3579	3.4021
Distribution No. 65	3.5798	-	3.5798	3.4456
Distribution No. 66	3.4843	-	3.4843	3.3540
Distribution No. 67	3.6786	-	3.6786	3.4127
Distribution No. 68	3.6756	-	3.6756	3.4027
Group 2				
Distribution No. 58	1.9242	1.4808	3.4050	3.6136
Distribution No. 59	1.8931	1.4643	3.3574	3.5107
Distribution No. 60	1.9022	1.5230	3.4252	3.5773
Distribution No. 61	1.7862	1.6488	3.4350	3.4699
Distribution No. 62	2.1259	1.4148	3.5407	3.5560
Distribution No. 63	2.0630	1.4813	3.5443	3.5322
Distribution No. 64	1.5259	1.8320	3.3579	3.4021
Distribution No. 65	2.3998	1.1800	3.5798	3.4456
Distribution No. 66	1.9540	1.5303	3.4843	3.3540
Distribution No. 67	2.1944	1.4842	3.6786	3.4127
Distribution No. 68	1.9569	1.7187	3.6756	3.4027

## Distribution Statement

### Y Income Shares - final distribution No. 113 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 26/03/19	Amount distributed 26/03/18
Group 1	0.3139	-	0.3139	0.2986
Group 2	0.1609	0.1530	0.3139	0.2986

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

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 102	0.3261	-	0.3261	0.3575
Distribution No. 103	0.3207	-	0.3207	0.3463
Distribution No. 104	0.3264	-	0.3264	0.3519
Distribution No. 105	0.3263	-	0.3263	0.3404
Distribution No. 106	0.3356	-	0.3356	0.3479
Distribution No. 107	0.3349	-	0.3349	0.3446
Distribution No. 108	0.3165	-	0.3165	0.3310
Distribution No. 109	0.3365	-	0.3365	0.3344
Distribution No. 110	0.3266	-	0.3266	0.3246
Distribution No. 111	0.3438	-	0.3438	0.3294
Distribution No. 112	0.3426	-	0.3426	0.3279
Group 2				
Distribution No. 102	0.1727	0.1534	0.3261	0.3575
Distribution No. 103	0.1811	0.1396	0.3207	0.3463
Distribution No. 104	0.1597	0.1667	0.3264	0.3519
Distribution No. 105	0.1572	0.1691	0.3263	0.3404
Distribution No. 106	0.1459	0.1897	0.3356	0.3479
Distribution No. 107	0.1885	0.1464	0.3349	0.3446
Distribution No. 108	0.1764	0.1401	0.3165	0.3310
Distribution No. 109	0.2117	0.1248	0.3365	0.3344
Distribution No. 110	0.1829	0.1437	0.3266	0.3246
Distribution No. 111	0.2045	0.1393	0.3438	0.3294
Distribution No. 112	0.1730	0.1696	0.3426	0.3279

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve both capital growth and income. The fund will obtain global exposure primarily to sterling-denominated (or hedged back to Sterling) corporate fixed interest securities with a remaining maturity of less than or equal to 5 years.

The fund will invest directly in fixed interest securities and may achieve exposure indirectly through the use of Derivatives. The fund may also invest in other transferable securities money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) Derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

Performance and Portfolio Activity

The fund posted positive returns over the period, primarily driven by coupon income. This was partially offset by its credit strategy given the broad-based widening of credit spreads. The bias towards BBB rated bonds weighed on returns. However, the cautious stance towards high beta sectors helped cushion these losses.

The fund remained cautiously focussed on attractive opportunities. Holdings in cash were reduced and the proceeds were used to invest in attractive new issues of HSBC and Santander. Positions in telecommunications names such as AT&T and Verizon were sold.

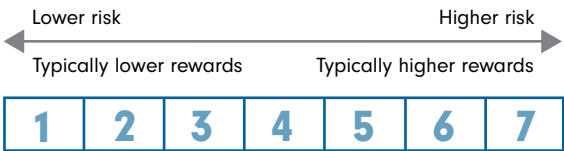
Outlook

The outlook for the UK economy hinges on the outcome of its exit negotiations with the European Union (EU). Leaving the EU with a deal or remaining in the EU would likely unleash pent-up investment and boost consumer sentiment, while leaving with no deal could cause a serious economic shock. On the credit front, we maintain a cautious stance given the lack of clear growth drivers and the build-up of various headwinds.

Kristian Atkinson & Sajiv Vaid  
Fund Managers  
28 February 2019

Risk and Reward Indicator

	SRRI
Y Accumulation Shares	2
Y Income Shares	2



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

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



## Fidelity Short Dated Corporate Bond Fund

### Comparative Performance Table

	Y Accumulation Shares			Y Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	1,023.36	1,015.34	1,000.00	971.56	1,003.30	1,000.00
Return before operating charges*	19.79	11.92	16.41	15.63	21.86	19.40
Operating charges	(3.92)	(3.90)	(1.07)	(3.66)	(3.78)	(1.07)
Return after operating charges*	15.87	8.02	15.34	11.97	18.08	18.33
Distributions	(40.07)	(51.15)	(15.04)	(37.49)	(49.82)	(15.03)
Retained distributions on accumulation shares	40.07	40.92	12.03	-	-	-
Closing net asset value per share	<b>1,039.23</b>	<b>1,023.36</b>	<b>1,015.34</b>	<b>949.01</b>	<b>971.56</b>	<b>1,003.30</b>
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	1.6%	1.8%	1.8%	1.2%	1.8%	1.8%
<b>Other information</b>						
Closing net asset value (£'000)	71,554	42,236	20,944	48,041	24,831	7,636
Closing number of shares	6,885,279	4,127,181	2,062,793	5,062,237	2,555,769	761,078
Operating charges	0.38%	0.38%	0.38%	0.38%	0.38%	0.38%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	1,042.00	1,034.00	1,017.00	981.80	1,015.00	1,017.00
Lowest share price	1,022.00	1,016.00	1,001.00	949.40	981.70	1,001.00

# Fidelity Short Dated Corporate Bond Fund

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(829)		(835)
Revenue	5	2,468		1,112	
Expenses	6	(403)		(179)	
Interest payable and similar charges	8	(2)		(18)	
Net revenue/(expense) before taxation		2,063		915	
Taxation	7	(24)		(10)	
Net revenue/(expense) after taxation			2,039		905
<b>Total return before distributions</b>			1,210		70
Distributions	8		(4,178)		(1,895)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(2,968)</u>		<u>(1,825)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			67,067		28,580
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		86,480		47,964	
Amounts payable on cancellation of shares		(33,884)		(9,356)	
			52,596		38,608
Swing price adjustment			141		15
Change in net assets attributable to shareholders from investment activities (see above)			(2,968)		(1,825)
Retained distribution on accumulation shares			2,759		1,689
<b>Closing net assets attributable to shareholders</b>			<u>119,595</u>		<u>67,067</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			117,664		65,283
<b>Current assets:</b>					
Debtors	9	2,223		1,552	
Cash and bank balances		1,930		504	
Total other assets			4,153		2,056
<b>Total assets</b>			<u>121,817</u>		<u>67,339</u>
<b>Liabilities:</b>					
Investment liabilities			(3)		(13)
Creditors					
Distribution payable		(500)		(240)	
Other creditors	10	(1,719)		(19)	
Total other liabilities			(2,219)		(259)
<b>Total liabilities</b>			<u>(2,222)</u>		<u>(272)</u>
<b>Net assets attributable to shareholders</b>			<u>119,595</u>		<u>67,067</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(864)	(1,076)
Gains/(losses) on forward currency contracts	5	254
Other currency gains/(losses)	30	(13)
Net capital gains/(losses)	<u>(829)</u>	<u>(835)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	2,465	1,112
Bank interest	3	-
Total revenue	<u>2,468</u>	<u>1,112</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	403	179
Total expenses	<u>403</u>	<u>179</u>

\*The ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £6,000 (including VAT) (2018: £6,000).

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	24	10
Total current taxation	<u>24</u>	<u>10</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>2,063</u>	<u>915</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	413	183
Effects of:		
Overseas taxation	24	10
Interest distributions	(413)	(183)
Current tax charge/(credit)	<u>24</u>	<u>10</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Y Accumulation Shares</b>		
Final	2,759	1,689
<b>Y Income Shares</b>		
Final	500	240
Interim	1,226	489
	<b>4,485</b>	<b>2,418</b>
Add: Revenue deducted on cancellation of shares	571	121
Deduct: Revenue received on issue of shares	(878)	(644)
Net distributions for the year	<b>4,178</b>	<b>1,895</b>
<b>Interest/other</b>		
Currency amortisation	1	-
Interest	1	-
Derivative expense	-	18
	<b>2</b>	<b>18</b>
Total finance costs	<b>4,180</b>	<b>1,913</b>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	2,039	905
<b>Add back (revenue)/expenses transferred to capital:</b>		
Coupon distribution adjustment	2,139	990
	<b>4,178</b>	<b>1,895</b>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	235	506
Accrued revenue	1,988	1,046
Total debtors	<b>2,223</b>	<b>1,552</b>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Accrued expenses	35	19
Purchases awaiting settlement	1,515	-
Amounts payable for cancellation of shares	169	-
Total other creditors	<b>1,719</b>	<b>19</b>

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency				
28/02/19	£'000	£'000	£'000	£'000
Euro	8,882	1	(261)	8,622
UK Pound	105,186	1,928	213	107,327
US Dollar	3,593	1	52	3,646
<b>Total</b>	<b>117,661</b>	<b>1,930</b>	<b>4</b>	<b>119,595</b>

## Notes to the Financial Statements

28/02/18	£'000	£'000	£'000	£'000
Euro	2,625	1	13	2,639
UK Pound	60,088	502	1,255	61,845
US Dollar	2,557	1	25	2,583
<b>Total</b>	<b>65,270</b>	<b>504</b>	<b>1,293</b>	<b>67,067</b>

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
28/02/19	£'000	£'000	£'000	£'000
Euro	1	8,688	267	8,956
UK Pound	10,298	96,813	2,157	109,268
US Dollar	1	3,507	141	3,649
<b>Total</b>	<b>10,300</b>	<b>109,008</b>	<b>2,565</b>	<b>121,873</b>

28/02/18	£'000	£'000	£'000	£'000
Euro	1	2,616	22	2,639
UK Pound	5,491	55,097	1,516	62,104
US Dollar	1	2,570	25	2,596
<b>Total</b>	<b>5,493</b>	<b>60,283</b>	<b>1,563</b>	<b>67,339</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
28/02/19	£'000	£'000	£'000	£'000
Euro	-	-	334	334
UK Pound	-	-	121,536	121,536
US Dollar	-	-	3	3
<b>Total</b>	<b>-</b>	<b>-</b>	<b>121,873</b>	<b>121,873</b>

28/02/18	£'000	£'000	£'000	£'000
UK Pound	-	-	67,326	67,326
US Dollar	-	-	13	13
<b>Total</b>	<b>-</b>	<b>-</b>	<b>67,339</b>	<b>67,339</b>

^ Includes £119,595,000 in respect of the fund's liability to redeem all shares (2018: £67,067,000).

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2018: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 2.45% fall or rise in the fund's market value (2018: 2.76%).

#### Credit rating risk

As at the year end 16.59% (2018: 8.53%) of the fund's market value was invested in securities rated as below investment grade, additionally 9.43% (2018: 11.85%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

## Notes to the Financial Statements

### 12 Portfolio transaction costs

28/02/19

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	115,428	-	-	-	-
Total	115,428	-		-	
Total including transaction costs	115,428				
	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	57,809	-	-	-	-
Corporate actions	2,530	-	-	-	-
Total	60,339	-		-	
Total including transaction costs	60,339				

Total as a percentage of average net assets\*

0.00 %

0.00 %

28/02/18

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	56,885	-	-	-	-
Total	56,885	-		-	
Total including transaction costs	56,885				
	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	16,532	-	-	-	-
Corporate actions	846	-	-	-	-
Total	17,378	-		-	
Total including transaction costs	17,378				

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.39% (2018: 0.39%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	577	-	177	-
Level 2: Observable market data	117,087	(3)	64,256	(13)
Level 3: Unobservable data	-	-	850	-
	117,664	(3)	65,283	(13)

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
Y Accumulation Shares	4,127,181	4,466,339	(1,708,241)	6,885,279
Y Income Shares	2,555,769	4,255,100	(1,748,632)	5,062,237

### 15 Related parties

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £35,000 (2018: £19,000) are included within accrued expenses in Note 10.

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

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

## Notes to the Financial Statements

### 16 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Grand Total £'000
Citibank	11	-	-	-	11
JP Morgan	183	-	-	-	183
Royal Bank of Canada	(3)	-	-	-	(3)
Societe Generale	90	-	-	-	90
Total	<u>281</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>281</u>

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Grand Total £'000
Citibank	9	-	-	-	9
Royal Bank of Canada	1	-	-	-	1
Societe Generale	(13)	-	-	-	(13)
Total	<u>(3)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3)</u>

### 17 Shareholders' funds

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

Y Accumulation Shares : 0.38%

Y Income Shares : 0.38%

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

### 18 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
Y Accumulation Shares	1,039.23	1,053.97	1.42
Y Income Shares	949.01	962.50	1.42

## Distribution Statement

for the year ended 28 February 2019

**Y Accumulation Shares - final distribution No. 3 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	40.0701	-	40.0701	40.9210
Group 2	24.5674	15.5027	40.0701	40.9210

**Y Income Shares - final distribution No. 10 in pence per share**

Group 1 - Shares purchased on or before 30 November 2018.

Group 2 - Shares purchased from 1 December 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount distributed 30/04/19	Amount distributed 30/04/18
Group 1	9.8810	-	9.8810	9.4025
Group 2	5.8560	4.0250	9.8810	9.4025

**Y Income Shares - interim distributions in pence per share**

Group 1 - Distribution No. 7 Shares purchased on or before 28 February 2018.

Group 1 - Distribution No. 8 Shares purchased on or before 31 May 2018.

Group 1 - Distribution No. 9 Shares purchased on or before 31 August 2018.

Group 2 - Distribution No. 7 Shares purchased from 1 March 2018 to 31 May 2018.

Group 2 - Distribution No. 8 Shares purchased from 1 June 2018 to 31 August 2018.

Group 2 - Distribution No. 9 Shares purchased from 1 September 2018 to 30 November 2018.

	Net revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 7	9.4938	-	9.4938	10.6568
Distribution No. 8	8.8744	-	8.8744	10.0546
Distribution No. 9	9.2447	-	9.2447	9.7395
Group 2				
Distribution No. 7	5.9216	3.5722	9.4938	10.6568
Distribution No. 8	1.6015	7.2729	8.8744	10.0546
Distribution No. 9	8.2628	0.9819	9.2447	9.7395



Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of the shares of UK companies. The fund will have a blend of investments in larger, medium and smaller sized companies. The ACD is not restricted in its choice of companies either by size or industry, and will choose stocks largely determined by the availability of attractive investment opportunities. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

The fund uses the FTSE All Share Index (TR) as a point of reference against which the performance of the fund may be assessed. The Variable Share Class (W-VMF) measures its performance relative to the index for the purposes of the Investment Management Charge calculation. The Investment Manager has discretion in investment decisions and will actively select the securities in which the fund invests and the performance index does not influence investment decisions materially. As the fund is actively managed with investment decisions being made at the discretion of the Investment Manager, the actual holdings and fund performance is likely to differ materially from that of any reference index.

Performance and Portfolio Activity

The fund recorded negative returns in a slightly difficult period for risk assets. In a largely risk-off environment, key holdings in the financials and consumer services sectors underperformed. On a positive note, the exposure to infrastructure investor John Laing supported performance as it reported a sharp rise in first-half profits and net asset value.

In key transactions, I bought defensive stocks such as pharmaceuticals group Roche and purchased a new position in under-appreciated software company Micro Focus International. It has strong product capabilities and can tap into market growth in the infrastructure software segment. Holdings in technology majors Alphabet and Hewlett Packard Enterprise were sold.

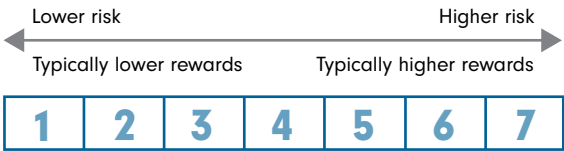
Outlook

Not all UK stocks are equally attractive, and although many domestic businesses are being unfairly ignored, others are structurally compromised or financially unsound and best avoided. Attractive valuations can be found across the market, in both international and domestic-facing companies. My process rests on identifying unloved companies with the potential for positive change.

Alex Wright  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
W Accumulation Shares	5
W-VMF Accumulation Shares	5
Y Accumulation Shares	5



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

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

### Comparative Performance Table

	A Accumulation Shares			W Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	3,875.78	3,619.23	2,919.27	3,580.82	3,318.84	2,657.06
Return before operating charges*	9.77	321.57	755.01	8.45	295.31	689.83
Operating charges	(65.14)	(65.02)	(55.05)	(33.05)	(33.33)	(28.05)
Return after operating charges*	(55.37)	256.55	699.96	(24.60)	261.98	661.78
Distributions	(61.03)	(35.85)	(34.94)	(83.72)	(59.45)	(54.13)
Retained distributions on accumulation shares	61.03	35.85	34.94	83.72	59.45	54.13
Closing net asset value per share	<u>3,820.41</u>	<u>3,875.78</u>	<u>3,619.23</u>	<u>3,556.22</u>	<u>3,580.82</u>	<u>3,318.84</u>
*after direct transaction costs of	7.95	6.77	5.55	7.95	6.77	5.55
<b>Performance</b>						
Return after charges	(1.4%)	7.1%	24.0%	(0.7%)	7.9%	24.9%
<b>Other information</b>						
Closing net asset value (£'000)	763,800	903,292	950,488	2,176,603	2,270,597	2,085,839
Closing number of shares	19,992,621	23,306,063	26,262,183	61,205,514	63,410,010	62,848,407
Operating charges	1.66%	1.66%	1.69%	0.91%	0.91%	0.94%
Direct transaction costs	0.23%	0.21%	0.19%	0.23%	0.21%	0.19%
<b>Prices (pence per share)</b>						
Highest share price	4,227.00	4,103.00	3,643.00	3,912.00	3,787.00	3,340.00
Lowest share price	3,411.00	3,648.00	2,814.00	3,171.00	3,345.00	2,567.00

	Y Accumulation Shares			W-VMF Accumulation Shares
	2019	2018	2017	2019
Change in net assets (pence per share)				
Opening net asset value per share	231.62	215.20	172.69	100.00
Return before operating charges*	0.56	19.08	44.74	(6.17)
Operating charges	(2.72)	(2.66)	(2.23)	(0.45)
Return after operating charges*	(2.16)	16.42	42.51	(6.62)
Distributions	(4.82)	(3.33)	(3.09)	(0.90)
Retained distributions on accumulation shares	4.82	3.33	3.09	0.90
Closing net asset value per share	<u>229.46</u>	<u>231.62</u>	<u>215.20</u>	<u>93.38</u>
*after direct transaction costs of	7.95	6.77	5.55	7.94
<b>Performance</b>				
Return after charges	(0.9%)	7.6%	24.6%	(6.6%)
<b>Other information</b>				
Closing net asset value (£'000)	15,787	17,341	13,076	119
Closing number of shares	6,879,828	7,486,562	6,076,275	127,203
Operating charges	1.16%	1.16%	1.16%	0.72%
Direct transaction costs	0.23%	0.21%	0.19%	0.23%
<b>Prices (pence per share)</b>				
Highest share price	252.90	245.10	216.60	101.50
Lowest share price	204.70	216.90	166.70	83.23

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(85,131)		180,631
Revenue	5	108,083		94,004	
Expenses	6	(34,846)		(37,227)	
Interest payable and similar charges	8	(2,270)		(4,011)	
Net revenue/(expense) before taxation		<u>70,967</u>		<u>52,766</u>	
Taxation	7	(872)		(978)	
Net revenue/(expense) after taxation			<u>70,095</u>		<u>51,788</u>
<b>Total return before distributions</b>			<u>(15,036)</u>		<u>232,419</u>
Distributions	8		(66,896)		(47,039)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u><u>(81,932)</u></u>		<u><u>185,380</u></u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			3,191,230		3,049,403
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		81,230		104,430	
Amounts payable on cancellation of shares		<u>(298,103)</u>		<u>(194,286)</u>	
			(216,873)		(89,856)
Swing price adjustment			106		-
Change in net assets attributable to shareholders from investment activities (see above)			(81,932)		185,380
Retained distribution on accumulation shares	8		63,778		46,303
<b>Closing net assets attributable to shareholders</b>			<u><u>2,956,309</u></u>		<u><u>3,191,230</u></u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			2,860,348		3,166,563
<b>Current assets:</b>					
Debtors	9	11,414		30,492	
Cash and bank balances	10	<u>120,490</u>		<u>34,282</u>	
Total other assets			<u>131,904</u>		<u>64,774</u>
<b>Total assets</b>			<u><u>2,992,252</u></u>		<u><u>3,231,337</u></u>
<b>Liabilities:</b>					
Investment liabilities			(32,102)		(19,093)
Creditors					
Other creditors	11	<u>(3,841)</u>		<u>(21,014)</u>	
Total other liabilities			<u>(3,841)</u>		<u>(21,014)</u>
<b>Total liabilities</b>			<u><u>(35,943)</u></u>		<u><u>(40,107)</u></u>
<b>Net assets attributable to shareholders</b>			<u><u>2,956,309</u></u>		<u><u>3,191,230</u></u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(56,244)	206,044
Gains/(losses) on derivative contracts	(28,411)	(26,101)
Other currency gains/(losses)	(634)	773
Transaction charges	(18)	(17)
Broker fee rebates	176	(68)
Net capital gains/(losses)	<u>(85,131)</u>	<u>180,631</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	3,625	3,709
Derivative revenue	6,816	8,486
UK dividends	75,496	58,421
UK scrip dividends	3,170	334
Overseas dividends	18,768	17,696
Overseas property income distributions	-	688
Overseas scrip dividends	41	4,658
Bank interest	63	12
Underwriting commission	104	-
Total revenue	<u>108,083</u>	<u>94,004</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	29,857	31,231
Registrar fees	3,132	3,992
Service charges	1,566	1,598
Foreign exchange administration fees	3	(2)
	<u>34,558</u>	<u>36,819</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	101	101
Custody fees	72	81
	<u>173</u>	<u>182</u>
Other expenses:		
Audit fee	9	9
Other operating expenses	106	217
	<u>115</u>	<u>226</u>
Total expenses	<u>34,846</u>	<u>37,227</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	872	978
Total current taxation	<u>872</u>	<u>978</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>70,967</u>	<u>52,766</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	14,193	10,553
Effects of:		
Increase/(decrease) in unutilised management expenses	5,300	5,664
Overseas tax expensed	-	(19)
Overseas taxation	872	978
Revenue not included for tax purposes	(19,493)	(16,198)
Current tax charge/(credit)	<u>872</u>	<u>978</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £135,303,000 (2018: £130,003,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	12,201	8,355
<b>W Accumulation Shares</b>		
Final	51,244	37,698
<b>Y Accumulation Shares</b>		
Final	332	250
<b>W-VMF Accumulation Shares*</b>		
Final	1	-
	<u>63,778</u>	<u>46,303</u>
Add: Revenue deducted on cancellation of shares	4,209	1,775
Deduct: Revenue received on issue of shares	(1,091)	(1,039)
Net distributions for the year	<u>66,896</u>	<u>47,039</u>
<b>Interest/other</b>		
Short dividend payments	1,918	2,534
Interest	2	4
Contract for difference finance costs	350	1,473
	<u>2,270</u>	<u>4,011</u>
Total finance costs	<u>69,166</u>	<u>51,050</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	70,095	51,788
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	(3,170)	(334)
Overseas scrip dividends	(41)	(4,658)
Equalisation on conversions	12	243
	<u>66,896</u>	<u>47,039</u>

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

\*This share class was launched on 16 July 2018.

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	779	15,515
Sales awaiting settlement	2,082	1,363
Sales of currency awaiting settlement	-	9,235
Accrued revenue	8,149	3,889
Overseas tax recoverable	404	490
<b>Total debtors</b>	<b>11,414</b>	<b>30,492</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	35,345	13,130
Cash and bank balances	85,145	21,152
<b>Total cash and bank balances</b>	<b>120,490</b>	<b>34,282</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	1,217	586
Purchases awaiting settlement	-	8,314
Purchases of currency awaiting settlement	-	9,242
Accrued expenses	2,624	2,872
<b>Total other creditors</b>	<b>3,841</b>	<b>21,014</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Canadian Dollar	30,471	-	-	30,471
Danish Krone	-	-	338	338
Euro	60,588	27	935	61,550
Japanese Yen	28,405	-	-	28,405
South African Rand	6,920	-	-	6,920
Swiss Franc	143,495	-	-	143,495
UK Pound	2,364,924	120,444	6,162	2,491,530
US Dollar	193,443	19	138	193,600
<b>Total</b>	<b>2,828,246</b>	<b>120,490</b>	<b>7,573</b>	<b>2,956,309</b>
28/02/18	£'000	£'000	£'000	£'000
Canadian Dollar	31,294	-	-	31,294
Danish Krone	-	-	349	349
Euro	176,992	21	1,640	178,653
Japanese Yen	(747)	-	-	(747)
UK Pound	2,377,669	34,191	13,467	2,425,327
US Dollar	562,262	70	(5,978)	556,354
<b>Total</b>	<b>3,147,470</b>	<b>34,282</b>	<b>9,478</b>	<b>3,191,230</b>

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

#### Fair value of financial assets and financial liabilities

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

## Notes to the Financial Statements

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.16% rise or fall in the fund's market value (2018: 0.24%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 0.01% fall or rise in the fund's market value (2018: 0.02%).

#### Other price risk

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

#### Equity derivatives

The fund invests into contracts for difference to gain exposure to the equity markets. A 10% change in the price of the contracts for difference would result in a 1.33% (2018: 0.76%) change in the fund's market value.

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	1,382,545	681	0.05	5,545	0.40
Bond	7,496	-	-	-	-
Mutual Fund	6,677	7	0.11	17	0.25
Corporate actions	30,693	-	-	-	-
Derivative	-	177	-	-	-
Total	1,427,411	865		5,562	

Total including transaction costs

1,433,838

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	1,579,080	739	0.05	3	-
Bond	13,601	-	-	-	-
Mutual Fund	709	-	0.01	-	-
Corporate actions	116,858	-	-	-	-
Derivative	-	79	-	-	-
Total	1,710,248	818		3	

Total including transaction costs

1,709,427

Total as a percentage of average net assets\*

0.05 %

0.18 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	1,170,475	974	0.08	3,985	0.34
Bond	81	-	-	-	-
Mutual Fund	34,857	42	0.12	173	0.50
Corporate actions	6,175	-	-	-	-
Derivative	-	265	-	-	-
Total	1,211,588	1,281		4,158	

Total including transaction costs

1,217,027

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	1,158,651	1,041	0.09	6	-
Bond	722	-	-	-	-
Corporate actions	147,058	-	-	-	-
Derivative	-	172	-	-	-
Total	1,306,431	1,213		6	

Total including transaction costs

1,305,212

Total as a percentage of average net assets

0.08 %

0.13 %

## Notes to the Financial Statements

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.38% (2018: 0.36%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	2,556,160	-	2,889,195	-
Level 2: Observable market data	298,425	(32,102)	258,347	(19,093)
Level 3: Unobservable data*	5,763	-	19,021	-
	<u>2,860,348</u>	<u>(32,102)</u>	<u>3,166,563</u>	<u>(19,093)</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	23,306,063	353,968	(3,575,937)	(91,473)	19,992,621
W Accumulation Shares	63,410,010	1,816,068	(4,144,990)	124,426	61,205,514
Y Accumulation Shares	7,486,562	1,493,984	(1,702,423)	(398,295)	6,879,828
W-VMF Accumulation Shares	-	142,192	(14,989)	-	127,203

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £2,478,000 (2018: £2,698,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Goldman Sachs	-	(7,096)	-	-	-	(7,096)
HSBC Global Markets	-	(3,860)	-	-	-	(3,860)
Morgan Stanley	-	(19,180)	-	-	-	(19,180)
UBS	-	(465)	-	-	-	(465)
Total	-	<u>(30,601)</u>	-	-	-	<u>(30,601)</u>



## Notes to the Financial Statements

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
HSBC Global Markets	-	(14,434)	-	-	10,640	(3,794)
Morgan Stanley	-	(2,164)	-	-	2,490	326
UBS	-	23,151	-	-	(28,870)	(5,719)
Total	-	<u>6,553</u>	-	-	<u>(15,740)</u>	<u>(9,187)</u>

### 18 Shareholders' funds

The fund has four share classes; A Accumulation Shares, W Accumulation Shares, Y Accumulation Shares and W-VMF Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

W-VMF Accumulation Shares : 0.65%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	3,820.41	3,897.00	2.00
W Accumulation Shares	3,556.22	3,633.00	2.16
Y Accumulation Shares	229.46	234.30	2.11
W-VMF Accumulation Shares	93.38	95.43	2.20

## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 42 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	61.0252	-	61.0252	35.8497
Group 2	13.2238	47.8014	61.0252	35.8497

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	83.7245	-	83.7245	59.4518
Group 2	30.6052	53.1193	83.7245	59.4518

### Y Accumulation Shares - final distribution No. 10 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.8248	-	4.8248	3.3341
Group 2	1.6401	3.1847	4.8248	3.3341

### W-VMF Accumulation Shares - final distribution No. 1 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19^
Group 1	0.9030	-	0.9030
Group 2	-	0.9030	0.9030

^This share class was launched on 16 July 2018.

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve both capital growth and income from a portfolio providing exposure primarily to UK and international government and corporate bonds, emerging market debt and high yield securities. While the fund will be substantially invested in the Sterling Core Plus Bond fund, it is the intention through the use of Derivatives to adjust interest rate risk such that the returns achieved may be substantially different to those of the Sterling Core Plus Bond fund.

Performance and Portfolio Activity

The fund posted positive returns over the period, primarily driven by its interest rate strategy. The small exposure to euro duration was the key contributor to performance as German bonds rallied. These gains were partially offset by the fund’s credit strategy as credit spreads widened amid concerns over a slowdown in global growth and stock market volatility. As a result, the allocation to sectors such as financials, consumers and telecommunications weighed on returns. However, favourable selection in securities such as Tesco aided performance.

We bought and sold interest rate swaps as well as some exposure to UK government bonds of different maturities.

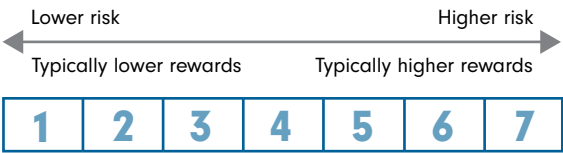
Outlook

The Bank of England is likely to wait for greater clarity regarding the UK’s exit from the European Union (EU). Leaving the EU with a deal would likely unleash pent-up investment and boost consumer sentiment, while leaving with no deal could cause a serious economic shock. On the credit front, we maintain a cautious stance given the build-up of various headwinds.

Kristian Atkinson, Ian Fishwick, Ario Emami Nejad & Sajiv Vaid  
Fund Managers  
28 February 2019

Risk and Reward Indicator

Gross paying Accumulation Shares SRRI 4



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

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

## Fidelity Sterling Core Plus Reduced Duration Bond Fund

### Comparative Performance Table

	<b>Gross paying Accumulation Shares</b>		
	<b>2019</b>	<b>2018</b>	<b>2017</b>
Change in net assets (pence per share)			
Opening net asset value per share	1,117.96	1,092.58	976.23
Return before operating charges*	12.57	25.80	116.70
Operating charges	(0.35)	(0.42)	(0.35)
Return after operating charges*	12.22	25.38	116.35
Distributions	(20.06)	(21.53)	(23.49)
Retained distributions on accumulation shares	20.06	21.53	23.49
Closing net asset value per share	<b>1,130.18</b>	<b>1,117.96</b>	<b>1,092.58</b>
*after direct transaction costs of	0.01	0.01	0.01
<b>Performance</b>			
Return after charges	1.1%	2.3%	11.9%
<b>Other information</b>			
Closing net asset value (£'000)	76,466	75,038	72,801
Closing number of shares	6,765,882	6,712,072	6,663,232
Operating charges	0.47%	0.04%	0.51%
Direct transaction costs	0%	0%	0%
<b>Prices (pence per share)</b>			
Highest share price	1,144.00	1,135.00	1,093.00
Lowest share price	1,102.00	1,091.00	979.50

# Fidelity Sterling Core Plus Reduced Duration Bond Fund

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(505)		246
Revenue	5	1,956		1,883	
Expenses	6	(22)		(26)	
Interest payable and similar charges	8	(594)		(417)	
Net revenue/(expense) before taxation		1,340		1,440	
Taxation	7	-		-	
Net revenue/(expense) after taxation			1,340		1,440
<b>Total return before distributions</b>			835		1,686
Distributions	8		(1,340)		(1,440)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(505)</u>		<u>246</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			75,038		72,801
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		1,544		628	
Amounts payable on cancellation of shares		(970)		(82)	
			574		546
Swing price adjustment			2		-
Change in net assets attributable to shareholders from investment activities (see above)			(505)		246
Retained distribution on accumulation shares			1,357		1,445
<b>Closing net assets attributable to shareholders</b>			<u>76,466</u>		<u>75,038</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			74,301		74,299
<b>Current assets:</b>					
Debtors	9	148		1,125	
Cash and bank balances	10	3,321		509	
Total other assets			3,469		1,634
<b>Total assets</b>			<u>77,770</u>		<u>75,933</u>
<b>Liabilities:</b>					
Investment liabilities			(1,257)		(820)
Creditors					
Other creditors	11	(47)		(75)	
Total other liabilities			(47)		(75)
<b>Total liabilities</b>			<u>(1,304)</u>		<u>(895)</u>
<b>Net assets attributable to shareholders</b>			<u>76,466</u>		<u>75,038</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	198	(1,319)
Gains/(losses) on derivative contracts	(660)	1,624
Gains/(losses) on forward currency contracts	(32)	-
Other currency gains/(losses)	(9)	(57)
Transaction charges	(2)	(2)
Net capital gains/(losses)	<u>(505)</u>	<u>246</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	1,461	1,652
Derivative revenue	492	230
Bank interest	3	1
Total revenue	<u>1,956</u>	<u>1,883</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	9	9
Custody fees	-	1
	<u>9</u>	<u>10</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	3	6
	<u>13</u>	<u>16</u>
Total expenses	<u>22</u>	<u>26</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	<u>-</u>	<u>-</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>1,340</u>	<u>1,440</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	268	288
Effects of:		
Interest distributions	(268)	(288)
Current tax charge/(credit)	<u>-</u>	<u>-</u>

Open ended investment companies are exempt from UK tax on capital gains.

The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

## Notes to the Financial Statements

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Gross paying Accumulation Shares</b>		
Final	1,357	1,445
Add: Revenue deducted on cancellation of shares	3	1
Deduct: Revenue received on issue of shares	(20)	(6)
Net distributions for the year	1,340	1,440
<b>Interest/other</b>		
Currency amortisation	16	-
Swap expenses	573	412
Interest	1	2
Derivative expense	4	3
	594	417
Total finance costs	1,934	1,857
Details of the distribution per share is set out in the Distribution Statement.		

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Sales awaiting settlement	-	1,000
Accrued revenue	148	125
Total debtors	148	1,125

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	737	487
Cash and bank balances	2,584	22
Total cash and bank balances	3,321	509

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Accrued expenses	15	15
Amounts payable on closure of derivative contract	32	60
Total other creditors	47	75

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
Currency				
28/02/19	£'000	£'000	£'000	£'000
Euro	283	36	28	347
UK Pound	72,115	3,284	73	75,472
US Dollar	646	1	-	647
<b>Total</b>	<b>73,044</b>	<b>3,321</b>	<b>101</b>	<b>76,466</b>
28/02/18	£'000	£'000	£'000	£'000
Euro	79	11	8	98
UK Pound	72,569	498	1,043	74,110
US Dollar	831	-	(1)	830
<b>Total</b>	<b>73,479</b>	<b>509</b>	<b>1,050</b>	<b>75,038</b>

## Notes to the Financial Statements

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
28/02/19	£'000	£'000	£'000	£'000
Euro	36	279	32	347
UK Pound	3,293	6,179	67,270	76,742
US Dollar	653	-	28	681
<b>Total</b>	<b>3,982</b>	<b>6,458</b>	<b>67,330</b>	<b>77,770</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Euro	11	79	8	98
UK Pound	676	6,544	67,780	75,000
US Dollar	823	-	12	835
<b>Total</b>	<b>1,510</b>	<b>6,623</b>	<b>67,800</b>	<b>75,933</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
28/02/19	£'000	£'000	£'000	£'000
UK Pound	959	256	76,521	77,736
US Dollar	-	-	34	34
<b>Total</b>	<b>959</b>	<b>256</b>	<b>76,555</b>	<b>77,770</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
UK Pound	251	565	75,112	75,928
US Dollar	-	-	5	5
<b>Total</b>	<b>251</b>	<b>565</b>	<b>75,117</b>	<b>75,933</b>

^ Includes £76,466,000 in respect of the fund's liability to redeem all shares (2018: £75,038,000).

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.02% rise or fall in the fund's market value (2018: 0.02%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 4.98% fall or rise in the fund's market value (2018: 4.75%).

#### Other price risk

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

Value-at-Risk (VaR) analysis assesses potential losses for a given statistical confidence level and a specified time horizon. The company uses a 99% confidence level and a 20 trading day (approx. 1 calendar month) time horizon for its analysis. The model employed is based on a Monte Carlo simulation of market risk factors to simulate the expected changes to the valuation of individual assets held in a fund. The sum of these simulations provides the basis for the estimation process at fund level. The reliability of VaR analysis can be negatively affected by significant changes to the volatility of market risk factors as well as the deviation of actual market prices from those derived in the simulation framework. For this fund the lowest, the highest and the average utilisation of the value-at-risk limit calculated during the financial year are 35.83% (2018: 41.83%), 46.50% (2018: 65.00%) and 42.02% (2018: 49.77%) respectively. The model and inputs used for the VaR calculation are the Monte Carlo Simulation model with 5,000 simulations, 99% confidence level and 20 days holding period. Additionally as this fund is an Absolute VaR fund the reference portfolio is not used as part of limit.



## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	1,849	-	-	-	-
Mutual Fund	2,948	-	-	-	-
Total	4,797	-		-	
Total including transaction costs	4,797				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	2,200	-	-	-	-
Mutual Fund	2,657	-	-	-	-
Total	4,857	-		-	
Total including transaction costs	4,857				

Total as a percentage of average net assets\*

0.00 %

0.00 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	5,229	-	-	-	-
Mutual Fund	5,156	-	-	-	-
Total	10,385	-		-	
Total including transaction costs	10,385				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	3,956	-	-	-	-
Mutual Fund	4,566	-	-	-	-
Total	8,522	-		-	
Total including transaction costs	8,522				

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.23% (2018: 0.22%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	4,592	(37)	6,513	(1)
Level 2: Observable market data	69,709	(1,220)	67,786	(819)
Level 3: Unobservable data	-	-	-	-
	74,301	(1,257)	74,299	(820)

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Shares in issue as at 28/02/19
Gross paying Accumulation Shares	6,712,072	140,512	(86,702)	6,765,882

## Notes to the Financial Statements

### 16 Related parties

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

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

During the period, the aggregate value of purchases and sales in Fidelity Sterling Core Plus Bond Fund ('the Master Fund') were £2,948,000 (2018: £5,156,000) and £2,414,000 (2018: £3,985,000) respectively. In addition interest from the master fund of £1,429,000 (2018: £1,641,000) is included within revenue in Note 5.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Barclays	-	-	127	-	-	-	127
BNP Paribas	-	-	(60)	-	-	-	(60)
HSBC Global Markets	(3)	-	(584)	-	-	-	(587)
JP Morgan	2	-	-	-	-	-	2
Lloyd's	-	-	(485)	-	-	-	(485)
Morgan Stanley	-	-	900	-	-	422	1,322
Societe Generale	26	-	-	-	-	-	26
UBS	-	(34)	10	-	-	315	291
Total	<u>25</u>	<u>(34)</u>	<u>(92)</u>	<u>-</u>	<u>-</u>	<u>737</u>	<u>636</u>

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Barclays	-	-	24	-	-	-	24
HSBC Global Markets	(3)	-	(208)	-	-	-	(211)
Lloyd's	-	-	(90)	-	-	-	(90)
Morgan Stanley	-	-	570	-	4,945	193	5,708
Societe Generale	(1)	-	-	-	-	-	(1)
UBS	-	11	12	-	-	294	317
Total	<u>(4)</u>	<u>11</u>	<u>308</u>	<u>-</u>	<u>4,945</u>	<u>487</u>	<u>5,747</u>

### 18 Shareholders' funds

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

Gross paying Accumulation Shares : 0.00%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
Gross paying Accumulation Shares	1,130.18	1,148.95	1.66

## Distribution Statement

for the year ended 28 February 2019

**Gross paying Accumulation Shares - final distribution No. 4 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	20.0585	-	20.0585	21.5255
Group 2	5.5658	14.4927	20.0585	21.5255

## Fund Manager's Review

### Investment Objective and Policy

The fund's investment objective is to achieve a relatively high income with the possibility of capital growth. The fund will obtain exposure primarily to sterling-denominated (or hedged back to sterling) fixed interest securities.

The fund may invest directly in fixed interest securities or may achieve exposure indirectly through the use of Derivatives. The fund may also invest in other transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) Derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted positive returns over the period, driven by its interest rate strategy. Specifically, the exposure to euro interest rate risk contributed to performance. This was partially offset by the credit strategy given the broad-based widening of credit spreads. The bias towards lower rated investment grade and high yield bonds weighed on returns. However, the cautious stance towards higher beta sectors helped cushion these losses.

The fund remained cautiously focussed on attractive opportunities. Holdings in cash were reduced and the proceeds were used to invest in attractive new issues of HSBC and Societe Generale. The exposure to rolling stock holdings such as Great Rolling Stock and Porterbrook Rail was lowered.

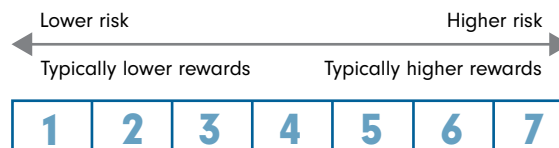
### Outlook

The outlook for the UK economy hinges on the outcome of its exit negotiations with the European Union (EU). Leaving the EU with a deal or remaining in the EU would likely unleash pent-up investment and boost consumer sentiment, while leaving with no deal could cause a serious economic shock. On the credit front, we maintain a cautious stance given the lack of clear growth drivers and the build-up of various headwinds.

Claudio Ferrarese & Tim Foster  
Fund Managers  
28 February 2019

## Risk and Reward Indicator

	SRRI
A Accumulation Shares	3
A Income Shares	3
Y Accumulation Shares	3
Y Income Shares	3



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

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

## Comparative Performance Table

	A Income Shares			A Accumulation Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	31.62	31.65	30.46	142.10	139.94	131.21
Return before operating charges*	0.45	0.87	2.24	2.02	3.87	10.39
Operating charges	(0.37)	(0.38)	(0.38)	(1.65)	(1.71)	(1.66)
Return after operating charges*	0.08	0.49	1.86	0.37	2.16	8.73
Distributions	(0.47)	(0.52)	(0.67)	(2.11)	(2.31)	(3.67)
Retained distributions on accumulation shares	-	-	-	2.11	2.31	3.67
Closing net asset value per share	31.23	31.62	31.65	142.47	142.10	139.94
*after direct transaction costs of	0.01	0.01	0.01	0.01	0.01	0.01
<b>Performance</b>						
Return after charges	0.2%	1.6%	6.1%	0.3%	1.6%	6.7%
<b>Other information</b>						
Closing net asset value (£'000)	50,726	133,411	158,316	22,775	30,507	31,741
Closing number of shares	162,435,280	421,906,418	500,277,183	15,986,156	21,468,072	22,682,256
Operating charges	1.17%	1.17%	1.20%	1.17%	1.17%	1.20%
Direct transaction costs	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
<b>Prices (pence per share)</b>						
Highest share price	31.77	32.48	33.10	142.80	144.80	143.80
Lowest share price	30.19	31.59	30.60	137.00	139.70	131.80

	Y Accumulation Shares			Y Income Shares		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	119.54	117.10	109.29	122.05	122.15	117.58
Return before operating charges*	1.70	3.25	8.58	1.69	3.39	8.51
Operating charges	(0.79)	(0.81)	(0.77)	(0.80)	(0.83)	(0.82)
Return after operating charges*	0.91	2.44	7.81	0.89	2.56	7.69
Distributions	(2.38)	(2.57)	(3.61)	(2.40)	(2.66)	(3.12)
Retained distributions on accumulation shares	2.38	2.57	3.61	-	-	-
Closing net asset value per share	120.45	119.54	117.10	120.54	122.05	122.15
*after direct transaction costs of	0.01	0.01	0.01	0.01	0.01	0.01
<b>Performance</b>						
Return after charges	0.8%	2.1%	7.2%	0.7%	2.1%	6.5%
<b>Other information</b>						
Closing net asset value (£'000)	507,814	605,535	414,399	817,107	981,753	656,577
Closing number of shares	421,608,997	506,563,425	353,884,636	677,891,673	804,408,202	537,535,616
Operating charges	0.67%	0.66%	0.67%	0.67%	0.66%	0.67%
Direct transaction costs	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
<b>Prices (pence per share)</b>						
Highest share price	120.70	121.70	120.00	122.60	125.40	127.80
Lowest share price	115.70	116.90	109.80	116.60	122.00	118.10

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(24,828)		(1,892)
Revenue	5	60,897		70,969	
Expenses	6	(11,294)		(12,935)	
Interest payable and similar charges	8	(18,290)		(21,013)	
Net revenue/(expense) before taxation		31,313		37,021	
Taxation	7	(6)		6	
Net revenue/(expense) after taxation			31,307		37,027
<b>Total return before distributions</b>			6,479		35,135
Distributions	8		(31,327)		(37,028)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(24,848)</u>		<u>(1,893)</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

		28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			1,751,206		1,767,773
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		28,757		159,917	
Amounts payable on cancellation of shares		(367,215)		(188,209)	
			(338,458)		(28,292)
Swing price adjustment			170		96
Change in net assets attributable to shareholders from investment activities (see above)			(24,848)		(1,893)
Retained distribution on accumulation shares			10,352		13,522
<b>Closing net assets attributable to shareholders</b>			<u>1,398,422</u>		<u>1,751,206</u>

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			1,372,594		1,705,219
<b>Current assets:</b>					
Debtors	9	46,094		51,474	
Cash and bank balances	10	14,478		45,566	
Total other assets			60,572		97,040
<b>Total assets</b>			<u>1,433,166</u>		<u>1,802,259</u>
<b>Liabilities:</b>					
Investment liabilities			(15,856)		(33,832)
Creditors					
Bank overdrafts			-		(13)
Distribution payable		(1,941)		(2,045)	
Other creditors	11	(16,947)		(15,163)	
Total other liabilities			(18,888)		(17,221)
<b>Total liabilities</b>			<u>(34,744)</u>		<u>(51,053)</u>
<b>Net assets attributable to shareholders</b>			<u>1,398,422</u>		<u>1,751,206</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	1,450	(50,743)
Gains/(losses) on derivative contracts	(18,002)	(10,063)
Gains/(losses) on forward currency contracts	(7,456)	60,013
Other currency gains/(losses)	(795)	(1,084)
Transaction charges	(25)	(15)
Net capital gains/(losses)	<u>(24,828)</u>	<u>(1,892)</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	55,447	68,950
Derivative revenue	5,415	1,744
ACD fee rebate/waiver to income	-	255
Bank interest	35	20
Total revenue	<u>60,897</u>	<u>70,969</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	8,594	9,849
Registrar fees	1,611	1,826
Service charges	806	889
Foreign exchange administration fees	6	6
	<u>11,017</u>	<u>12,570</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	81	84
Custody fees	137	151
	<u>218</u>	<u>235</u>
Other expenses:		
Audit fee	10	10
Other operating expenses	49	120
	<u>59</u>	<u>130</u>
Total expenses	<u>11,294</u>	<u>12,935</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	6	(6)
Total current taxation	<u>6</u>	<u>(6)</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>31,313</u>	<u>37,021</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	<u>6,263</u>	<u>7,404</u>

## Notes to the Financial Statements

Effects of:

Overseas taxation	6	(6)
Interest distributions	(6,263)	(7,404)
	<u>6</u>	<u>(6)</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund is an interest distributing fund under Corporation Tax Act 2009 and as interest distributions are deductible when calculating the liability, the corporation tax charge will usually be reduced to nil, except where there are expenses which are not deductible.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Income Shares</b>		
Final	95	199
Interim	989	1,748
<b>Gross paying A Income Shares</b>		
Interim	-	587
<b>A Accumulation Shares</b>		
Final	338	497
<b>Y Accumulation Shares</b>		
Final	10,014	13,025
<b>Y Income Shares</b>		
Final	1,846	1,846
Interim	16,451	13,277
<b>Gross paying Y Income Shares</b>		
Interim	-	6,278
	<u>29,733</u>	<u>37,457</u>
Add: Revenue deducted on cancellation of shares	1,721	595
Deduct: Revenue received on issue of shares	(127)	(1,024)
Net distributions for the year	<u>31,327</u>	<u>37,028</u>
<b>Interest/other</b>		
Currency amortisation	5,687	-
Swap expenses	12,553	11,648
Interest	50	23
Derivative expense	-	9,342
	<u>18,290</u>	<u>21,013</u>
Total finance costs	<u>49,617</u>	<u>58,041</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	31,307	37,027
<b>Add back (revenue)/expenses transferred to capital:</b>		
Equalisation on conversions	20	1
Revenue b/f	1	1
Revenue c/f	(1)	(1)
	<u>31,327</u>	<u>37,028</u>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Total debtors	<u>46,094</u>	<u>51,474</u>
Amounts receivable for issue of shares	23	47
Sales awaiting settlement	26,291	22,580
Sales of currency awaiting settlement	4,674	5,870
Accrued revenue	14,980	22,827
Overseas tax recoverable	126	150



## Notes to the Financial Statements

### 10 Cash and bank balances

	28/02/19	28/02/18
	£'000	£'000
Amounts held at futures clearing houses and brokers	7,417	30,579
Cash and bank balances	7,061	14,987
Total cash and bank balances	<u>14,478</u>	<u>45,566</u>

### 11 Other creditors

	28/02/19	28/02/18
	£'000	£'000
Amounts payable for cancellation of shares	3,588	1,706
Purchases awaiting settlement	6,896	3,582
Purchases of currency awaiting settlement	4,661	5,900
Accrued expenses	851	1,062
Amounts payable on closure of derivative contract	951	2,913
Total other creditors	<u>16,947</u>	<u>15,163</u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
Currency	Investments	Cash balances	Debtors/(Creditors)	
28/02/19	£'000	£'000	£'000	£'000
Argentine Peso	-	287	-	287
Australian Dollar	328	108	-	436
Brazilian Real	(162)	-	-	(162)
Canadian Dollar	17,704	3	145	17,852
Chilean Peso	(480)	-	(90)	(570)
Colombian Peso	39	-	-	39
Czech Koruna	(1,730)	-	(8)	(1,738)
Euro	418,669	418	6,212	425,299
Hong Kong Dollar	(29)	-	-	(29)
Hungarian Forint	(600)	-	(60)	(660)
Indian Rupee	45	-	-	45
Indonesian Rupiah	4,912	-	34	4,946
Israeli Shekel	159	-	46	205
Japanese Yen	425	2	(3)	424
Korean Won	282	-	1	283
Malaysian Ringgit	201	-	4	205
Mexican Peso	719	-	14,926	15,645
New Zealand Dollar	48	11	(3)	56
Peruvian Sol	152	-	-	152
Polish Zloty	1,203	-	192	1,395
Singapore Dollar	(422)	-	(30)	(452)
South African Rand	677	-	-	677
Swedish Krona	(1,340)	-	(208)	(1,548)
Swiss Franc	920	1	139	1,060
Thai Baht	(27)	-	-	(27)
Turkish Lira	(96)	-	-	(96)
UK Pound	365,569	12,760	(2,221)	376,108
US Dollar	549,572	888	8,130	558,590
<b>Total</b>	<b>1,356,738</b>	<b>14,478</b>	<b>27,206</b>	<b>1,398,422</b>

## Notes to the Financial Statements

28/02/18	£'000	£'000	£'000	£'000
Argentine Peso	8,366	-	416	8,782
Australian Dollar	206	125	(24)	307
Brazilian Real	(14)	-	-	(14)
Canadian Dollar	71,284	(13)	582	71,853
Colombian Peso	111	-	-	111
Euro	249,711	490	1,710	251,911
Hong Kong Dollar	4,419	-	5	4,424
Hungarian Forint	55	-	-	55
Indonesian Rupiah	5,096	-	34	5,130
Israeli Shekel	(551)	-	-	(551)
Japanese Yen	(1,070)	50	(9)	(1,029)
Korean Won	(57)	-	-	(57)
Mexican Peso	29,333	1	579	29,913
New Zealand Dollar	48,556	-	631	49,187
Nigerian Naira	9,054	-	-	9,054
Polish Zloty	6	-	128	134
Russian Ruble	(26)	-	-	(26)
South African Rand	(347)	1,025	-	678
Swedish Krona	35	-	(33)	2
Swiss Franc	(296)	44	47	(205)
Turkish Lira	39	-	-	39
UK Pound	794,128	37,854	14,504	846,486
US Dollar	453,349	5,977	15,696	475,022
<b>Total</b>	<b>1,671,387</b>	<b>45,553</b>	<b>34,266</b>	<b>1,751,206</b>

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
28/02/19	£'000	£'000	£'000	£'000
Argentine Peso	287	-	-	287
Australian Dollar	108	-	328	436
Canadian Dollar	140	17,219	536	17,895
Chilean Peso	-	-	28	28
Colombian Peso	-	-	39	39
Czech Koruna	-	57	38	95
Euro	6,992	406,316	23,965	437,273
Hong Kong Dollar	-	-	123	123
Hungarian Forint	-	-	41	41
Indian Rupee	-	-	45	45
Indonesian Rupiah	-	4,912	34	4,946
Israeli Shekel	-	302	46	348
Japanese Yen	15	-	412	427
Korean Won	-	274	9	283
Malaysian Ringgit	-	207	4	211
Mexican Peso	-	544	15,237	15,781
New Zealand Dollar	59	-	-	59
Peruvian Sol	-	-	152	152
Polish Zloty	-	993	402	1,395
South African Rand	-	-	1,348	1,348
Swedish Krona	-	-	18	18
Swiss Franc	1	628	431	1,060
Taiwan Dollar	-	-	17	17
Thai Baht	-	-	191	191

Notes to the Financial Statements

Turkish Lira	-	-	54	54
UK Pound	19,916	332,310	35,161	387,387
US Dollar	55,261	482,230	25,736	563,227
<b>Total</b>	<b>82,779</b>	<b>1,245,992</b>	<b>104,395</b>	<b>1,433,166</b>

<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Argentine Peso	-	8,366	416	8,782
Australian Dollar	330	-	-	330
Canadian Dollar	723	69,612	1,579	71,914
Colombian Peso	-	-	111	111
Euro	20,042	247,222	7,541	274,805
Hong Kong Dollar	-	4,439	5	4,444
Hungarian Forint	-	-	74	74
Indonesian Rupiah	-	5,096	34	5,130
Japanese Yen	58	-	-	58
Mexican Peso	14,346	14,995	620	29,961
New Zealand Dollar	13,195	35,261	972	49,428
Nigerian Naira	-	-	9,054	9,054
Polish Zloty	-	-	165	165
South African Rand	1,025	-	139	1,164
Swedish Krona	10	25	1	36
Swiss Franc	44	-	47	91
Turkish Lira	-	-	39	39
UK Pound	45,442	776,436	24,107	845,985
US Dollar	6,296	460,636	33,756	500,688
<b>Total</b>	<b>101,511</b>	<b>1,622,088</b>	<b>78,660</b>	<b>1,802,259</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
<b>28/02/19</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Brazilian Real	145	-	17	162
Canadian Dollar	29	-	14	43
Chilean Peso	508	-	90	598
Czech Koruna	1,744	-	89	1,833
Euro	-	3,032	8,942	11,974
Hong Kong Dollar	-	-	152	152
Hungarian Forint	601	-	100	701
Israeli Shekel	-	-	143	143
Japanese Yen	-	-	3	3
Malaysian Ringgit	-	-	6	6
Mexican Peso	-	132	4	136
New Zealand Dollar	-	-	3	3
Singapore Dollar	422	-	30	452
South African Rand	-	-	671	671
Swedish Krona	1,358	-	208	1,566
Taiwan Dollar	-	-	17	17
Thai Baht	-	-	218	218
Turkish Lira	-	-	150	150
UK Pound	188	-	1,409,513	1,409,701
US Dollar	-	495	4,142	4,637
<b>Total</b>	<b>4,995</b>	<b>3,659</b>	<b>1,424,512</b>	<b>1,433,166</b>

## Notes to the Financial Statements

28/02/18	£'000	£'000	£'000	£'000
Australian Dollar	-	-	23	23
Brazilian Real	-	-	14	14
Canadian Dollar	13	-	48	61
Euro	-	20,891	2,003	22,894
Hong Kong Dollar	-	-	20	20
Hungarian Forint	-	-	19	19
Israeli Shekel	-	-	551	551
Japanese Yen	349	-	738	1,087
Korean Won	-	-	57	57
Mexican Peso	-	-	48	48
New Zealand Dollar	-	137	104	241
Polish Zloty	-	-	31	31
Russian Ruble	-	-	26	26
South African Rand	-	-	486	486
Swedish Krona	-	-	34	34
Swiss Franc	-	296	-	296
UK Pound	247	-	1,750,458	1,750,705
US Dollar	23	5,647	19,996	25,666
<b>Total</b>	<b>632</b>	<b>26,971</b>	<b>1,774,656</b>	<b>1,802,259</b>

^ Includes £1,398,422,000 in respect of the fund's liability to redeem all shares (2018: £1,751,206,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.02% rise or fall in the fund's market value (2018: 0.02%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 5.62% fall or rise in the fund's market value (2018: 5.10%).

#### Credit rating risk

As at the year end 34.80% (2018: 25.74%) of the fund's market value was invested in securities rated as below investment grade, additionally 7.88% (2018: 4.10%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Futures exposure

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 1.33% (2018: 0.62%) of the fund's market value.

#### Interest rate swaps exposure

The fund invests into interest rate swaps to manage interest rate exposure. A 1% percent change in interest rates would lead to a change representing 0.77% (2018: 0.70%) of the fund's market value.

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2018: A 2% change in credit spreads would lead to a change representing 1.82% of the fund's market value).

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 87.50% (2018: 84.65%).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

28/02/19

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	2,103	-	-	-	-
Bond	2,536,246	-	-	-	-
Derivative	-	57	-	-	-
Total	<u>2,538,349</u>	<u>57</u>		<u>-</u>	
Total including transaction costs	<u>2,538,406</u>				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	2,893,390	-	-	-	-
Corporate actions	20,045	-	-	-	-
Derivative	-	59	-	-	-
Total	<u>2,913,435</u>	<u>59</u>		<u>-</u>	
Total including transaction costs	<u>2,913,376</u>				

Total as a percentage of average net assets\*

0.01 %

0.00 %

28/02/18

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	224	-	-	-	-
Bond	1,774,911	-	-	-	-
Corporate actions	2,255	-	-	-	-
Derivative	-	49	-	-	-
Total	<u>1,777,390</u>	<u>49</u>		<u>-</u>	
Total including transaction costs	<u>1,777,439</u>				

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	1,711,865	-	-	-	-
Mutual Fund	36,852	-	-	-	-
Corporate actions	21,455	-	-	-	-
Derivative	-	50	-	-	-
Total	<u>1,770,172</u>	<u>50</u>		<u>-</u>	
Total including transaction costs	<u>1,770,122</u>				

Total as a percentage of average net assets

0.01 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.49% (2018: 0.58%).

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	322,871	(1,382)	497,554	(1,072)
Level 2: Observable market data	1,043,535	(14,474)	1,207,471	(32,760)
Level 3: Unobservable data*	6,188	-	194	-
	<u>1,372,594</u>	<u>(15,856)</u>	<u>1,705,219</u>	<u>(33,832)</u>

## Notes to the Financial Statements

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Income Shares	421,906,418	3,648,423	(112,329,585)	(150,789,976)	162,435,280
A Accumulation Shares	21,468,072	749,690	(6,152,630)	(78,976)	15,986,156
Y Accumulation Shares	506,563,425	16,184,093	(101,232,062)	93,541	421,608,997
Y Income Shares	804,408,202	6,235,781	(171,804,151)	39,051,841	677,891,673

### 16 Related parties

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

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

Amounts rebated from the ACD in respect of the ACD fee rebate/waiver to income are included in note 5 and amounts receivable at the year end are included within the ACD fee rebate/waiver recoverable in note 11.

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £750,000 (2018: £950,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions 28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Bank of America	4,105	-	-	-	-	-	4,105
BBH	134	-	-	-	-	-	134
BNP Paribas	2,839	-	-	-	-	-	2,839
CIBC	1,983	-	-	-	-	-	1,983
Citibank	(40)	-	-	-	-	-	(40)
Citigroup Global Markets	-	-	2,009	-	-	-	2,009
Deutsche Bank	-	-	39	-	-	-	39
Goldman Sachs	-	-	431	-	-	-	431
HSBC Global Markets	2,336	-	-	-	-	50	2,386
JP Morgan	2,414	(54)	1,132	-	-	6,285	9,777
Merrill Lynch	-	-	489	-	-	-	489
Morgan Stanley	1,498	-	(1,953)	-	-	1,082	627
National Australia Bank	1,795	-	-	-	-	-	1,795
Northern Trust	1,970	-	-	-	-	-	1,970
Royal Bank of Canada	1,892	-	-	-	-	-	1,892
Royal Bank of Scotland	-	-	296	-	-	-	296
Rule 6 - HSBSW	-	-	292	-	-	-	292
Societe Generale	1,946	-	-	-	-	-	1,946
State Street	2,042	-	-	-	-	-	2,042
Total	<u>24,914</u>	<u>(54)</u>	<u>2,735</u>	<u>-</u>	<u>-</u>	<u>7,417</u>	<u>35,012</u>

Notes to the Financial Statements

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Bank of America	(195)	-	-	-	-	-	(195)
BNP Paribas	(58)	-	-	-	-	-	(58)
CIBC	(547)	-	-	-	-	-	(547)
Citibank	(51)	-	13	-	-	-	(38)
Citigroup Global Markets	-	-	(673)	1,142	-	430	899
Goldman Sachs	-	-	968	246	-	(655)	559
HSBC Global Markets	(156)	-	-	-	-	-	(156)
JP Morgan	(413)	1,722	(1,189)	-	-	6,011	6,131
Merrill Lynch	-	-	(1,286)	-	-	1,300	14
Morgan Stanley	34	-	(19,821)	-	17,886	22,442	20,541
Northern Trust	557	-	-	-	-	-	557
Royal Bank of Canada	(595)	-	-	-	-	-	(595)
Societe Generale	(34)	-	-	-	-	-	(34)
Total	<u>(1,458)</u>	<u>1,722</u>	<u>(21,988)</u>	<u>1,388</u>	<u>17,886</u>	<u>29,528</u>	<u>27,078</u>

18 Shareholders' funds

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

A Income Shares : 1.00%

A Accumulation Shares : 1.00%

Y Accumulation Shares : 0.50%

Y Income Shares : 0.50%

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

19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Income Shares	31.23	31.93	2.24
A Accumulation Shares	142.47	146.09	2.54
Y Accumulation Shares	120.45	123.70	2.70
Y Income Shares	120.54	123.30	2.29

## Distribution Statement

for the year ended 28 February 2019

**A Income Shares - final distribution No. 166 in pence per share**

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 25/03/19	Amount distributed 25/03/18
Group 1	0.0583	-	0.0583	0.0472
Group 2	0.0292	0.0291	0.0583	0.0472

**A Income Shares - interim distributions in pence per share**

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 155	0.0250	-	0.0250	0.0406
Distribution No. 156	0.0510	-	0.0510	0.0408
Distribution No. 157	0.0310	-	0.0310	0.0383
Distribution No. 158	0.0246	-	0.0246	0.0425
Distribution No. 159	0.0291	-	0.0291	0.0413
Distribution No. 160	0.0281	-	0.0281	0.0571
Distribution No. 161	0.0298	-	0.0298	0.0383
Distribution No. 162	0.0367	-	0.0367	0.0597
Distribution No. 163	0.0483	-	0.0483	0.0391
Distribution No. 164	0.0618	-	0.0618	0.0446
Distribution No. 165	0.0424	-	0.0424	0.0299
Group 2				
Distribution No. 155	0.0089	0.0161	0.0250	0.0406
Distribution No. 156	0.0320	0.0190	0.0510	0.0408
Distribution No. 157	0.0143	0.0167	0.0310	0.0383
Distribution No. 158	0.0131	0.0115	0.0246	0.0425
Distribution No. 159	0.0187	0.0104	0.0291	0.0413
Distribution No. 160	0.0214	0.0067	0.0281	0.0571
Distribution No. 161	0.0130	0.0168	0.0298	0.0383
Distribution No. 162	0.0188	0.0179	0.0367	0.0597
Distribution No. 163	0.0236	0.0247	0.0483	0.0391
Distribution No. 164	0.0325	0.0293	0.0618	0.0446
Distribution No. 165	0.0147	0.0277	0.0424	0.0299

**A Accumulation Shares - final distribution No. 9 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	2.1122	-	2.1122	2.3139
Group 2	1.2414	0.8708	2.1122	2.3139

**Y Accumulation Shares - final distribution No. 6 in pence per share**

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	2.3753	-	2.3753	2.5713
Group 2	1.3680	1.0073	2.3753	2.5713



## Distribution Statement

### Y Income Shares - final distribution No. 113 in pence per share

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

Group 2 - Shares purchased from 1 February 2019 to 28 February 2019.

	Gross revenue	Equalisation (Note 2)	Amount distributed 25/03/19	Amount distributed 25/03/18
Group 1	0.2723	-	0.2723	0.2295
Group 2	0.1336	0.1387	0.2723	0.2295

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

For the monthly distributing funds, shares purchased during the month prior to the ex-dividend date are classified as Group 2 shares.

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2018/2019	Amount distributed 2017/2018
Group 1				
Distribution No. 102	0.1484	-	0.1484	0.2132
Distribution No. 103	0.2469	-	0.2469	0.2096
Distribution No. 104	0.1732	-	0.1732	0.2035
Distribution No. 105	0.1446	-	0.1446	0.2182
Distribution No. 106	0.1636	-	0.1636	0.2154
Distribution No. 107	0.1599	-	0.1599	0.2769
Distribution No. 108	0.1645	-	0.1645	0.2018
Distribution No. 109	0.1922	-	0.1922	0.2867
Distribution No. 110	0.2352	-	0.2352	0.2050
Distribution No. 111	0.2885	-	0.2885	0.2285
Distribution No. 112	0.2140	-	0.2140	0.1683
Group 2				
Distribution No. 102	0.0628	0.0856	0.1484	0.2132
Distribution No. 103	0.1293	0.1176	0.2469	0.2096
Distribution No. 104	0.0690	0.1042	0.1732	0.2035
Distribution No. 105	0.0762	0.0684	0.1446	0.2182
Distribution No. 106	0.0929	0.0707	0.1636	0.2154
Distribution No. 107	0.0921	0.0678	0.1599	0.2769
Distribution No. 108	0.0873	0.0772	0.1645	0.2018
Distribution No. 109	0.0926	0.0996	0.1922	0.2867
Distribution No. 110	0.1206	0.1146	0.2352	0.2050
Distribution No. 111	0.1307	0.1578	0.2885	0.2285
Distribution No. 112	0.0888	0.1252	0.2140	0.1683

## Fund Manager's Review

### Investment Objective and Policy

The fund's investment objective is to achieve long term capital growth from a portfolio primarily invested in the shares of UK companies. The portfolio is likely to be concentrated although the ACD is not restricted in terms of number of holdings and is not restricted in its choice of company by either size or industry. A concentrated portfolio may comprise a smaller number of holdings having a large weighting in the overall portfolio and any price movement of any individual holdings may impact the fund to a greater extent than if the fund's investments were comprised of a larger number of holdings. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. The fund can use derivatives for the purpose of efficient portfolio management with the aim of risk or cost reduction or to generate additional capital or income in line with the fund's risk profile.

### Performance and Portfolio Activity

The fund generated positive returns over the period, mainly driven by the strong contribution from industrials and consumer holdings. In particular, the exposure to Diageo buoyed performance as the company has a strong runway for growth in both emerging and mature markets. It is well positioned to benefit from the structural shift in consumer trends towards spirits. Positions in business supplies company Bunzl and aerospace components maker Meggitt also enhanced gains. Among key transactions, I bought a holding in Polypipe given its strong growth prospects. A new position was also purchased in National Grid in light of its attractive valuations. Meanwhile, I sold the holding in CRH and reduced the allocation to Pioneer Natural Resources.

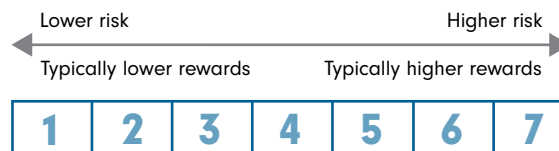
### Outlook

The economic environment in the UK remains uncertain as it heads towards its exit from the European Union in March 2019. Against this backdrop, bottom-up stock picking will drive security selection, while I continue to monitor and manage any macroeconomic biases that build up in the fund.

Aruna Karunathilake  
Fund Manager  
28 February 2019

## Risk and Reward Indicator

	SRRI
A Accumulation Shares	5
I Accumulation Shares	5
W Accumulation Shares	5



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

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

# Comparative Performance Table

	<b>A Accumulation Shares</b>			<b>W Accumulation Shares</b>		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	289.96	276.80	236.81	288.16	273.00	231.82
Return before operating charges*	9.36	18.12	44.33	9.32	17.90	43.58
Operating charges	(4.92)	(4.96)	(4.34)	(2.69)	(2.74)	(2.40)
Return after operating charges*	4.44	13.16	39.99	6.63	15.16	41.18
Distributions	(4.16)	(2.84)	(2.30)	(6.35)	(4.98)	(4.14)
Retained distributions on accumulation shares	4.16	2.84	2.30	6.35	4.98	4.14
Closing net asset value per share	<b>294.40</b>	<b>289.96</b>	<b>276.80</b>	<b>294.79</b>	<b>288.16</b>	<b>273.00</b>
*after direct transaction costs of	0.72	0.72	0.75	0.72	0.72	0.75
<b>Performance</b>						
Return after charges	1.5%	4.8%	16.9%	2.3%	5.6%	17.8%
<b>Other information</b>						
Closing net asset value (£'000)	66,704	121,130	147,904	383,933	399,153	388,720
Closing number of shares	22,657,901	41,774,259	53,434,178	130,240,562	138,519,072	142,387,479
Operating charges	1.67%	1.67%	1.70%	0.92%	0.92%	0.95%
Direct transaction costs	0.25%	0.25%	0.30%	0.25%	0.25%	0.30%
<b>Prices (pence per share)</b>						
Highest share price	314.00	308.00	277.50	313.00	305.80	273.60
Lowest share price	269.50	278.90	230.90	269.60	275.30	226.60

	<b>I Accumulation Shares</b>		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	303.32	287.21	243.72
Return before operating charges*	9.81	18.76	45.78
Operating charges	(2.68)	(2.65)	(2.29)
Return after operating charges*	7.13	16.11	43.49
Distributions	(6.84)	(5.48)	(4.56)
Retained distributions on accumulation shares	6.84	5.48	4.56
Closing net asset value per share	<b>310.45</b>	<b>303.32</b>	<b>287.21</b>
*after direct transaction costs of	0.72	0.72	0.75
<b>Performance</b>			
Return after charges	2.4%	5.6%	17.9%
<b>Other information</b>			
Closing net asset value (£'000)	3,056	3,134	3,311
Closing number of shares	984,239	1,033,120	1,152,692
Operating charges	0.87%	0.87%	0.87%
Direct transaction costs	0.25%	0.25%	0.30%
<b>Prices (pence per share)</b>			
Highest share price	329.50	321.80	287.90
Lowest share price	283.90	289.70	238.30

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		3,476		20,591
Revenue	5	15,418		14,883	
Expenses	6	(5,130)		(6,253)	
Interest payable and similar charges	8	(1)		-	
Net revenue/(expense) before taxation		10,287		8,630	
Taxation	7	(143)		(145)	
Net revenue/(expense) after taxation			10,144		8,485
<b>Total return before distributions</b>			13,620		29,076
Distributions	8		(10,144)		(8,586)
<b>Change in net assets attributable to shareholders from investment activities</b>			3,476		20,490

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			523,417		539,935
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		2,960		3,114	
Amounts payable on cancellation of shares		(85,504)		(48,271)	
			(82,544)		(45,157)
Swing price adjustment			63		-
Change in net assets attributable to shareholders from investment activities (see above)			3,476		20,490
Retained distribution on accumulation shares	8		9,280		8,149
<b>Closing net assets attributable to shareholders</b>			453,692		523,417

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			452,806		523,993
<b>Current assets:</b>					
Debtors	9	1,922		1,582	
Cash and bank balances		83		438	
Total other assets			2,005		2,020
<b>Total assets</b>			454,811		526,013
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(1,119)		(2,596)	
Total other liabilities			(1,119)		(2,596)
<b>Total liabilities</b>			(1,119)		(2,596)
<b>Net assets attributable to shareholders</b>			453,692		523,417

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	3,437	20,585
Other currency gains/(losses)	(6)	20
Transaction charges	(6)	(3)
Broker fee rebates	51	(11)
Net capital gains/(losses)	<u>3,476</u>	<u>20,591</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	96	58
UK dividends	13,299	12,621
Overseas dividends	2,021	2,207
Bank interest	2	1
Taxable interest	-	(4)
Total revenue	<u>15,418</u>	<u>14,883</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	4,324	5,194
Registrar fees	483	683
Service charges	243	275
Foreign exchange administration fees	1	1
	<u>5,051</u>	<u>6,153</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	44	48
Custody fees	12	12
	<u>56</u>	<u>60</u>
Other expenses:		
Audit fee	8	8
Other operating expenses	15	32
	<u>23</u>	<u>40</u>
Total expenses	<u>5,130</u>	<u>6,253</u>

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	143	145
Total current taxation	<u>143</u>	<u>145</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>10,287</u>	<u>8,630</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	2,057	1,726

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	1,007	1,240
Overseas taxation	143	145
Revenue not included for tax purposes	(3,064)	(2,966)
	<u>143</u>	<u>145</u>

Current tax charge/(credit)

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £12,997,000 (2018: £11,990,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	943	1,188
<b>W Accumulation Shares</b>		
Final	8,270	6,904
<b>I Accumulation Shares</b>		
Final	<u>67</u>	<u>57</u>
	<b>9,280</b>	<b>8,149</b>
Add: Revenue deducted on cancellation of shares	915	468
Deduct: Revenue received on issue of shares	<u>(51)</u>	<u>(31)</u>
Net distributions for the year	<b>10,144</b>	<b>8,586</b>
<b>Interest/other</b>		
Interest	<u>1</u>	<u>-</u>
Total finance costs	<b>10,145</b>	<b>8,586</b>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	10,144	8,485
<b>Add back (revenue)/expenses transferred to capital:</b>		
Equalisation on conversions	<u>-</u>	<u>101</u>
	<b>10,144</b>	<b>8,586</b>

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

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Amounts receivable for issue of shares	33	21
Sales of currency awaiting settlement	202	-
Accrued revenue	1,560	1,457
Overseas tax recoverable	<u>127</u>	<u>104</u>
Total debtors	<b>1,922</b>	<b>1,582</b>

### 10 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	526	422
Purchases awaiting settlement	-	1,699
Purchases of currency awaiting settlement	202	-
Accrued expenses	<u>391</u>	<u>475</u>
Total other creditors	<b>1,119</b>	<b>2,596</b>

## Notes to the Financial Statements

### 11 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Danish Krone	11,402	-	62	11,464
Euro	5,581	1	-	5,582
Swiss Franc	13,802	-	-	13,802
UK Pound	407,534	-	943	408,477
US Dollar	14,487	82	(202)	14,367
<b>Total</b>	<b>452,806</b>	<b>83</b>	<b>803</b>	<b>453,692</b>
28/02/18	£'000	£'000	£'000	£'000
Danish Krone	12,586	-	21	12,607
Euro	-	-	12	12
UK Pound	500,674	436	(1,047)	500,063
US Dollar	10,733	2	-	10,735
<b>Total</b>	<b>523,993</b>	<b>438</b>	<b>(1,014)</b>	<b>523,417</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.10% rise or fall in the fund's market value (2018: 0.04%).

##### Other price risk

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

### 12 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	230,355	78	0.03	1,002	0.44
Corporate actions	11	-	-	-	-
<b>Total</b>	<b>230,366</b>	<b>78</b>		<b>1,002</b>	
Total including transaction costs	<b>231,446</b>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	297,041	111	0.04	1	-
Corporate actions	4,208	-	-	-	-
<b>Total</b>	<b>301,249</b>	<b>111</b>		<b>1</b>	
Total including transaction costs	<b>301,137</b>				
Total as a percentage of average net assets*		0.04 %		0.21 %	

## Notes to the Financial Statements

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	218,425	183	0.08	950	0.44
Corporate actions	115	-	-	-	-
Total	218,540	183		950	
Total including transaction costs	219,673				
	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	252,431	229	0.09	1	-
Corporate actions	2,470	-	-	-	-
Total	254,901	229		1	
Total including transaction costs	254,671				

Total as a percentage of average net assets

0.08 %

0.17 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.06% (2018: 0.07%).

### 13 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	446,444	-	512,993	-
Level 2: Observable market data	6,362	-	11,000	-
Level 3: Unobservable data	-	-	-	-
	452,806	-	523,993	-

### 14 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	41,774,259	245,106	(19,213,759)	(147,705)	22,657,901
W Accumulation Shares	138,519,072	727,390	(8,925,393)	(80,507)	130,240,562
I Accumulation Shares	1,033,120	55,404	(321,093)	216,808	984,239

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £355,000 (2018: £434,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has three share classes; A Accumulation Shares, I Accumulation Shares and W Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

I Accumulation Shares : 0.80%

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

### 17 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	294.40	316.50	7.51
W Accumulation Shares	294.79	317.39	7.67
I Accumulation Shares	310.45	334.30	7.68



## Distribution Statement

for the year ended 28 February 2019

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.1605	-	4.1605	2.8433
Group 2	1.2922	2.8683	4.1605	2.8433

### W Accumulation Shares - final distribution No. 6 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	6.3499	-	6.3499	4.9841
Group 2	2.1448	4.2051	6.3499	4.9841

### I Accumulation Shares - final distribution No. 10 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	6.8391	-	6.8391	5.4803
Group 2	4.0937	2.7454	6.8391	5.4803

Fund Manager’s Review

Investment Objective and Policy

The fund’s investment objective is to achieve long term capital growth from a portfolio primarily made up of the shares of smaller capitalisation United Kingdom Companies. There is no policy to restrict investment to particular economic sectors. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

Performance and Portfolio Activity

The fund recorded negative returns in a difficult period for risk assets. In a largely risk-off environment, key holdings in the financials and consumer-related sectors underperformed. On a positive note, infrastructure investor John Laing added value as it reported a sharp rise in first-half profits and net asset value.

I am finding opportunities among aerospace & defence companies such as Meggitt and Cohort. Ophir Energy, an unloved energy stock, was also added to the portfolio. It is a small-cap production and development company with core production in South East Asia. Conversely, selected positions in financials, notably Impax Asset Management and Polar Capital, were sold due to their weak earnings outlook.

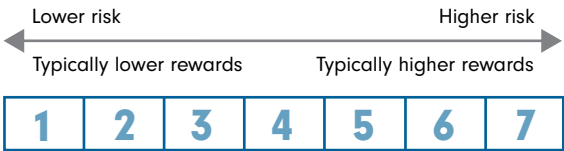
Outlook

There are a number of companies that trade at attractive valuations in the small-cap segment that do not reflect the positive changes occurring at the industry or company level. Therefore, I run positions based on fundamental prospects and valuations. I feel better able to add value with this approach rather than forecasting political or macroeconomic outcomes.

Jonathan Winton  
Fund Manager  
28 February 2019

Risk and Reward Indicator

	SRRI
A Accumulation Shares	4
W Accumulation Shares	4
Y Accumulation Shares	4



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

- The risk category was calculated using historical performance data.
- The risk category may not be a reliable indication of the future risk profile of the fund, is not guaranteed and may change over time.
- The lowest category does not mean a “risk free” investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in “leverage” by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- Liquidity is a measure of how easily an investment can be converted into cash. Under certain market conditions assets may be more difficult to sell.

## Comparative Performance Table

	<b>A Accumulation Shares</b>			<b>W Accumulation Shares</b>		
	2019	2018	2017	2019	2018	2017
Change in net assets (pence per share)						
Opening net asset value per share	268.92	243.78	203.11	245.18	220.61	182.43
Return before operating charges*	(4.07)	29.68	44.41	(3.82)	26.88	40.07
Operating charges	(4.60)	(4.54)	(3.74)	(2.31)	(2.31)	(1.89)
Return after operating charges*	(8.67)	25.14	40.67	(6.13)	24.57	38.18
Distributions	(2.53)	(1.79)	(2.06)	(4.20)	(3.44)	(3.34)
Retained distributions on accumulation shares	2.53	1.79	2.06	4.20	3.44	3.34
Closing net asset value per share	<b>260.25</b>	<b>268.92</b>	<b>243.78</b>	<b>239.05</b>	<b>245.18</b>	<b>220.61</b>
*after direct transaction costs of	0.55	0.59	0.41	0.55	0.59	0.41
<b>Performance</b>						
Return after charges	(3.2%)	10.3%	20.0%	(2.5%)	11.1%	20.9%
<b>Other information</b>						
Closing net asset value (£'000)	35,186	42,752	45,953	320,812	344,509	325,337
Closing number of shares	13,520,295	15,897,666	18,850,683	134,200,384	140,514,882	147,469,595
Operating charges	1.67%	1.67%	1.70%	0.92%	0.92%	0.95%
Direct transaction costs	0.22%	0.24%	0.20%	0.22%	0.24%	0.20%
<b>Prices (pence per share)</b>						
Highest share price	293.60	287.80	246.90	268.30	262.10	223.40
Lowest share price	243.50	244.70	194.90	223.40	221.50	175.40

	<b>Y Accumulation Shares</b>		
	2019	2018	2017
Change in net assets (pence per share)			
Opening net asset value per share	277.04	249.82	207.04
Return before operating charges*	(4.23)	30.44	45.43
Operating charges	(3.36)	(3.22)	(2.65)
Return after operating charges*	(7.59)	27.22	42.78
Distributions	(4.02)	(3.27)	(3.29)
Retained distributions on accumulation shares	4.02	3.27	3.29
Closing net asset value per share	<b>269.45</b>	<b>277.04</b>	<b>249.82</b>
*after direct transaction costs of	0.55	0.59	0.41
<b>Performance</b>			
Return after charges	(2.7%)	10.9%	20.7%
<b>Other information</b>			
Closing net asset value (£'000)	4,293	11,673	15,784
Closing number of shares	1,593,196	4,213,268	6,318,053
Operating charges	1.17%	1.17%	1.17%
Direct transaction costs	0.22%	0.24%	0.20%
<b>Prices (pence per share)</b>			
Highest share price	302.90	296.30	253.00
Lowest share price	251.90	250.80	199.00

## Statement of Total Return

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(14,967)		38,263
Revenue	5	10,395		10,488	
Expenses	6	(3,917)		(4,361)	
Interest payable and similar charges	8	(183)		(377)	
Net revenue/(expense) before taxation		6,295		5,750	
Taxation	7	-		(26)	
Net revenue/(expense) after taxation			6,295		5,724
<b>Total return before distributions</b>			(8,672)		43,987
Distributions	8		(6,303)		(5,687)
<b>Change in net assets attributable to shareholders from investment activities</b>			(14,975)		38,300

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			398,934		387,074
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		10,787		17,398	
Amounts payable on cancellation of shares		(40,552)		(49,121)	
			(29,765)		(31,723)
Swing price adjustment			57		32
Change in net assets attributable to shareholders from investment activities (see above)			(14,975)		38,300
Retained distribution on accumulation shares	8		6,040		5,251
<b>Closing net assets attributable to shareholders</b>			360,291		398,934

## Balance Sheet

as at 28 February 2019

	Note	28/02/19		28/02/18	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			357,638		396,525
<b>Current assets:</b>					
Debtors	9	1,417		2,159	
Cash and bank balances	10	3,009		3,225	
Total other assets			4,426		5,384
<b>Total assets</b>			362,064		401,909
<b>Liabilities:</b>					
Investment liabilities			(1,101)		(1,883)
Creditors					
Other creditors	11	(672)		(1,092)	
Total other liabilities			(672)		(1,092)
<b>Total liabilities</b>			(1,773)		(2,975)
<b>Net assets attributable to shareholders</b>			360,291		398,934

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2018: nil).

### 4 Net capital gains/(losses)

	28/02/19 £'000	28/02/18 £'000
Gains/(losses) on non-derivative securities	(13,226)	37,256
Gains/(losses) on derivative contracts	(1,764)	1,077
Other currency gains/(losses)	17	(53)
Transaction charges	(10)	(11)
Broker fee rebates	16	(6)
Net capital gains/(losses)	<u>(14,967)</u>	<u>38,263</u>

### 5 Revenue

	28/02/19 £'000	28/02/18 £'000
Interest on securities	226	35
Derivative revenue	435	304
UK dividends	9,079	9,360
UK scrip dividends	-	40
Overseas dividends	640	748
Bank interest	5	1
Underwriting commission	10	-
Total revenue	<u>10,395</u>	<u>10,488</u>

### 6 Expenses

	28/02/19 £'000	28/02/18 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	3,261	3,539
Registrar fees	391	523
Service charges	196	211
Foreign exchange administration fees	1	(1)
	<u>3,849</u>	<u>4,272</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	39	40
Custody fees	7	9
	<u>46</u>	<u>49</u>
Other expenses:		
Audit fee	9	9
Other operating expenses	13	31
	<u>22</u>	<u>40</u>
Total expenses	<u>3,917</u>	<u>4,361</u>

## Notes to the Financial Statements

### 7 Taxation

	28/02/19 £'000	28/02/18 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	-	26
Total current taxation	-	26
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	6,295	5,750
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2018: 20%).	1,259	1,150
Effects of:		
Increase/(decrease) in unutilised management expenses	685	855
Overseas taxation	-	26
Revenue not included for tax purposes	(1,944)	(2,002)
Overseas tax expensed	-	(3)
Current tax charge/(credit)	-	26

Open ended investment companies are exempt from UK tax on capital gains.

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £5,093,000 (2018: £4,408,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	28/02/19 £'000	28/02/18 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>A Accumulation Shares</b>		
Final	342	284
<b>W Accumulation Shares</b>		
Final	5,634	4,829
<b>Y Accumulation Shares</b>		
Final	64	138
	6,040	5,251
Add: Revenue deducted on cancellation of shares	419	470
Deduct: Revenue received on issue of shares	(156)	(34)
Net distributions for the year	6,303	5,687
<b>Interest/other</b>		
Short dividend payments	111	310
Interest	-	1
Derivative expense	3	66
Contract for difference finance costs	69	-
	183	377
Total finance costs	6,486	6,064
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	6,295	5,724
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	-	(40)
Equalisation on conversions	8	3
	6,303	5,687

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

## Notes to the Financial Statements

### 9 Debtors

	28/02/19 £'000	28/02/18 £'000
Sales awaiting settlement	1,253	1,951
Accrued revenue	164	208
<b>Total debtors</b>	<b>1,417</b>	<b>2,159</b>

### 10 Cash and bank balances

	28/02/19 £'000	28/02/18 £'000
Amounts held at futures clearing houses and brokers	566	820
Cash and bank balances	2,443	2,405
<b>Total cash and bank balances</b>	<b>3,009</b>	<b>3,225</b>

### 11 Other creditors

	28/02/19 £'000	28/02/18 £'000
Amounts payable for cancellation of shares	251	641
Purchases awaiting settlement	116	109
Accrued expenses	305	342
<b>Total other creditors</b>	<b>672</b>	<b>1,092</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
28/02/19	£'000	£'000	£'000	£'000
Canadian Dollar	584	-	-	584
Euro	13,989	7	48	14,044
Singapore Dollar	(304)	(9)	-	(313)
UK Pound	342,268	3,011	697	345,976
<b>Total</b>	<b>356,537</b>	<b>3,009</b>	<b>745</b>	<b>360,291</b>
<b>28/02/18</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Canadian Dollar	1,937	-	-	1,937
Danish Krone	(800)	-	-	(800)
Euro	22,221	10	98	22,329
Singapore Dollar	(92)	-	-	(92)
UK Pound	371,376	3,215	969	375,560
<b>Total</b>	<b>394,642</b>	<b>3,225</b>	<b>1,067</b>	<b>398,934</b>

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

#### Interest rate risk profile

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

#### Fair value of financial assets and financial liabilities

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.04% rise or fall in the fund's market value (2018: 0.06%).

##### Other price risk

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

##### Equity derivatives

The fund invests into futures to gain exposure to the equity markets. A 10% change in the price of the futures would result in a 0.31% (2018: nil) change in the fund's market value.

At the year end the fund holds no equity derivatives that could impact it significantly (2018: same).

## Notes to the Financial Statements

The fund invests into contracts for difference to gain exposure to the equity markets. A 10% change in the price of the contracts for difference would result in a 0.66% change in the fund's market value (2018: The fund held no contracts for difference that could impact it significantly) .

### 13 Portfolio transaction costs

28/02/19	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	165,192	111	0.07	550	0.33
Bond	575	-	-	-	-
Mutual Fund	1,237	-	0.04	-	-
Corporate actions	3,997	-	-	-	-
Derivative	-	31	-	-	-
Total	171,001	142		550	
Total including transaction costs	171,693				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	194,158	134	0.07	1	-
Bond	575	-	-	-	-
Corporate actions	13,446	-	-	-	-
Derivative	-	25	-	-	-
Total	208,179	159		1	
Total including transaction costs	208,019				
Total as a percentage of average net assets*		0.08 %		0.14 %	

28/02/18	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	145,048	129	0.09	616	0.42
Mutual Fund	9,871	10	0.10	40	0.40
Corporate actions	633	-	-	-	-
Derivative	-	22	-	-	-
Total	155,552	161		656	
Total including transaction costs	156,369				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	172,503	162	0.09	1	-
Corporate actions	22,185	-	-	-	-
Derivative	-	25	-	-	-
Total	194,688	187		1	
Total including transaction costs	194,500				
Total as a percentage of average net assets		0.08 %		0.16 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 1.33% (2018: 1.24%).



## Notes to the Financial Statements

### 14 Basis of valuation

	28/02/19 £'000	28/02/19 £'000	28/02/18 £'000	28/02/18 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	315,740	-	368,396	-
Level 2: Observable market data	41,717	(1,101)	27,875	(1,883)
Level 3: Unobservable data*	181	-	254	-
	<u>357,638</u>	<u>(1,101)</u>	<u>396,525</u>	<u>(1,883)</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 28/02/18	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 28/02/19
A Accumulation Shares	15,897,666	11,479	(2,346,360)	(42,490)	13,520,295
W Accumulation Shares	140,514,882	4,339,882	(12,253,941)	1,599,561	134,200,384
Y Accumulation Shares	4,213,268	17,621	(1,260,495)	(1,377,198)	1,593,196

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £273,000 (2018: £305,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

28/02/19

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Deutsche Bank	-	1,175	-	-	-	1,175
Goldman Sachs	-	(143)	-	-	150	7
Morgan Stanley	-	332	-	-	-	332
UBS	-	799	-	-	417	1,216
Total	-	<u>2,163</u>	-	-	<u>567</u>	<u>2,730</u>

28/02/18

Broker	Currency Contracts £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
Deutsche Bank	-	2,766	-	-	(2,990)	(224)
Goldman Sachs	-	(188)	-	-	210	22
UBS	-	(578)	-	-	610	32
Total	-	<u>2,000</u>	-	-	<u>(2,170)</u>	<u>(170)</u>

## Notes to the Financial Statements

### 18 Shareholders' funds

The fund has three share classes; A Accumulation Shares, W Accumulation Shares and Y Accumulation Shares. The annual management charge on each share class is as follows:

A Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Y Accumulation Shares : 1.00%

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

### 19 Post balance sheet event

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of this report have been recorded below. The percentage increase/(decrease) is a reflection of market fluctuation during this period.

	NAV as at 28/02/19	NAV as at 17/05/19	Increase/(decrease)%
A Accumulation Shares	260.25	269.69	3.63
W Accumulation Shares	239.05	248.19	3.82
Y Accumulation Shares	269.45	279.60	3.77

## Distribution Statement

for the year ended 28 February 2019

### A Accumulation Shares - final distribution No. 9 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	2.5324	-	2.5324	1.7860
Group 2	0.1413	2.3911	2.5324	1.7860

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

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.1983	-	4.1983	3.4367
Group 2	1.0479	3.1504	4.1983	3.4367

### Y Accumulation Shares - final distribution No. 9 in pence per share

Group 1 - Shares purchased on or before 28 February 2018.

Group 2 - Shares purchased from 1 March 2018 to 28 February 2019.

	Net revenue	Equalisation (Note 2)	Amount accumulated 30/04/19	Amount accumulated 30/04/18
Group 1	4.0171	-	4.0171	3.2669
Group 2	1.1061	2.9110	4.0171	3.2669

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Information Technology - (25.39%)</b>		
310,612	Red Hat	42,590	4.90
693,699	Oracle	27,312	3.14
229,505	Microsoft	19,352	2.22
402,617	Cisco Systems	15,613	1.79
116,109	Apple	15,262	1.75
348,136	Luxoft Holding (A)	15,261	1.75
177,941	Paychex	10,236	1.18
244,896	Intel	9,800	1.13
109,070	Fidelity National Information Services	8,789	1.01
137,458	Cognizant Technology Solutions (A)	7,367	0.85
279,499	Juniper Networks	5,767	0.66
136,672	Amdocs	5,740	0.66
113,279	Leidos Holdings	5,443	0.63
35,800	Motorola Solutions	3,847	0.44
141,263	Genpact	3,522	0.40
43,114	Mellanox Technologies	3,476	0.40
157,607	Symantec	2,683	0.31
59,906	Western Digital	2,184	0.25
9,241	VMware (A)	1,223	0.14
		<b>205,467</b>	<b>23.62</b>
	<b>Financials - (22.04%)</b>		
5,824	Fidelity Institutional Liquidity Fund - USD A Acc	77,608	8.92
265,908	Berkshire Hathaway	40,418	4.65
923,183	Bank of America	20,491	2.36
187,280	American Express	15,121	1.74
98,189	Willis Towers Watson	12,587	1.45
108,604	The Travelers Companies	10,826	1.24
87,263	PNC Financial Services Group	8,246	0.95
59,811	CME Group (A)	8,086	0.93
13,073	BlackRock	4,343	0.50
20,630	Goldman Sachs Group	3,072	0.35
40,258	State Street	2,192	0.25
		<b>202,990</b>	<b>23.34</b>
	<b>Health Care - (16.34%)</b>		
402,245	Celgene	27,511	3.16
297,076	Merck & Co	18,000	2.07
183,343	Danaher	17,418	2.00
265,379	Abbott Laboratories	15,403	1.77
217,352	Medtronic	14,849	1.71
145,211	Johnson & Johnson	14,831	1.70
224,779	CVS Health	9,887	1.14
91,755	Alexion Pharmaceuticals	9,377	1.08
241,299	Bristol-Myers Squibb	9,241	1.06
496,479	Takeda Pharmaceutical (ADR)	7,471	0.86
29,650	Anthem	6,822	0.78
57,707	Zimmer Biomet	5,400	0.62
29,504	Laboratory Corporation of America Holdings	3,262	0.37
		<b>159,472</b>	<b>18.33</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Communication Services - (1.22%)</b>		
35,991	Alphabet (A)	30,372	3.49
428,357	Verizon Communications	18,256	2.10
179,730	Walt Disney	15,231	1.75
87,306	Facebook (A)	10,682	1.23
192,823	T-Mobile US	10,453	1.20
183,207	Comcast (A)	5,306	0.61
96,300	TripAdvisor (A)	3,918	0.45
28,861	Electronic Arts	2,123	0.24
		<b>96,341</b>	<b>11.08</b>
	<b>Consumer Staples - (6.65%)</b>		
319,981	Walmart Inc	23,597	2.71
219,322	Colgate-Palmolive	10,856	1.25
140,012	Sysco	7,061	0.81
83,846	Walgreens Boots Alliance	4,498	0.52
98,890	Diageo	2,865	0.33
		<b>48,877</b>	<b>5.62</b>
	<b>Consumer Discretionary - (7.68%)</b>		
107,230	Dollar Tree	7,719	0.89
91,449	Lowes	7,397	0.85
43,784	Advance Auto Parts	5,210	0.60
181,433	eBay	5,124	0.59
44,531	Dollar General	3,955	0.45
104,662	General Motors	3,146	0.36
92,326	D.R. Horton	2,779	0.32
93,854	Tapestry	2,500	0.29
51,710	Carnival Corporation	2,241	0.26
		<b>40,071</b>	<b>4.61</b>
	<b>Industrials - (7.36%)</b>		
57,173	Parker-Hannifin	7,627	0.88
109,576	Jacobs Engineering Group	6,159	0.71
132,628	IHS Markit	5,287	0.61
60,451	Equifax	4,941	0.57
49,767	United Parcel Service (B)	4,156	0.48
30,679	United Technologies	2,926	0.34
41,960	Brinks	2,456	0.28
		<b>33,552</b>	<b>3.86</b>
	<b>Energy - (4.26%)</b>		
248,884	Chevron	22,466	2.58
398,552	Royal Dutch Shell (B)	9,473	1.09
		<b>31,939</b>	<b>3.67</b>
	<b>Materials - (8.25%)</b>		
94,231	Linde	12,360	1.42
275,806	DowDuPont	11,344	1.30
171,600	Farmers Business Network 0% Preferred Perpetual (Unlisted)	3,006	0.35
224,178	Barrick Gold	2,106	0.24
51,176	Mosaic	1,237	0.14
		<b>30,053</b>	<b>3.45</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Utilities - (1.09%)</b>		
310,404	CMS Energy	12,564	1.44
74,432	Edison International	3,390	0.39
		<b>15,954</b>	<b>1.83</b>
	<b>Futures - (0.00%)</b>		
7,800	E-Mini S&P 500 Index Future 15/03/2019	1,396	0.16
		<b>1,396</b>	<b>0.16</b>
	<b>Contracts for Difference - ((0.05)%)</b>		
43,107	Diageo (CFD)	150	0.02
461	Fairfax Financial Holdings (CFD)	(2)	0.00
11,939	Royal Dutch Shell (B) (CFD)	(33)	0.00
40,817	Fairfax Financial Holdings (CFD)	(170)	(0.02)
		<b>(55)</b>	<b>(0.01)</b>
	<b>Portfolio of investments</b>	<b>866,057</b>	<b>99.56</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,838</b>	<b>0.44</b>
	<b>Net assets</b>	<b>869,895</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (27.17%)</b>		
351,045	Berkshire Hathaway	53,359	5.85
263,640	Willis Towers Watson	33,795	3.71
749,823	Bank of New York Mellon	29,736	3.26
75,822	Fairfax Financial Holdings	28,274	3.10
730,781	Wells Fargo	27,399	3.00
1,323	Fidelity Institutional Liquidity Fund - USD A Acc	17,623	1.93
180,373	Northern Trust	12,641	1.39
115,013	The Travelers Companies	11,465	1.26
183,134	Citigroup	8,864	0.97
124,626	Loews	4,456	0.49
		<b>227,612</b>	<b>24.96</b>
	<b>Information Technology - (25.97%)</b>		
1,334,086	Oracle	52,525	5.76
780,376	Cisco Systems	30,261	3.32
194,082	Check Point Software Technologies	17,938	1.97
990,931	Sabre	16,744	1.84
362,043	Amdocs	15,204	1.67
716,799	Juniper Networks	14,790	1.62
270,883	Leidos Holdings	13,015	1.43
111,411	International Business Machines	11,654	1.28
810,250	Nuance Communications	10,256	1.12
225,902	QUALCOMM	9,006	0.99
569,714	Ericsson (B)	3,911	0.43
		<b>195,304</b>	<b>21.42</b>
	<b>Health Care - (14.66%)</b>		
90,355	Anthem	20,789	2.28
345,125	Abbott Laboratories	20,032	2.20
284,818	AmerisourceBergen	17,728	1.94
378,454	CVS Health	16,647	1.83
149,255	Alexion Pharmaceuticals	15,253	1.67
140,255	Jazz Pharmaceuticals	14,526	1.59
237,315	Gilead Sciences	11,696	1.28
446,888	Mylan	8,734	0.96
90,835	United Therapeutics	8,566	0.94
26,330	Cigna	3,577	0.39
		<b>137,548</b>	<b>15.08</b>
	<b>Consumer Staples - (8.15%)</b>		
365,597	Colgate-Palmolive	18,096	1.98
266,830	Walgreens Boots Alliance	14,314	1.57
443,403	Archer Daniels Midland	14,205	1.56
465,529	Kroger	10,428	1.14
220,560	Bunge	8,792	0.96
		<b>65,835</b>	<b>7.22</b>
	<b>Communication Services - (3.10%)</b>		
451,278	T-Mobile US	24,463	2.68
445,071	Verizon Communications	18,968	2.08
297,159	TripAdvisor (A)	12,091	1.33
644,278	Liberty Latin America (C)	9,104	1.00
		<b>64,626</b>	<b>7.09</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Consumer Discretionary - (3.28%)</b>		
441,046	eBay	12,455	1.37
147,726	Dollar Tree	10,634	1.17
373,961	Tapestry	9,962	1.09
4,879	NVR	9,692	1.06
79,183	Advance Auto Parts	9,422	1.03
103,862	Dollar General	9,225	1.01
		<b>61,390</b>	<b>6.73</b>
	<b>Energy - (3.34%)</b>		
1,466,289	SBM Offshore	20,970	2.30
174,919	Chevron	15,789	1.73
391,132	Apache	9,869	1.08
		<b>46,628</b>	<b>5.11</b>
	<b>Materials - (4.17%)</b>		
122,836	Linde	16,112	1.77
1,101,881	Valvoline	16,059	1.76
559,482	Mosaic	13,524	1.48
		<b>45,695</b>	<b>5.01</b>
	<b>Industrials - (8.05%)</b>		
172,508	United Parcel Service (B)	14,407	1.58
199,142	Jacobs Engineering Group	11,194	1.23
1,332,205	General Electric	10,895	1.19
7,155	Wabtec	405	0.04
		<b>36,901</b>	<b>4.05</b>
	<b>Utilities - (1.92%)</b>		
676,186	Exelon	24,549	2.69
		<b>24,549</b>	<b>2.69</b>
	<b>Portfolio of investments</b>	<b>906,088</b>	<b>99.36</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>5,794</b>	<b>0.64</b>
	<b>Net assets</b>	<b>911,882</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (39.00%)</b>		
5,437,200	Tencent Holdings	174,832	6.10
1,201,296	Alibaba Group Holding (ADR)	166,713	5.82
116,913,020	Industrial & Commercial Bank of China (H)	67,506	2.36
8,527,000	China Mobile	67,444	2.35
77,917,300	China Construction Bank (H)	52,003	1.81
7,134,335	Wuxi Biologics (Cayman)	50,827	1.77
422,191	Kweichow Moutai (A) (CN) 19/02/2020 (ELN)	35,843	1.25
16,290,000	China Life Insurance (H)	33,693	1.18
4,861,610	Zhejiang Supor Cookware (A) 02/03/2020 (ELN)	33,609	1.17
25,510,000	CNOOC	33,075	1.15
50,928,000	China Petroleum & Chemical (H)	33,064	1.15
3,463,000	Shenzhou International Group Holdings	32,480	1.13
503,837	New Oriental Education & Technology Group (ADR)	30,918	1.08
3,436,000	Sunny Optical Technology Group	30,582	1.07
838,770	Yum China Holdings	26,196	0.91
306,100	Kweichow Moutai (A)	25,987	0.91
9,049,200	China Pacific Insurance Group (H)	25,605	0.89
8,454,000	China Overseas Land & Investment	23,395	0.82
4,014,000	Midea Group (A)	21,566	0.75
3,323,571	Gree Electric Appliances of Zhuhai (A)	16,743	0.58
628,711	Ctrip.com International (ADR)	16,025	0.56
13,898,000	Weichai Power (H)	14,506	0.51
4,226,535	Angel Yeast (A) (CN) 07/04/2020 (ELN)	13,107	0.46
2,012,794	DONG E-E-Jiao (A) (CN)	10,352	0.36
215,062	ByteDance (Unlisted)	7,968	0.28
21,041,000	Sinotrans (H)	7,435	0.26
6,876,000	Tong Ren Tang Technologies (H)	6,742	0.24
7,936,800	China State Construction International Holdings	6,293	0.22
28,175,000	Sensetime Group (Unlisted)	6,006	0.21
6,788,000	Brilliance China Automotive Holdings	4,979	0.17
4,052,944	Fang Holdings (ADR)	4,722	0.16
546,054	Zhejiang Supor Cookware (A) (CN) 02/12/2019 (ELN)	3,775	0.13
2,096,834	Weifu High-Technology (B)	3,138	0.11
239,500	AAC Technologies Holdings	1,069	0.04
133,132	Zhejiang Supor Cookware (A)	920	0.03
		<b>1,089,118</b>	<b>38.00</b>
	<b>Korea - (14.73%)</b>		
4,002,348	Samsung Electronics	120,991	4.22
1,667,127	Shinhan Financial Group	48,665	1.70
771,235	SK Hynix	36,186	1.26
348,616	Hyundai Motor	29,560	1.03
131,671	Samsung Fire & Marine Insurance	26,610	0.93
181,194	SK Innovation	22,833	0.80
26,551	LG Household & Healthcare	22,157	0.77
228,105	NAVER	20,259	0.71
562,700	Samsung Electronics Preferred	13,578	0.47
84,498	AmorePacific	11,328	0.40
33,041	Korea Zinc	10,088	0.35
53,450	Samsung SDI	8,491	0.30

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
32,115	Samsung Biologics	8,083	0.28
20,121	BGF Retail	2,873	0.10
		<b>381,702</b>	<b>13.32</b>
	<b>India - (11.12%)</b>		
4,176,441	HDFC Bank	92,247	3.22
2,743,588	Housing Development Finance	53,645	1.87
1,932,861	Tata Consultancy Services	40,720	1.42
4,325,537	Axis Bank	32,630	1.14
289,998	Maruti Suzuki India	21,044	0.73
10,569,474	Power Grid Corporation of India	20,422	0.71
6,873,746	ITC	20,179	0.70
1,182,919	Kotak Mahindra Bank	15,249	0.53
346,399	UltraTech Cement	14,023	0.49
3,730,999	Bharti Airtel	12,663	0.44
2,992,098	HDFC Life Insurance	11,168	0.39
50,524	Eicher Motors	10,646	0.37
1,292,492	Mahindra & Mahindra	8,857	0.31
		<b>353,493</b>	<b>12.33</b>
	<b>Hong Kong - (7.60%)</b>		
22,976,600	AIA Group	172,601	6.02
7,552,000	Sands China	28,311	0.99
3,994,500	CK Asset Holdings	24,901	0.87
7,649,000	BOC Hong Kong Holdings	23,987	0.84
4,310,000	Power Assets Holdings	22,431	0.78
16,235,000	HKT Trust & HKT	19,028	0.66
986,000	Sun Hung Kai Properties	12,265	0.43
2,564,000	Dah Sing Financial Holdings	10,582	0.37
4,581,900	Samsonite International	10,310	0.36
1,190,400	ASM Pacific Technology	9,472	0.33
3,663,000	Innovent Biologics	8,313	0.29
5,061,600	Dah Sing Banking Group	7,299	0.25
		<b>349,500</b>	<b>12.19</b>
	<b>Taiwan - (10.28%)</b>		
28,296,128	Taiwan Semiconductor Manufacturing	162,530	5.67
70,287,380	E.Sun Financial Holdings	37,326	1.30
10,639,284	Uni-President Enterprises	19,192	0.67
2,634,450	Advantech	14,878	0.52
7,327,859	ASE Technology Holding	11,083	0.39
1,257,000	MediaTek	8,461	0.30
3,147,320	WPG Holding	3,013	0.11
43,000	Catcher Technology	242	0.01
		<b>256,725</b>	<b>8.96</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Thailand - (5.06%)</b>		
22,727,800	Airports of Thailand (F)	36,631	1.28
27,618,900	PTT (F)	31,984	1.12
4,764,600	Kasikornbank (F)	22,469	0.78
8,908,500	CP ALL (F)	16,538	0.58
3,013,900	Bumrungrad Hospital (F)	13,421	0.47
3,383,400	Carabao Group (F)	4,423	0.15
33,800	Kasikornbank (NVDR)	159	0.01
		<b>125,625</b>	<b>4.38</b>
	<b>Indonesia - (3.31%)</b>		
38,881,800	Bank Central Asia	57,347	2.00
132,142,600	Bank Rakyat Indonesia	27,212	0.95
3,158,600	Gudang Garam PT Perusahaan	14,428	0.50
10,828,300	First Resources	10,264	0.36
10,953,500	Matahari Department Store	3,310	0.12
		<b>112,561</b>	<b>3.93</b>
	<b>Singapore - (2.92%)</b>		
3,970,168	United Overseas Bank	55,386	1.93
725,500	Jardine Cycle & Carriage	13,483	0.47
12,913,746	Raffles Medical Group	7,777	0.27
		<b>76,646</b>	<b>2.67</b>
	<b>United States - (2.93%)</b>		
569,601	Cognizant Technology Solutions (A)	30,527	1.06
1,091	Fidelity Institutional Liquidity Fund - USD A Acc	14,543	0.51
		<b>45,070</b>	<b>1.57</b>
	<b>Philippines - (1.43%)</b>		
969,490	Ayala	13,033	0.45
8,252,820	Robinsons Retail Holdings	10,411	0.36
549,683	GT Capital Holdings	7,569	0.26
31,316,700	Alliance Global Group	6,235	0.22
		<b>37,248</b>	<b>1.30</b>
	<b>Malaysia - (0.76%)</b>		
5,170,200	Public Bank	23,880	0.83
		<b>23,880</b>	<b>0.83</b>
	<b>Vietnam - (0.13%)</b>		
2,688,507	Vincom Retail Joint Stock Company 19/02/2020 (ELN)	2,863	0.10
		<b>2,863</b>	<b>0.10</b>
	<b>Portfolio of investments</b>	<b>2,854,431</b>	<b>99.58</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>11,969</b>	<b>0.42</b>
	<b>Net assets</b>	<b>2,866,400</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (26.49%)</b>		
13,396,000	China Petroleum & Chemical (H)	8,697	6.02
93,442	Kweichow Moutai (A)	7,933	5.49
67,174	Kweichow Moutai (A) (CN)	5,703	3.95
741,600	BOC Aviation	4,815	3.33
1,040,011	Hans Laser Technology Industry Group (A) (CN)	4,650	3.22
2,264,494	Zhejiang Sanhua (A) (CN)	3,753	2.60
687,653	Midea Group (A) (CN)	3,695	2.56
4,612,000	Dongfeng Motor Group (H)	3,688	2.55
4,390,000	China Oilfield Services (H)	3,266	2.26
906,078	Angel Yeast (A) (CN)	2,810	1.95
4,693,500	China ZhengTong Auto Services Holdings	2,148	1.49
54,500	Tencent Holdings	1,752	1.21
273,700	Hans Laser Technology Industry Group (A)	1,224	0.85
201,300	Midea Group (A)	1,082	0.75
124,132	Hangzhou Robam Appliances (A) (CN)	347	0.24
105,089	Angel Yeast (A) (CN) 23/11/2021 (ELN)	326	0.23
97,115	Angel Yeast (A)	301	0.21
1,117,000	Sany Heavy Equipment International Holdings	298	0.21
81,000	Zhejiang Sanhua (A)	134	0.09
22,300	Hans Laser Technology Industry Group (A) (CN) 23/11/2020 (ELN)	100	0.07
		<b>56,722</b>	<b>39.26</b>
	<b>Hong Kong - (15.13%)</b>		
1,902,400	AIA Group	14,291	9.89
523,000	Sun Hung Kai Properties	6,505	4.50
3,128,000	Shangri-La Asia	3,337	2.31
		<b>24,133</b>	<b>16.70</b>
	<b>Taiwan - (13.02%)</b>		
1,232,000	Taiwan Semiconductor Manufacturing	7,076	4.90
4,564,000	TSRC	3,094	2.14
		<b>10,170</b>	<b>7.04</b>
	<b>India - (11.55%)</b>		
434,642	HDFC Bank	9,600	6.65
		<b>9,600</b>	<b>6.65</b>
	<b>Australia - (7.67%)</b>		
644,417	Charter Hall Group	3,041	2.10
1,938,350	Domain Holdings Australia	2,809	1.94
3,044,653	Nine Entertainment Company Holdings	2,787	1.93
390,509	Ariadne Australia	136	0.09
431,401	Getswift	65	0.04
		<b>8,838</b>	<b>6.12</b>
	<b>United States - (5.49%)</b>		
654	Fidelity Institutional Liquidity Fund - USD A Acc	8,709	6.03
		<b>8,709</b>	<b>6.03</b>
	<b>Canada - (4.41%)</b>		
130,302	Franco-Nevada (US)	7,367	5.10
		<b>7,367</b>	<b>5.10</b>

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Korea - (6.04%)</b>		
38,285	SK Innovation	4,824	3.34
		<b>4,824</b>	<b>3.34</b>
	<b>New Zealand - (1.55%)</b>		
986,851	Restaurant Brands NZ	4,364	3.02
		<b>4,364</b>	<b>3.02</b>
	<b>Indonesia - (5.73%)</b>		
16,278,300	Bank Rakyat Indonesia	3,352	2.32
		<b>3,352</b>	<b>2.32</b>
	<b>Netherlands - (0.00%)</b>		
20,016	ASML Holding	2,758	1.91
		<b>2,758</b>	<b>1.91</b>
	<b>Philippines - (0.37%)</b>		
21,991,000	Pepsi-Cola Products Philippines	447	0.31
		<b>447</b>	<b>0.31</b>
	<b>Portfolio of investments</b>	<b>141,284</b>	<b>97.80</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,183</b>	<b>2.20</b>
	<b>Net assets</b>	<b>144,467</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Hong Kong - (21.38%)</b>			
632,500	Swire Pacific (B)	866	3.88
730,500	HKBN	853	3.82
122,500	Cheung Kong Infrastructure Holdings	767	3.44
82,200	AIA Group	617	2.76
297,600	Wynn Macau	553	2.48
23,200	Hang Seng Bank	431	1.93
74,600	Hongkong Land Holdings	401	1.80
30,000	Sun Hung Kai Properties	373	1.67
114,600	Samsonite International	258	1.16
		<b>5,119</b>	<b>22.94</b>
<b>Taiwan - (13.41%)</b>			
129,000	Taiwan Semiconductor Manufacturing	741	3.32
325,000	Chicony Electronics	531	2.38
291,000	Uni-President Enterprises	525	2.35
223,000	Tripod Technology	506	2.27
112,000	Delta Electronics	414	1.86
295,000	Quanta Computer	406	1.82
53,000	TSRC	36	0.16
		<b>3,159</b>	<b>14.15</b>
<b>China - (12.91%)</b>			
1,246,000	China Petroleum & Chemical (H)	809	3.62
229,400	China Pacific Insurance Group (H)	649	2.91
68,000	China Mobile	538	2.41
324,000	Guangdong Investment	467	2.09
38,000	China Resource Gas Group	124	0.56
		<b>2,587</b>	<b>11.59</b>
<b>Australia - (12.94%)</b>			
37,388	Caltex Australia	573	2.57
524,271	Nine Entertainment Company Holdings	480	2.15
138,037	Collins Foods	478	2.14
255,254	CSR	459	2.06
112,374	Atlas Arteria	429	1.92
		<b>2,419</b>	<b>10.84</b>
<b>Thailand - (7.46%)</b>			
1,276,200	Thai Beverage	576	2.58
460,900	PTT (F)	534	2.39
100,300	Bangkok Bank (NVDR)	498	2.23
193,700	Tisco Financial Group (F)	404	1.81
		<b>2,012</b>	<b>9.02</b>
<b>Korea - (11.58%)</b>			
25,037	Samsung Electronics Preferred	604	2.71
14,515	KB Financial Group	431	1.93
2,784	Samsung Fire & Marine Insurance Preferred	361	1.62
3,352	KT & G	237	1.06
		<b>1,633</b>	<b>7.32</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Singapore - (7.19%)</b>		
43,800	DBS Group Holdings	607	2.72
304,700	Singapore Telecommunications	513	2.30
369,000	ComfortDelGro	492	2.20
		<b>1,612</b>	<b>7.22</b>
	<b>India - (6.57%)</b>		
67,903	Infosys	530	2.37
260,911	Power Grid Corporation of India	504	2.26
13,370	Housing Development Finance	261	1.17
		<b>1,295</b>	<b>5.80</b>
	<b>Indonesia - (0.00%)</b>		
1,926,000	Bank Rakyat Indonesia	397	1.78
		<b>397</b>	<b>1.78</b>
	<b>Contracts for Difference - (0.74%)</b>		
5,700	Kweichow Moutai (A) (CN) (CFD)	136	0.61
62,900	Wuliangye Yibin (A) (CN) (CFD)	109	0.49
51,800	Huayu Automotive Systems (A) (CFD)	25	0.11
165,800	Huayu Automotive Systems (A) (CN) (CFD)	7	0.03
		<b>277</b>	<b>1.24</b>
	<b>Portfolio of investments</b>	<b>20,510</b>	<b>91.90</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,808</b>	<b>8.10</b>
	<b>Net assets</b>	<b>22,318</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Commercial Paper - (54.51%)</b>			
17,000,000	DNB Bank CP 0.875% 19/03/2019	16,994	2.56
17,000,000	Toyota Kreditbank CP 0.89% 10/04/2019	16,986	2.56
15,000,000	ABN AMRO Bank CP 0.89% 01/03/2019	15,000	2.26
15,000,000	Nordea Bank CP 0.84% 04/03/2019	14,999	2.26
15,000,000	Agence Centrale CP 0.88% 15/03/2019	14,995	2.26
15,000,000	233048 CP 0.895% 27/03/2019	14,992	2.26
15,000,000	Honda Finance Europe CP 0.91% 08/04/2019	14,988	2.26
15,000,000	Santander UK CP 0.85% 13/05/2019	14,975	2.25
14,000,000	Santander UK CP 0.92% 05/03/2019	13,999	2.11
14,000,000	Toyota Motor Finance Netherlands CP 0.90% 28/05/2019	13,971	2.10
13,000,000	ING Bank CP 0.92% 16/04/2019	12,985	1.95
12,500,000	Svenska Handelsbanken CP 0.90% 25/04/2019	12,485	1.88
12,000,000	DNB Bank CP 0.955% 12/04/2019	11,991	1.80
12,000,000	Pohjola Bank CP 0.915% 17/04/2019	11,990	1.80
12,000,000	Dexia Credit CP 0.955% 01/08/2019	11,953	1.80
10,000,000	Swedbank CP 0.90% 03/09/2019	9,954	1.50
9,000,000	Sumitomo Mitsui Banking Brussels CP 0.94% 11/03/2019	8,998	1.35
8,500,000	Nordea Bank CP 0.92% 05/08/2019	8,466	1.27
8,000,000	Honda Finance Europe CP 0.93% 23/04/2019	7,991	1.20
8,000,000	Nordea Bank CP 0.91% 15/08/2019	7,966	1.20
6,000,000	Dexia Credit CP 0.87% 14/03/2019	5,998	0.90
5,000,000	Rabobank Nederland London CP 0.86% 18/04/2019	4,995	0.75
		<b>267,671</b>	<b>40.28</b>
<b>Certificate of Deposit - (40.15%)</b>			
28,000,000	Sumitomo Mitsui Trust Bank CD 0.00% 12/03/2019	27,993	4.21
27,000,000	Bank of Nova Scotia CD 0.90% 20/03/2019	27,002	4.06
24,000,000	Bank of Montreal CD 0.00% 04/04/2019	23,980	3.61
15,500,000	Mitsubishi UFJ Trust & Banking CD 0.00% 16/04/2019	15,483	2.33
15,000,000	BNP Paribas CD 0.88% 03/05/2019	15,001	2.26
15,000,000	Nationwide (Ugtd) CD 0.00% 01/03/2019	15,000	2.26
15,000,000	Credit Agricole Corporate & Investment Bank London CD 0.90% 01/03/2019	15,000	2.26
15,000,000	HSBC Bank 0.2092% VRN 01/11/2019	14,998	2.26
15,000,000	Toronto Dominion Bank London 0.9146% VRN 18/09/2019	14,996	2.26
15,000,000	Bank of Tokyo Mitsubishi CD 0.00% 24/05/2019	14,970	2.25
13,500,000	Oversea-Chinese Banking CD 0.00% 19/03/2019	13,495	2.03
13,500,000	KBC Bank CD 0.00% 24/04/2019	13,486	2.03
13,000,000	Rabobank Nederland CD 0.97% 20/05/2019	13,004	1.96
13,000,000	Nationwide (Ugtd) CD 0.00% 22/03/2019	12,993	1.96
10,000,000	Handelsbanken CD 0.98% 20/08/2019	10,000	1.50
10,000,000	Handelsbanken CD 0.995% 27/08/2019	10,000	1.50
9,000,000	HSBC UK Bank CD 0.95% 24/05/2019	9,003	1.35
15,500,000	Mitsubishi UFJ Trust & Banking CD 0.00% 16/04/2019	0	0.00
		<b>266,404</b>	<b>40.09</b>
<b>Time Deposit - (5.45%)</b>			
42,659,463	Bred Banque Populaire TD 0.71% 01/03/2019	42,659	6.42
37,007,096	Mizuho Bank London TD 0.70% 01/03/2019	37,007	5.57
		<b>79,666</b>	<b>11.99</b>



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (4.24%)</b>		
20,000,000	Westpac Banking FRN 20/03/2019	20,000	3.01
20,000,000	Commonwealth Bank Australia FRN 21/03/2019 Reg S	20,000	3.01
10,000,000	Rabobank FRN 06/03/2020 Reg S	9,998	1.50
5,000,000	Commonwealth Bank Australia FRN 29/10/2019 Reg S	5,000	0.75
5,000,000	Westpac Banking Sydney FRN 19/11/2019 EMTN Reg S	4,999	0.75
		<b>59,997</b>	<b>9.03</b>
	<b>Portfolio of investments</b>	<b>673,738</b>	<b>101.39</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>(9,148)</b>	<b>(1.39)</b>
	<b>Net assets</b>	<b>664,590</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Consumer Discretionary - (25.46%)</b>			
84,279	Alibaba Group Holding (ADR)	11,696	8.59
78,129	New Oriental Education & Technology Group (ADR)	4,794	3.52
360,200	Shenzhou International Group Holdings	3,379	2.48
3,336,000	Dongfeng Motor Group (H)	2,667	1.96
463,000	Galaxy Entertainment Group	2,470	1.81
2,270,000	Li Ning	2,391	1.76
120,129	JD.Com	2,347	1.72
107,701	Melco Resorts And Entertainment (ADR)	1,836	1.35
944,000	Inby Design	1,388	1.02
3,590,000	China Meidong Auto Holdings	1,203	0.88
128,790	China International Travel Services (A) (CN)	924	0.68
21,290	Yum China Holdings	665	0.49
114,596	Hangzhou Robam Appliances (A) (CN)	320	0.24
67,798	Hangzhou Hikvision Digital Technology (A) 13/11/2020 (ELN)	263	0.19
29,107	China International Travel Services (A)	209	0.15
		<b>36,552</b>	<b>26.85</b>
<b>Communication Services - (8.01%)</b>			
378,800	Tencent Holdings	12,180	8.95
1,138,500	China Mobile	9,005	6.62
34,458	NetEase (ADR)	5,844	4.29
7,484,000	China Telecom (H)	3,046	2.24
20,689	Baidu (A) (ADR)	2,522	1.85
351,400	Wise Talent Information Technology	870	0.64
297,284	Fang Holdings (ADR)	346	0.25
		<b>33,813</b>	<b>24.84</b>
<b>Financials - (20.48%)</b>			
1,456,000	AIA Group	10,938	8.04
4,401,000	China Life Insurance (H)	9,103	6.69
571,000	Ping AN Insurance Group China (H)	4,519	3.32
36,127	Noah Holdings (ADR)	1,543	1.13
8,298	Kweichow Moutai (A) (CN) 20/03/2020 (ELN)	704	0.52
37,800	Angel Yeast (A) (CN) 07/04/2020 (ELN)	117	0.09
31,066	Inner Mongolia Yili Industrial Group (A) (CN) 15/05/2020 (ELN)	94	0.07
		<b>27,018</b>	<b>19.85</b>
<b>Consumer Staples - (9.78%)</b>			
1,028,000	China Resources Beer (Holdings)	2,879	2.12
314,000	President Chain Store	2,409	1.77
3,145,500	Sun Art Retail Group	2,404	1.77
22,570	Kweichow Moutai (A) (CN)	1,916	1.41
12,027	Cosmax	1,181	0.87
385,000	Inner Mongolia Yili Industrial Group (A)	1,171	0.86
115,900	Foshan Haitian Flavouring (A) (HK)	998	0.73
10,514	Kweichow Moutai (A)	893	0.66
262,038	Inner Mongolia Yili Industrial Group (A) (CN)	797	0.59
197,800	Angel Yeast (A) (CN)	613	0.45
177,300	Angel Yeast (A)	550	0.40
50,000	Dynasty Fine Wines Group	3	0.00
		<b>15,814</b>	<b>11.62</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Information Technology - (30.19%)</b>		
1,333,800	Xiaomi (B)	1,525	1.12
956,000	Kingsoft	1,395	1.02
1,698,000	Kingdee International Software Group	1,380	1.01
288,337	Hangzhou Hikvision Digital Technology (A) (CN)	1,119	0.82
24,346	ByteDance (Unlisted)	902	0.66
230,600	ZTE (H)	517	0.38
1,114,000	Sensetime Group (Unlisted)	237	0.17
21,046	Aurora Mobile (A) (Unlisted)	203	0.15
14,700	Hangzhou Hikvision Digital Technology (A)	57	0.04
		<b>7,335</b>	<b>5.39</b>
	<b>Health Care - (0.00%)</b>		
503,200	Sinopharm Group (H)	1,679	1.23
116,500	Wuxi Biologics (Cayman)	830	0.61
75,194	Jiangsu Hengrui Medicine (A)	608	0.45
28,629	Jiangsu Hengrui Medicine (A) (CN)	231	0.17
116,000	China Animal Healthcare	0	0.00
		<b>3,348</b>	<b>2.46</b>
	<b>Materials - (0.00%)</b>		
124,184	Lock&Lock	1,582	1.16
264,684	Shenzhen Yuto Packaging Technology (A) (CN)	1,505	1.11
		<b>3,087</b>	<b>2.27</b>
	<b>Industrials - (2.57%)</b>		
92,417	Shanghai International Airport (A) (CN)	595	0.44
62,300	Shanghai International Airport (A)	401	0.29
		<b>996</b>	<b>0.73</b>
	<b>Portfolio of investments</b>	<b>127,963</b>	<b>94.01</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>8,156</b>	<b>5.99</b>
	<b>Net assets</b>	<b>136,119</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (38.61%)</b>		
211,800	Tencent Holdings	6,810	8.24
35,498	Alibaba Group Holding (ADR)	4,926	5.96
5,170,000	Industrial & Commercial Bank of China (H)	2,985	3.61
647,600	China Pacific Insurance Group (H)	1,832	2.22
2,434,000	China Petroleum & Chemical (H)	1,580	1.91
504,000	China Overseas Land & Investment	1,395	1.69
601,000	China Mengniu Dairy	1,392	1.69
134,398	China International Travel Services (A)	964	1.17
128,601	Wuxi Biologics (Cayman)	916	1.11
926,000	China Unicom Hong Kong	824	1.00
234,400	Sinopharm Group (H)	782	0.95
81,400	Sunny Optical Technology Group	724	0.88
24,869	Ctrip.com International (ADR)	634	0.77
456,353	Guangzhou Baiyun International Airport (A) (CN) 23/11/2022 (ELN)	632	0.76
758,000	Kingdee International Software Group	616	0.75
198,000	China Resources Beer (Holdings)	555	0.67
100,989	Midea Group (A)	543	0.66
670,000	China State Construction International Holdings	531	0.64
68,790	Zhejiang Supor Cookware (A) (CN)	476	0.58
80,100	DONG E-EJiao (A)	412	0.50
534,000	China Oilfield Services (H)	397	0.48
4,673	Kweichow Moutai (A) (CN) 25/10/2019 (ELN)	397	0.48
1,100,000	Sinotrans (H)	389	0.47
86,384	Hans Laser Technology Industry Group (A) (CN)	386	0.47
55,638	Zhejiang Supor Cookware (A) 02/03/2020 (ELN)	385	0.47
195,695	Guangzhou Baiyun International Airport (A) (CN) 04/12/2019 (ELN)	271	0.33
1,002,000	Best Pacific International Holdings	224	0.27
30,296	Zhejiang Supor Cookware (A)	209	0.25
26,802	Zhejiang Supor Cookware (A) (CN) 02/12/2019 (ELN)	185	0.22
2,100	Kweichow Moutai (A) (CN)	178	0.22
52,400	SAIC Motor (A) (CN)	167	0.20
34,800	Hans Laser Technology Industry Group (A)	156	0.19
46,582	SAIC Motor (A)	148	0.18
14,115	Zhejiang Supor Cookware (A) 29/11/2024 (ELN)	98	0.12
50,000	Guangzhou Baiyun International Airport (A)	69	0.08
400	Kweichow Moutai (A)	34	0.04
4,300	China International Travel Services (A) (CN)	31	0.04
		<b>33,253</b>	<b>40.23</b>
	<b>Korea - (14.86%)</b>		
163,541	Samsung Electronics	4,944	5.98
30,610	SK Hynix	1,436	1.74
49,108	Shinhan Financial Group	1,434	1.73
4,706	POSCO	828	1.00
9,333	Hyundai Motor	791	0.96
3,435	Samsung Fire & Marine Insurance	694	0.84
5,493	SK Innovation	692	0.84
3,360	CJ Logistics	428	0.52
225	Samsung Electronics (GDR)	169	0.20
		<b>11,416</b>	<b>13.81</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>India - (12.34%)</b>		
240,858	Axis Bank	1,817	2.20
221,294	Infosys	1,726	2.09
131,304	Reliance Industries	1,718	2.08
71,628	HDFC Bank	1,582	1.91
80,610	Housing Development Finance	1,576	1.91
167,674	Container of India	841	1.02
305,946	Power Grid of India	591	0.71
167,009	Bharti Airtel	567	0.69
16,093	Infosys (ADR)	129	0.16
		<b>10,547</b>	<b>12.76</b>
	<b>Taiwan - (11.05%)</b>		
761,000	Taiwan Semiconductor Manufacturing	4,371	5.29
1,891,670	E.Sun Financial Holdings	1,005	1.22
108,000	Catcher Technology	609	0.74
17,742	Taiwan Semiconductor Manufacturing (ADR)	526	0.64
90,796	Advantech	513	0.62
49,000	MediaTek	330	0.40
		<b>7,354</b>	<b>8.90</b>
	<b>Hong Kong - (2.29%)</b>		
249,000	AIA Group	1,870	2.26
128,000	Techtronic Industries	643	0.78
118,000	Galaxy Entertainment Group	629	0.76
189,900	Samsonite International	427	0.52
108,500	Innovent Biologics	246	0.30
		<b>3,815</b>	<b>4.62</b>
	<b>Indonesia - (4.21%)</b>		
761,800	Bank Central Asia	1,124	1.36
4,743,300	Bank Rakyat Indonesia	977	1.18
957,700	Semen Indonesia Persero	647	0.78
490,200	First Resources	465	0.56
		<b>3,213</b>	<b>3.89</b>
	<b>Thailand - (3.79%)</b>		
245,300	Kasikornbank (F)	1,157	1.40
882,200	PTT (F)	1,022	1.24
1,656,600	Thai Beverage	748	0.90
19,300	Kasikornbank (NVDR)	91	0.11
		<b>3,018</b>	<b>3.65</b>
	<b>Philippines - (3.67%)</b>		
880,530	Metropolitan Bank & Trust	973	1.18
772,440	Pilipinas Shell Petroleum	538	0.65
1,354,000	LT Group	291	0.35
		<b>1,802</b>	<b>2.18</b>
	<b>Malaysia - (2.45%)</b>		
677,801	CIMB Group Holdings	730	0.88
136,600	Public Bank	631	0.76
		<b>1,361</b>	<b>1.65</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Vietnam - (0.59%)</b>		
150,196	Vietnam Dairy Products	687	0.83
502,589	Vincom Retail Joint Stock Company	537	0.65
4,484	Vincom Retail Joint Stock Company 19/02/2020 (ELN)	5	0.01
		<b>1,229</b>	<b>1.49</b>
	<b>United States - (0.48%)</b>		
11,152	Cognizant Technology Solutions (A)	598	0.72
		<b>598</b>	<b>0.72</b>
	<b>Sri Lanka - (0.53%)</b>		
773,551	John Keells Holdings	506	0.61
		<b>506</b>	<b>0.61</b>
	<b>Singapore - (0.87%)</b>		
425,300	Delfi	339	0.41
		<b>339</b>	<b>0.41</b>
	<b>Portfolio of investments</b>	<b>78,451</b>	<b>94.92</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>4,212</b>	<b>5.08</b>
	<b>Net assets</b>	<b>82,663</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Fidelity Emerging Europe, Middle East and Africa Fund

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Russia - (23.46%)</b>		
2,651,358	Sberbank Russia (USD)	6,237	6.08
83,919	LUKOIL (ADR)	5,306	5.17
599,502	Magnitogorsk Iron & Steel Works PJSC (GDR)	3,934	3.83
906,832	Gazprom (ADR)	3,228	3.15
257,681	PhosAgro (GDR)	2,632	2.57
4,569,844	Surgutneftegas Preferred	2,106	2.05
118,397	Mail.Ru Group (GDR)	2,106	2.05
975,895	Sberbank of Russia Preferred	1,994	1.94
317,626	Rosneft OC (GDR)	1,437	1.40
67,446	Novolipetsk Steel (GDR)	1,219	1.19
2,171,849	PAO TMK (USD)	1,199	1.17
659,752	Gazprom O A O (USD)	1,188	1.16
22,241,905	Inter Rao (USD)	991	0.97
43,632	X5 Retail Group (GDR)	830	0.81
741,153	Detsky Mir (USD)	746	0.73
448,922	Moscow Exchange MICEX-RTS (USD)	465	0.45
22,820	Severstal PAO (USD)	268	0.26
		<b>35,886</b>	<b>34.97</b>
	<b>South Africa - (37.33%)</b>		
53,799	Naspers (N)	8,846	8.62
647,793	Absa Group	6,317	6.16
503,116	Discovery	4,162	4.06
112,904	Sasol	2,646	2.58
2,094,951	Pepkor Holdings	2,254	2.20
235,984	Foschini	2,183	2.13
205,502	African Rainbow Minerals	1,843	1.80
1,156,644	Clover Industries	1,379	1.34
872,776	Spur	1,022	1.00
734,439	Old Mutual	918	0.89
97,519	JSE	858	0.84
3,019,221	Pretoria Portland Cem	842	0.82
189,827	SUN International	637	0.62
94,658	City Lodge Hotels	637	0.62
53,799	Multichoice Group	304	0.30
		<b>34,848</b>	<b>33.96</b>
	<b>United Arab Emirates - (5.08%)</b>		
2,478,133	Abu Dhabi Commercial Bank	4,833	4.71
1,050,120	Union National Bank	1,199	1.17
		<b>6,032</b>	<b>5.88</b>
	<b>Nigeria - (4.34%)</b>		
43,024,130	Zenith Bank	2,138	2.08
11,656,873	Guaranty Trust Bank	874	0.85
251,816	Guaranty Trust Bank (GDR)	856	0.83
21,309,387	United Bank for Africa	336	0.33
		<b>4,204</b>	<b>4.10</b>
	<b>United States - (3.24%)</b>		
293	Fidelity Institutional Liquidity Fund - USD A Acc	3,904	3.80
		<b>3,904</b>	<b>3.80</b>

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Warrants - (0.00%)</b>		
1,966,433	Emirates NBD 03/01/2022 (ELN)	3,803	3.71
		<b>3,803</b>	<b>3.71</b>
	<b>United Kingdom - (4.54%)</b>		
487,983	Glencore (ZA)	1,482	1.44
39,258	Wizz Air Holdings	1,204	1.17
533,937	Vivo Energy	668	0.65
22,368	Evraz	126	0.12
		<b>3,480</b>	<b>3.39</b>
	<b>Cyprus - (1.86%)</b>		
145,201	TCS Group Holding (A) (GDR)	1,958	1.91
		<b>1,958</b>	<b>1.91</b>
	<b>Slovenia - (0.00%)</b>		
163,573	Nova Ljubljanska Banka Dd (GDR)	1,720	1.68
		<b>1,720</b>	<b>1.68</b>
	<b>Greece - (1.03%)</b>		
134,937	Jumbo	1,695	1.65
		<b>1,695</b>	<b>1.65</b>
	<b>Kenya - (0.85%)</b>		
7,281,400	Safaricom	1,420	1.38
		<b>1,420</b>	<b>1.38</b>
	<b>Romania - (2.50%)</b>		
4,038,470	Banca Transilvania	1,358	1.32
		<b>1,358</b>	<b>1.32</b>
	<b>Canada - (0.10%)</b>		
495,081	Semafo	1,007	0.98
		<b>1,007</b>	<b>0.98</b>
	<b>Turkey - (12.25%)</b>		
119,492	Mavi Jeans (B)	711	0.69
		<b>711</b>	<b>0.69</b>
	<b>Australia - (1.40%)</b>		
87,899	South32	184	0.18
		<b>184</b>	<b>0.18</b>
	<b>Portfolio of investments</b>	<b>102,210</b>	<b>99.60</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>402</b>	<b>0.40</b>
	<b>Net assets</b>	<b>102,612</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (29.47%)</b>		
2,243,353	HSBC Holdings	13,774	4.32
3,422,123	RBS Group	9,069	2.84
13,928,926	Lloyds Banking Group	8,778	2.75
545,115	Prudential	8,607	2.70
1,020,043	Phoenix Group Holdings	7,046	2.21
1,084,838	British Land	6,461	2.03
214,992	Admiral Group	4,704	1.47
1,543,606	Legal & General Group	4,277	1.34
2,558,424	Greencoat UK Wind	3,500	1.10
140	Fidelity Institutional Liquidity Fund - Sterling A Acc	2,926	0.92
703,533	Direct Line Insurance Group	2,491	0.78
1,669,525	Primary Health Properties	2,030	0.64
127,537	Close Brothers Group	1,918	0.60
1,131,250	Redde	1,690	0.53
300,000	Aviva	1,262	0.40
282,021	Ashmore Group	1,185	0.37
182,065	Chesnara	643	0.20
		<b>80,361</b>	<b>25.19</b>
	<b>Consumer Goods - (21.12%)</b>		
431,103	Diageo	12,491	3.92
292,348	Unilever	11,660	3.66
148,617	Reckitt Benckiser Group	8,590	2.69
295,500	British American Tobacco	8,126	2.55
319,112	Imperial Brands	7,963	2.50
126,714	Coca-Cola	4,280	1.34
137,236	Bellway	4,118	1.29
95,079	Berkeley Group Holdings	3,721	1.17
87,666	Kraft Heinz	2,122	0.67
23,603	Nichols	367	0.12
		<b>63,438</b>	<b>19.89</b>
	<b>Health Care - (10.82%)</b>		
313,155	AstraZeneca	19,240	6.03
1,057,723	GlaxoSmithKline	15,980	5.01
		<b>35,220</b>	<b>11.04</b>
	<b>Oil &amp; Gas - (8.15%)</b>		
3,079,137	BP	16,399	5.14
650,304	Royal Dutch Shell (A)	15,341	4.81
		<b>31,740</b>	<b>9.95</b>
	<b>Consumer Services - (10.71%)</b>		
1,523,872	International Consolidated Airlines Group	9,235	2.90
333,616	easyJet	4,150	1.30
82,053	Whitbread	3,978	1.25
182,534	Greggs	3,253	1.02
375,372	WPP	3,105	0.97
117,711	Go-Ahead Group	2,371	0.74
1,033,291	Stagecoach Group	1,634	0.51
194,473	Dignity	1,434	0.45
		<b>29,160</b>	<b>9.14</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Utilities - (7.44%)</b>		
800,956	National Grid	6,778	2.12
711,197	Pennon Group	5,469	1.71
618,538	United Utilities Group	5,183	1.62
217,705	Severn Trent	4,363	1.37
320,744	SSE	3,830	1.20
2,168,686	Centrica	2,720	0.85
		<b>28,343</b>	<b>8.89</b>
	<b>Telecommunications - (3.81%)</b>		
6,157,294	Vodafone Group	8,354	2.62
3,884,780	BT Group	8,346	2.62
2,968,234	KCOM Group	2,069	0.65
		<b>18,769</b>	<b>5.88</b>
	<b>Basic Materials - (3.50%)</b>		
246,798	Rio Tinto	10,677	3.35
189,958	BHP	3,332	1.04
		<b>14,009</b>	<b>4.39</b>
	<b>Industrials - (4.74%)</b>		
773,151	Forterra	2,161	0.68
240,593	PayPoint	2,084	0.65
1,308,133	Hays	1,961	0.61
771,677	Ibstock	1,914	0.60
416,155	PageGroup	1,851	0.58
		<b>9,971</b>	<b>3.13</b>
	<b>Technology - (0.00%)</b>		
40,049	Apple	5,264	1.65
		<b>5,264</b>	<b>1.65</b>
	<b>Contracts for Difference - ((0.05)%)</b>		
601,215	Drax Group (CFD)	298	0.09
226,363	Tate & Lyle (CFD)	(51)	(0.02)
110,636	Cranswick (CFD)	(624)	(0.20)
		<b>(377)</b>	<b>(0.12)</b>
	<b>Options - ((0.49)%)</b>		
(70,000)	Call Unilever ICE 15/03/2019	0	0.00
(12,500)	Call Coca-Cola CBOE 15/03/2019	0	0.00
(10,000)	Call Coca-Cola CBOE 18/04/2019	0	0.00
(5,000)	Call Coca-Cola CBOE 18/04/2019	0	0.00
(1,000)	Call Apple CBOE 15/03/2019	(1)	0.00
(1,000)	Call Apple CBOE 18/04/2019	(1)	0.00
(20,000)	Call Reckitt Benckiser Group ICE 17/05/2019	(1)	0.00
(20,000)	Call Unilever ICE 15/03/2019	(1)	0.00
(200,000)	Call HSBC Holdings ICE 15/03/2019	(2)	0.00
(75,000)	Call Royal Dutch Shell (A) ICE 15/03/2019	(2)	0.00
(400,000)	Call BP ICE 15/03/2019	(3)	0.00
(200,000)	Call HSBC Holdings ICE 18/04/2019	(3)	0.00
(25,000)	Call Reckitt Benckiser Group ICE 18/04/2019	(4)	0.00
(200,000)	Call HSBC Holdings ICE 17/05/2019	(4)	0.00
(85,000)	Call National Grid ICE 15/03/2019	(4)	0.00
(400,000)	Call HSBC Holdings ICE 15/03/2019	(4)	0.00

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(45,000)	Call Reckitt Benckiser Group ICE 15/03/2019	(5)	0.00
(200,000)	Call BP ICE 18/04/2019	(5)	0.00
(2,000)	Call Apple CBOE 18/04/2019	(5)	0.00
(30,000)	Call Unilever ICE 18/04/2019	(5)	0.00
(40,000)	Call Unilever ICE 18/04/2019	(5)	0.00
(175,000)	Call International Consolidated Airlines Group ICE 15/03/2019	(5)	0.00
(200,000)	Call International Consolidated Airlines Group ICE 15/03/2019	(5)	0.00
(3,000)	Call Apple CBOE 17/05/2019	(5)	0.00
(1,000)	Call Apple CBOE 18/04/2019	(6)	0.00
(200,000)	Call BP ICE 18/04/2019	(7)	0.00
(60,000)	Call BHP ICE 17/05/2019	(7)	0.00
(48,000)	Call Diageo ICE 17/05/2019	(8)	0.00
(45,000)	Call Unilever ICE 17/05/2019	(8)	0.00
(200,000)	Call BP ICE 17/05/2019	(8)	0.00
(20,000)	Call Unilever ICE 18/04/2019	(8)	0.00
(400,000)	Call HSBC Holdings ICE 18/04/2019	(8)	0.00
(250,000)	Call International Consolidated Airlines Group ICE 18/04/2019	(8)	0.00
(250,000)	Call GlaxoSmithKline ICE 15/03/2019	(8)	0.00
(225,000)	Call International Consolidated Airlines Group ICE 18/04/2019	(10)	0.00
(45,000)	Call Unilever ICE 17/05/2019	(11)	0.00
(100,000)	Call GlaxoSmithKline ICE 18/04/2019	(11)	0.00
(425,000)	Call BP ICE 17/05/2019	(12)	0.00
(75,000)	Call Royal Dutch Shell (A) ICE 18/04/2019	(12)	0.00
(595,000)	Call BT Group ICE 17/05/2019	(12)	0.00
(80,000)	Call National Grid ICE 17/05/2019	(12)	0.00
(160,000)	Call National Grid ICE 17/05/2019	(14)	0.00
(75,000)	Call Prudential ICE 17/05/2019	(14)	0.00
(25,000)	Call Whitbread ICE 17/05/2019	(16)	(0.01)
(200,000)	Call BP ICE 18/04/2019	(16)	(0.01)
(400,000)	Call HSBC Holdings ICE 17/05/2019	(16)	(0.01)
(175,000)	Call British Land ICE 15/03/2019	(17)	(0.01)
(425,000)	Call International Consolidated Airlines Group ICE 17/05/2019	(18)	(0.01)
(200,000)	Call GlaxoSmithKline ICE 17/05/2019	(18)	(0.01)
(25,000)	Call Whitbread ICE 18/04/2019	(18)	(0.01)
(65,000)	Call AstraZeneca ICE 15/03/2019	(18)	(0.01)
(150,000)	Call Royal Dutch Shell (A) ICE 17/05/2019	(20)	(0.01)
(400,000)	Call BT Group ICE 15/03/2019	(20)	(0.01)
(35,000)	Call Rio Tinto ICE 17/05/2019	(21)	(0.01)
(160,000)	Call National Grid ICE 15/03/2019	(22)	(0.01)
(65,000)	Call Severn Trent ICE 15/03/2019	(23)	(0.01)
(65,000)	Call Severn Trent ICE 18/04/2019	(23)	(0.01)
(65,000)	Call Severn Trent ICE 17/05/2019	(23)	(0.01)
(75,000)	Call Prudential ICE 17/05/2019	(22)	(0.01)
(750,000)	Call Centrica ICE 15/03/2019	(22)	(0.01)
(100,000)	Call GlaxoSmithKline ICE 18/04/2019	(23)	(0.01)
(30,000)	Call Rio Tinto ICE 17/05/2019	(25)	(0.01)
(500,000)	Call Legal & General Group ICE 17/05/2019	(25)	(0.01)
(200,000)	Call United Utilities Group ICE 17/05/2019	(25)	(0.01)
(300,000)	Call Aviva ICE 18/04/2019	(26)	(0.01)
(500,000)	Call Legal & General Group ICE 21/06/2019	(26)	(0.01)
(20,000)	Call AstraZeneca ICE 21/06/2019	(26)	(0.01)
(62,940)	Call BHP ICE 15/03/2019	(26)	(0.01)

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(25,000)	Call Whitbread ICE 15/03/2019	(28)	(0.01)
(60,000)	Call BHP ICE 18/04/2019	(30)	(0.01)
(7,000)	Call Apple CBOE 15/03/2019	(32)	(0.01)
(250,000)	Call National Grid ICE 18/04/2019	(32)	(0.01)
(150,000)	Call Prudential ICE 18/04/2019	(33)	(0.01)
(8,000)	Call Apple CBOE 18/04/2019	(33)	(0.01)
(800,000)	Call BT Group ICE 15/03/2019	(40)	(0.01)
(2,000,000)	Call Lloyds Banking Group ICE 15/03/2019	(40)	(0.01)
(500,000)	Call Legal & General Group ICE 18/04/2019	(43)	(0.01)
(150,000)	Call Prudential ICE 15/03/2019	(47)	(0.01)
(70,000)	Call Rio Tinto ICE 18/04/2019	(56)	(0.02)
(140,000)	Call Diageo ICE 15/03/2019	(57)	(0.02)
(70,000)	Call Rio Tinto ICE 15/03/2019	(57)	(0.02)
(165,000)	Call United Utilities Group ICE 15/03/2019	(57)	(0.02)
(1,200,000)	Call BT Group ICE 18/04/2019	(60)	(0.02)
(200,000)	Call United Utilities Group ICE 18/04/2019	(70)	(0.02)
(2,000,000)	Call Lloyds Banking Group ICE 18/04/2019	(80)	(0.03)
(2,000,000)	Call Lloyds Banking Group ICE 17/05/2019	(86)	(0.03)
(130,000)	Call Diageo ICE 18/04/2019	(93)	(0.03)
(40,000)	Call AstraZeneca ICE 18/04/2019	(112)	(0.04)
(70,000)	Call AstraZeneca ICE 17/05/2019	(164)	(0.05)
		<b>(2,039)</b>	<b>(0.64)</b>
	<b>Portfolio of investments</b>	<b>313,859</b>	<b>98.39</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>5,136</b>	<b>1.61</b>
	<b>Net assets</b>	<b>318,995</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>France - (27.60%)</b>		
2,237,227	Total	95,707	4.09
321,462	LVMH Moet Hennessy SE	83,215	3.55
1,232,066	Sanofi	77,089	3.29
384,173	L'Oreal	72,563	3.10
1,242,309	Legrand	61,365	2.62
651,026	EssilorLuxottica	59,193	2.53
370,210	Dassault Systemes	41,063	1.75
71,915	Hermes International	34,252	1.46
1,025,240	Edenred	33,908	1.45
651,376	Societe Des Bains de Mer Monaco	26,608	1.14
249,631	Iliad Group	19,666	0.84
235,837	Sodexo	19,425	0.83
		<b>624,054</b>	<b>26.65</b>
	<b>Switzerland - (15.11%)</b>		
2,384,028	Nestle	163,024	6.96
631,170	Roche Holdings	131,999	5.64
278,331	Schindler Holding	46,339	1.98
401,101	Sika	40,796	1.74
363,253	DKSH Holding	16,123	0.69
23,021	Flughafen Zurich	3,110	0.13
		<b>401,391</b>	<b>17.14</b>
	<b>Germany - (15.57%)</b>		
1,150,504	SAP SE	92,749	3.96
673,773	Deutsche Boerse	63,950	2.73
448,348	Linde (DE)	59,252	2.53
930,707	Fresenius Medical Care	54,359	2.32
670,798	Symrise	44,694	1.91
185,649	MTU Aero Engines	30,222	1.29
394,318	Fielmann	19,897	0.85
		<b>365,123</b>	<b>15.59</b>
	<b>United Kingdom - (6.15%)</b>		
2,388,676	Royal Dutch Shell (A) (NL)	56,382	2.41
5,657,531	3i Group	53,102	2.27
437,735	Intertek Group	22,272	0.95
		<b>131,756</b>	<b>5.63</b>
	<b>Netherlands - (6.19%)</b>		
535,786	ASML Holding	73,815	3.15
3,115,021	ABN AMRO Group	56,458	2.41
		<b>130,273</b>	<b>5.56</b>
	<b>Spain - (4.90%)</b>		
2,726,611	Red Electrica	44,352	1.89
764,768	Amadeus IT Group (A)	44,024	1.88
1,826,481	Grifols Preferred B	25,925	1.11
		<b>114,301</b>	<b>4.88</b>
	<b>Norway - (4.15%)</b>		
4,467,702	DNB	64,367	2.75
3,165,425	Telenor	46,610	1.99
		<b>110,977</b>	<b>4.74</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Finland - (4.88%)</b>		
1,841,268	Sampo	67,012	2.86
864,607	Kone	31,556	1.35
		<b>98,568</b>	<b>4.21</b>
	<b>Italy - (4.15%)</b>		
34,997,993	Intesa Sanpaolo	65,399	2.79
1,507,785	Atlantia	27,147	1.16
		<b>92,546</b>	<b>3.95</b>
	<b>Denmark - (4.40%)</b>		
1,925,787	Novo-Nordisk (B)	70,945	3.03
247,532	Chr. Hansen	19,069	0.81
		<b>90,014</b>	<b>3.84</b>
	<b>Belgium - (4.38%)</b>		
723,064	KBC Groep	39,861	1.70
815,087	Umicore	26,391	1.13
		<b>66,252</b>	<b>2.83</b>
	<b>Sweden - (0.86%)</b>		
1,235,146	Swedish Match	44,051	1.88
		<b>44,051</b>	<b>1.88</b>
	<b>Austria - (1.32%)</b>		
1,103,142	ANDRITZ	41,105	1.76
		<b>41,105</b>	<b>1.76</b>
	<b>Ireland - (0.11%)</b>		
1,920	Fidelity Institutional Liquidity Fund - Euro A Acc	22,888	0.98
		<b>22,888</b>	<b>0.98</b>
	<b>Futures - (0.00%)</b>		
5,770	EURO STOXX 50 Commodity Future 15/03/2019	1,138	0.05
		<b>1,138</b>	<b>0.05</b>
	<b>Greece - (0.00%)</b>		
3,773,155	AirSea Lines International	0	0.00
		<b>0</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>2,334,437</b>	<b>99.69</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>7,353</b>	<b>0.31</b>
	<b>Net assets</b>	<b>2,341,790</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Germany - (20.41%)</b>		
258,568	SAP SE	20,846	5.68
527,766	QIAGEN	15,154	4.13
224,528	Fresenius Medical Care	13,114	3.57
185,552	Bayer	11,075	3.02
80,488	Continental	9,901	2.70
149,364	Hugo Boss	8,373	2.28
18,250	Puma	7,643	2.08
34,620	Munich RE Group	6,093	1.66
157,946	OSRAM Licht	5,168	1.41
		<b>97,367</b>	<b>26.51</b>
	<b>France - (24.85%)</b>		
191,701	Sanofi	11,994	3.27
1,018,177	Engie	11,765	3.20
283,718	BNP Paribas	10,911	2.97
1,034,119	Altran Technologies	8,763	2.39
184,959	Publicis Groupe	7,746	2.11
45,159	Pernod Ricard	5,823	1.59
294,842	AXA	5,608	1.53
372,169	STMicroelectronics	4,631	1.26
178,466	Ateme	1,645	0.45
		<b>68,886</b>	<b>18.76</b>
	<b>Switzerland - (9.94%)</b>		
349,888	Nestle	23,926	6.52
361,013	Julius Baer Group	11,802	3.21
35,057	Bucher Industries	8,145	2.22
36,794	Lonza Group	7,819	2.13
55,474	Sonova Holding	7,756	2.11
73,284	U-Blox Holding	4,969	1.35
		<b>64,417</b>	<b>17.54</b>
	<b>Ireland - (5.05%)</b>		
1,670	Fidelity Institutional Liquidity Fund - Euro A Acc	19,912	5.42
1,628,004	Bank Ireland Group	7,761	2.11
		<b>27,673</b>	<b>7.54</b>
	<b>Italy - (3.73%)</b>		
604,511	Prysmian	9,333	2.54
2,194,122	Saipem	8,663	2.36
817,413	Guala Closures	4,307	1.17
		<b>22,303</b>	<b>6.07</b>
	<b>Sweden - (4.26%)</b>		
253,022	Swedish Match	9,024	2.46
931,402	Getinge	8,276	2.25
		<b>17,300</b>	<b>4.71</b>
	<b>Netherlands - (10.27%)</b>		
416,490	ABN AMRO Group	7,549	2.06
494,271	SBM Offshore	7,069	1.92
		<b>14,618</b>	<b>3.98</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Spain - (6.36%)</b>		
2,366,694	Banco Santander	8,615	2.35
96,980	Amadeus IT Group (A)	5,583	1.52
		<b>14,198</b>	<b>3.87</b>
	<b>United Kingdom - (4.55%)</b>		
347,378	CRH	8,243	2.24
130,896	Johnson Matthey	4,056	1.10
		<b>12,299</b>	<b>3.35</b>
	<b>Denmark - (5.74%)</b>		
320,962	Novozymes	11,019	3.00
		<b>11,019</b>	<b>3.00</b>
	<b>Norway - (2.20%)</b>		
749,518	Subsea 7	6,900	1.88
1,221,488	Borr Drilling	2,522	0.69
		<b>9,422</b>	<b>2.57</b>
	<b>Belgium - (0.00%)</b>		
136,184	Umicore	4,409	1.20
		<b>4,409</b>	<b>1.20</b>
	<b>Canada - (0.00%)</b>		
1,491,986	Ivanhoe Mine (A)	2,991	0.81
265,093	WG	0	0.00
		<b>2,991</b>	<b>0.81</b>
	<b>Warrants - (0.02%)</b>		
335,129	Guala Closures (Warrants 21/12/2022)	46	0.01
		<b>46</b>	<b>0.01</b>
	<b>Portfolio of investments</b>	<b>366,948</b>	<b>99.92</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>273</b>	<b>0.08</b>
	<b>Net assets</b>	<b>367,221</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (80.83%)</b>		
7,250,000	Areva 4.875% 23/09/2024 EMTN	6,539	1.08
5,000,000	HSBC Bank Funding Sterling I 5.844% VRN (Perpetual)	6,322	1.04
6,500,000	Nemean Bondco 7.375% 01/02/2024 Reg S	6,082	1.00
4,600,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	5,154	0.85
5,850,000	Blackstone Property Partners EUR Holdings 2.20% 24/07/2025 EMTN Reg S	4,988	0.82
4,000,000	RWE Finance 4.75% 31/01/2034 EMTN Reg S	4,715	0.78
4,172,000	Enterprise Inns 6.375% 26/09/2031	4,481	0.74
5,900,000	EDF 6.00% 22/01/2114 144A	4,480	0.74
3,800,000	Prudential 5.70% VRN 19/12/2063 EMTN Reg S	4,353	0.72
4,350,000	Provident Financial 7.00% 04/06/2023 EMTN Reg S	4,339	0.72
3,650,000	Imperial Tobacco Finance 9.00% 17/02/2022 EMTN Reg S	4,328	0.71
4,780,000	DiGi Communications 5.00% 15/10/2023 Reg S	4,217	0.70
4,300,000	Pension Insurance 5.625% 20/09/2030 Reg S	4,212	0.69
4,090,000	GKN Holdings 6.75% 28/10/2019 Reg S	4,201	0.69
4,050,000	CPUK Finance 3.69% 28/02/2047 Reg S	4,163	0.69
5,500,000	General Electric 2.125% 17/05/2037	4,100	0.68
3,967,000	Quilter 4.478% VRN 28/02/2028 Reg S	3,958	0.65
3,720,000	Co-Operative Bank 4.75% 11/11/2021 Reg S	3,942	0.65
3,950,000	Quadgas Finance 3.375% 17/09/2029 EMTN Reg S	3,921	0.65
3,525,000	Atlantia 6.25% 09/06/2022 EMTN	3,834	0.63
3,750,000	Virgin Media Secured Finance 5.125% 15/01/2025 Reg S	3,816	0.63
3,000,000	British Land 5.264% 24/09/2035	3,784	0.62
2,700,000	EDF 6.00% 23/01/2114 EMTN Reg S	3,728	0.61
3,972,000	Virgin Money Holdings UK 3.375% VRN 24/04/2026 GMTN Reg S	3,714	0.61
4,500,000	Intrum 3.125% 15/07/2024 Reg S	3,712	0.61
3,550,000	Western Power Distribution 3.625% 06/11/2023 Reg S	3,690	0.61
2,200,000	Lloyds Bank 13.00% VRN (Perpetual)	3,679	0.61
4,500,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	3,665	0.60
4,000,000	Cadent Finance 2.75% 22/09/2046 EMTN Reg S	3,605	0.59
4,000,000	Federal-Mogul / Federal-Mogul Financing 5.00% 15/07/2024 Reg S	3,592	0.59
3,500,000	Southern Water Greensand 8.50% 15/04/2019 GMTN Reg S	3,533	0.58
2,501,000	Peel Holdings 8.375% STEP 30/04/2040	3,512	0.58
3,000,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	3,511	0.58
3,500,000	TSB Banking Group 5.75% VRN 06/05/2026 EMTN	3,491	0.58
3,550,000	Intu Metrocentre Finance 4.125% 06/12/2028	3,464	0.57
3,250,000	CYBG 7.875% VRN 14/12/2028 GMTN Reg S	3,424	0.56
3,000,000	Daily Mail & General Trust 6.375% 21/06/2027	3,399	0.56
3,800,000	RAC Bond 5.00% 06/05/2046 Reg S	3,379	0.56
4,000,000	Titan Global Finance 2.375% 16/11/2024 Reg S	3,377	0.56
2,500,000	Thames Water Utilities Cayman Finance 5.50% 11/02/2041 EMTN	3,274	0.54
2,350,000	Western Power Distribution (South Wales) Plc 5.75% 23/03 /2040	3,228	0.53
3,200,000	Orbit Capital 3.375% 14/06/2048 Reg S	3,207	0.53
3,010,000	Aviva 6.125% VRN (Perpetual)	3,202	0.53
3,000,000	Goldman Sachs Group 3.125% 25/07/2029 EMTN Reg S	3,013	0.50
3,000,000	Liberty Living Finance 3.375% 28/11/2029 Reg S	2,952	0.49
3,000,000	Digital Stout Holding 3.30% 19/07/2029 Reg S	2,948	0.49
3,770,000	Diamondback Energy 5.375% 31/05/2025	2,926	0.48
3,000,000	Intu SGS Finance 3.875% 17/03/2023 Reg S	2,909	0.48
3,500,000	Roadster Finance Designated Activity 2.375% 08/12/2032 EMTN Reg S	2,863	0.47
4,000,000	Danske Bank 7.00% VRN (Perpetual) Reg S	2,819	0.46
3,000,000	InterXion Holding 4.75% 15/06/2025 Reg S	2,725	0.45

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,350,000	Arqiva Financing 5.34% 30/06/2030 Reg S	2,721	0.45
2,174,000	London Merchant Securities 6.50% 16/03/2026	2,716	0.45
2,850,000	BAT International Finance 4.00% 23/11/2055 EMTN Reg S	2,713	0.45
3,000,000	EDF 5.00% VRN (Perpetual) EMTN Reg S	2,689	0.44
2,764,000	RAC Bond 4.87% 06/05/2046 EMTN Reg S	2,642	0.44
2,500,000	BUPA Finance 6.125% VRN (Perpetual)	2,637	0.43
2,500,000	Barclays Bank 7.125% VRN (Perpetual) Reg S	2,628	0.43
3,100,000	ADLER Real Estate 3.00% 27/04/2026 Reg S	2,627	0.43
2,800,000	HBOS 4.50% VRN 18/03/2030 EMTN	2,605	0.43
1,763,000	THFC Funding No 2 6.35% 08/07/2041 EMTN	2,555	0.42
2,600,000	Annington Funding 2.646% 12/07/2025 EMTN Reg S	2,554	0.42
3,000,000	ADLER Real Estate 2.125% 06/02/2024 Reg S	2,550	0.42
2,500,000	Virgin Money Holdings UK 7.875% VRN (Perpetual) Reg S	2,524	0.42
2,000,000	Lloyds Bank 7.625% 22/04/2025 EMTN Reg S	2,521	0.42
3,000,000	CPI Property Group 4.375% VRN (Perpetual)	2,511	0.41
1,750,000	HBOS Sterling Finance Jersey 7.881% VRN (Perpetual)	2,503	0.41
2,365,000	America Movil 6.375% VRN 06/09/2073 Reg S	2,495	0.41
2,500,000	Virgin Media Secured Finance 5.00% 15/04/2027	2,483	0.41
2,360,000	Phoenix Life 7.25% VRN (Perpetual)	2,443	0.40
2,250,000	APT Pipelines 4.25% 26/11/2024 EMTN Reg S	2,441	0.40
2,200,000	National Westminster Bank 6.50% 07/09/2021	2,420	0.40
3,000,000	Sigma Holdco 5.75% 15/05/2026 Reg S	2,401	0.40
2,800,000	CEMEX 2.75% 05/12/2024 Reg S	2,393	0.39
2,000,000	Direct Line Insurance Group 9.25% VRN 27/04/2042	2,350	0.39
2,000,000	Standard Chartered Bank 7.75% VRN (Perpetual) EMTN	2,284	0.38
2,250,000	AA Bond 6.269% 02/07/2043 EMTN Reg S	2,282	0.38
2,200,000	Orange 3.25% 15/01/2032 EMTN Reg S	2,250	0.37
3,025,000	Global Partners / GLP Finance 7.00% 15/06/2023	2,248	0.37
1,500,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	2,226	0.37
1,500,000	E.ON International Finance 6.75% 27/01/2039 EMTN	2,225	0.37
2,500,000	AA Bond 2.75% 31/07/2043 EMTN Reg S	2,220	0.37
2,000,000	CGNU 6.125% VRN 14/11/2036	2,217	0.37
1,750,000	EDP Finance Amsterdam 8.625% 04/01/2024 EMTN Reg S	2,215	0.37
2,852,000	Ashtead Capital 5.625% 01/10/2024 144A	2,213	0.36
2,250,000	Domestic & General Group 6.375% 15/11/2020 Reg S	2,211	0.36
2,000,000	Royal London Finance Bonds 6.125% VRN 30/11/2043 Reg S	2,205	0.36
1,800,000	SPD Finance UK 5.875% 17/07/2026 Reg S	2,204	0.36
1,900,000	Time Warner Cable 5.75% 02/06/2031	2,203	0.36
2,100,000	AT&T 4.25% 01/06/2043	2,165	0.36
2,000,000	AT&T 4.375% 14/09/2029	2,164	0.36
2,925,000	Eurofins Scientific SE 3.25% VRN (Perpetual) Reg S	2,134	0.35
2,700,000	Wind Tre 3.125% 20/01/2025 Reg S	2,127	0.35
2,450,000	Akelius Residential 3.875% VRN 05/10/2078 Reg S	2,126	0.35
1,750,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	2,110	0.35
2,420,000	Verisure Midholding 5.75% 01/12/2023 Reg S	2,107	0.35
2,400,000	Rabobank 4.625% VRN (Perpetual)	2,094	0.35
3,250,000	Wind Tre 5.00% 20/01/2026 144A	2,089	0.34
2,750,000	ESAL 6.25% 05/02/2023 Reg S	2,083	0.34
1,950,000	Thames Water Utilities Caymen Finance 3.50% 25/02/2028 Reg S	2,037	0.34
1,700,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	2,023	0.33
2,000,000	Elm 6.3024% VRN (Perpetual) EMTN Reg S	2,014	0.33
2,000,000	Annington Funding 3.935% 12/07/2047 EMTN Reg S	2,011	0.33

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,500,000	Suzano Austria 6.00% 15/01/2029 Reg S	1,984	0.33
2,000,000	Barclays 2.375% VRN 06/10/2023 Reg S	1,965	0.32
2,000,000	Westfield America Management 2.625% 30/03/2029 Reg S	1,962	0.32
2,000,000	Hiscox 2.00% 14/12/2022 Reg S	1,960	0.32
2,000,000	UniCredit 6.95% 31/10/2022 EMTN Reg S	1,959	0.32
2,600,000	Telecom Italia Capital 7.20% 18/07/2036	1,940	0.32
2,300,000	Volvo Car 2.00% 24/01/2025 EMTN Reg S	1,929	0.32
2,000,000	CYBG 8.00% VRN (Perpetual) Reg S	1,906	0.31
1,693,000	Koninklijke KPN 5.75% 17/09/2029 GMTN Reg S	1,893	0.31
2,000,000	Bank Ireland Group 3.125% VRN 19/09/2027 EMTN Reg S	1,890	0.31
2,500,000	Parsley Energy / Parsley Finance 5.625% 15/10/2027 144A	1,865	0.31
2,000,000	LafargeHolcim Sterling Finance 3.00% 12/05/2032 EMTN Reg S	1,852	0.31
2,000,000	Ardagh Packaging Finance / Ardagh Holdings USA 4.75% 15/07/2027 Reg S	1,843	0.30
2,500,000	Samvardhana Motherson Auto Systems Group B.V 1.80% 06/07/2024 Reg S	1,832	0.30
2,450,000	Hilcorp Energy / Finance 5.75% 01/10/2025 144A	1,830	0.30
2,050,000	Anglian Water (Osprey) Financing 4.00% 08/03/2026 EMTN Reg S	1,796	0.30
2,000,000	Smurfit Kappa Acquisitions 2.375% 01/02/2024 Reg S	1,787	0.29
2,000,000	Vodafone Group 3.375% 08/08/2049 EMTN Reg S	1,777	0.29
1,250,000	AT&T 7.00% 30/04/2040 EMTN	1,776	0.29
1,450,000	Manchester Airport Group Funding 4.75% 31/03/2034 EMTN Reg S	1,760	0.29
1,700,000	Prudential 5.625% VRN 20/10/2051 Reg S	1,758	0.29
2,000,000	Wendel 2.50% 09/02/2027 Reg S	1,744	0.29
1,825,000	BAT Capital 2.125% 15/08/2025 EMTN Reg S	1,732	0.29
2,300,000	Enel Finance International 4.625% 14/09/2025 Reg S	1,730	0.29
1,800,000	Thames Water Utilities Caymen Finance 2.875% 03/05/2027 EMTN Reg S	1,724	0.28
1,650,000	Prudential 6.25% VRN 20/10/2068 Reg S	1,721	0.28
1,350,000	South Eastern Power Networks 5.625% 30/09/2030 EMTN	1,714	0.28
1,850,000	NN Group 4.625% VRN 13/01/2048 Reg S	1,713	0.28
2,000,000	Eurofins Scientific SE 4.875% VRN (Perpetual) Reg S	1,704	0.28
2,000,000	ADLER Real Estate 1.875% 27/04/2023 Reg S	1,698	0.28
1,500,000	Rothsay Life 8.00% 30/10/2025 Reg S	1,691	0.28
1,700,000	London & Quadrant Housing Trust 2.625% 28/02/2028 Reg S	1,684	0.28
2,250,000	Time Warner Cable 5.875% 15/11/2040	1,675	0.28
1,650,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	1,672	0.28
2,000,000	Commerzbank 8.125% 19/09/2023 Reg S	1,665	0.27
1,500,000	Co-Operative Group 7.50% STEP 08/07/2026	1,665	0.27
2,150,000	Cbr Fashion Finance 5.125% 01/10/2022 Reg S	1,653	0.27
2,250,000	Neptune Energy Bondco 6.625% 15/05/2025 144A	1,649	0.27
2,000,000	Barclays Bank 7.625% 21/11/2022	1,622	0.27
1,550,000	Legal & General Group 5.125% VRN 14/11/2048 Reg S	1,607	0.26
1,650,000	Thames Water Utilities Caymen Finance 2.375% 03/05/2023 EMTN Reg S	1,597	0.26
1,900,000	Unibail-Rodamco 2.125% VRN (Perpetual)	1,593	0.26
1,507,000	Town Centre Securities 5.375% 20/11/2031	1,566	0.26
2,250,000	Tronox Finance 5.75% 01/10/2025 144A	1,552	0.26
850,000	Thames Water Utilities 7.738% 09/04/2058 Reg S	1,531	0.25
1,500,000	Gazprom Capital Luxembourg 4.25% 06/04/2024 Reg S	1,526	0.25
1,975,000	UniCredit 6.572% 14/01/2022 144A	1,523	0.25
1,500,000	Assicurazioni Generali 6.269% VRN (Perpetual)	1,523	0.25
1,450,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	1,516	0.25
2,000,000	First Quantum Minerals 7.25% 15/05/2022 144A	1,513	0.25
2,000,000	CVS Health 4.30% 25/03/2028	1,505	0.25
1,150,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	1,502	0.25

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,301,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	1,477	0.24
1,500,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	1,472	0.24
1,414,000	BNP Paribas 3.375% 23/01/2026 EMTN Reg S	1,451	0.24
2,000,000	Marb Bondco 6.875% 19/01/2025 Reg S	1,441	0.24
1,350,000	Enel 6.625% VRN 15/09/2076 Reg S	1,441	0.24
2,000,000	Fxi Holdings 7.875% 01/11/2024 144A	1,439	0.24
1,500,000	Cadent Finance 2.125% 22/09/2028 EMTN Reg S	1,432	0.24
1,500,000	Bracken Midco1 8.875% VRN 15/10/2023 Reg S	1,425	0.23
1,500,000	Hastings Insurance Group Finance 3.00% 24/05/2025 Reg S	1,418	0.23
1,550,000	Heathrow Funding 2.75% 09/08/2049 Reg S	1,411	0.23
1,500,000	Investec 6.75% VRN (Perpetual) EMTN Reg S	1,393	0.23
1,000,000	Heathrow Funding 6.45% VRN 10/12/2031 Reg S	1,392	0.23
2,000,000	Petra Diamonds US Treasury 7.25% 01/05/2022 Reg S	1,383	0.23
1,400,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	1,379	0.23
2,000,000	Teva Pharmaceutical Finance Neth III BV 2.80% 21/07/2023	1,362	0.22
1,286,000	Arqiva Broadcast Finance 6.75% 30/09/2023 Reg S	1,353	0.22
1,250,000	BUPA Finance 5.00% 08/12/2026 Reg S	1,348	0.22
1,000,000	Peabody Capital 5.25% 17/03/2043 EMTN Reg S	1,318	0.22
1,000,000	Dwr Cymru (Financing) 6.015% 31/03/2028	1,312	0.22
1,675,000	Teva Pharmaceutical Finance Neth III BV 6.75% 01/03/2028	1,289	0.21
1,725,000	SPCM 4.875% 15/09/2025 144A	1,274	0.21
1,000,000	Porterbrook Rail Finance 7.125% 20/10/2026 EMTN	1,268	0.21
1,450,000	Garfunkelux Holdco 3 8.50% 01/11/2022 Reg S	1,265	0.21
1,500,000	UniCredit 6.75% VRN (Perpetual) Reg S	1,262	0.21
900,000	EDF Energy Networks 6.375% VRN 12/11/2031 EMTN Reg S	1,234	0.20
2,000,000	EnLink Midstream Partners 6.00% VRN (Perpetual)	1,225	0.20
1,200,000	Marks & Spencer 3.00% 08/12/2023 EMTN Reg S	1,197	0.20
850,000	Northern Gas Networks 5.625% 23/03/2040 EMTN	1,167	0.19
1,000,000	THFC Social Housing Finance 8.75% 18/12/2021	1,164	0.19
1,351,000	Blackstone Property Partners EUR Holdings 2.00% 15/02/2024 EMTN Reg S	1,163	0.19
1,100,000	BAA SH 5.75% 03/03/2025 Reg S	1,161	0.19
1,000,000	Woolwich Building Society 9.50% 07/08/2021	1,149	0.19
1,125,000	Anglian Water Services Finance 2.75% 26/10/2029 EMTN Reg S	1,145	0.19
1,500,000	CEMEX 6.125% 05/05/2025 Reg S	1,144	0.19
1,000,000	Monks Investment Trust 6.375% 01/03/2023	1,135	0.19
1,150,000	National Express Group 2.50% 11/11/2023 EMTN Reg S	1,133	0.19
1,500,000	Easy Tactic 8.125% 27/02/2023 Reg S	1,117	0.18
1,100,000	Assura Financing 3.00% 19/07/2028 Reg S	1,106	0.18
1,600,000	Sanchez Energy 7.25% 15/02/2023 144A	1,040	0.17
1,000,000	Telecom Italia 5.875% 19/05/2023 EMTN	1,038	0.17
1,150,000	Intertrust Group 3.375% 15/11/2025 Reg S	1,009	0.17
1,000,000	Digital Stout Holding 3.75% 17/10/2030 Reg S	1,005	0.17
1,000,000	Kennedy Wilson Europe Real Estate 3.95% 30/06/2022 Reg S	1,003	0.17
1,005,000	Jerrold Finco 6.125% 15/01/2024 Reg S	995	0.16
1,190,000	Codere Finance 2 Luxembourg 6.75% 01/11/2021 Reg S	987	0.16
1,000,000	Caixa Geral de Depositos 10.75% VRN (Perpetual) Reg S	981	0.16
1,080,000	LHMC Finco Sarl 6.25% 20/12/2023	974	0.16
700,000	Dwr Cymru (Financing) 4.473% 31/03/2057 EMTN	973	0.16
1,700,000	KCA Deutag UK Finance 9.625% 01/04/2023 144A	971	0.16
1,250,000	C&W Senior Financing Designated Activity Company 7.50% 15/10/2026 144A	955	0.16
1,000,000	Rabobank 6.625% VRN (Perpetual) Reg S	948	0.16
1,250,000	ING Groep 6.75% VRN (Perpetual) Reg S	940	0.15

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,000,000	Samarco Mineracao 5.75% 24/10/2023 Reg S	932	0.15
1,000,000	Dresdner Funding Trust I 8.151% 30/06/2031 144A	932	0.15
1,000,000	Teva Pharmaceutical Finance Neth II 4.50% 01/03/2025	886	0.15
1,000,000	Financial & Risk US Holdings 4.50% 15/05/2026 Reg S	853	0.14
1,275,000	AES Argentina Generacion 7.75% 02/02/2024 Reg S	852	0.14
975,000	Roadster Finance Designated Activity 1.625% 09/12/2029 EMTN Reg S	805	0.13
1,127,000	AMC Entertainment Holdings 5.875% 15/11/2026	763	0.13
900,000	Wind Tre FRN 20/01/2024 Reg S	726	0.12
700,000	Wales & West Utilities Finance 3.00% 03/08/2038 EMTN Reg S	708	0.12
700,000	SSE 3.875% VRN (Perpetual) Reg S	700	0.12
750,000	Energizer Gamma Acquisition B.V. 4.625% 15/07/2026 Reg S	654	0.11
633,637	Jpimedia 9.00% VRN 17/11/2023	634	0.10
800,000	Telefonica Emisiones SAU 5.213% 08/03/2047	578	0.10
523,000	AA Bond 4.2487% 31/07/2043 Reg S	530	0.09
400,000	Wales & West Utilities Finance 5.00% 07/03/2028 EMTN	479	0.08
339,174	Jpimedia 7.00% VRN 17/11/2020	339	0.06
420,000	Bausch Health Cos 5.75% 15/08/2027 144A	319	0.05
400,000	Telecom Italia Capital 6.00% 30/09/2034	270	0.04
700,000	Thomson 0.00% VRN (Perpetual)	0	0.00
200,000	Cattles 7.125% 05/07/2017 (Defaulted)	0	0.00
2,081,000	Cattles 6.875% VRN 17/01/2014 EMTN (Defaulted)	0	0.00
4,000,000	TXU Europe Funding 7.00% 31/12/2049 (Defaulted)	0	0.00
674,083	Hellas Telecommun Finance 8.011% VRN 15/07/2015 Reg S (Defaulted)	0	0.00
		<b>482,877</b>	<b>79.59</b>
	<b>Mortgage Related Bonds - (12.00%)</b>		
5,721,901	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	6,643	1.09
4,876,897	Aspire Defence Finance 4.674% 31/03/2040	5,914	0.97
4,765,953	Premiertel 6.175% 08/05/2032	5,553	0.92
4,703,228	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	5,509	0.91
3,950,000	Channel Link Enterprises Finance 3.043% VRN 30/06/2050 Reg S	3,883	0.64
3,281,446	Highbury Finance 7.017% 20/03/2023	3,729	0.61
3,500,000	Spirit Issuer FRN 28/12/2031 Reg S	3,395	0.56
3,640,000	Marstons Issuer 5.158% VRN 15/10/2027	3,286	0.54
2,988,000	Unique Pub Finance 7.395% 28/03/2024	3,275	0.54
2,274,067	RMPA Services 5.337% 30/09/2038	2,862	0.47
2,370,845	UPP Bond 1 Issuer 4.9023% 28/02/2040 EMTN Reg S	2,856	0.47
2,452,880	Unique Pub Finance 5.659% 30/06/2027	2,636	0.43
2,054,028	Arsenal Securities 5.1418% 01/09/2029	2,271	0.37
2,339,750	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	2,172	0.36
1,737,100	White City Property Finance 5.1202% 17/04/2035	2,143	0.35
1,680,885	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	2,031	0.33
1,686,712	Channel Link Enterprises Finance 5.892% 30/06/2041	1,992	0.33
1,603,916	Telereal Securitisation 5.4252% 10/12/2031	1,876	0.31
1,600,730	Bishopsgate Asset Finance 4.808% 14/08/2044	1,770	0.29
1,800,000	UPCB Finance IV 4.00% 15/01/2027 Reg S	1,617	0.27
1,300,000	Dali Capital 4.7992% 21/12/2037	1,595	0.26
1,490,286	Dignity Finance 3.5456% 31/12/2034 Reg S	1,554	0.26
1,180,030	Nats En Route 5.25% 31/03/2026	1,335	0.22
1,248,800	Greene King Finance 4.0643% 15/03/2035 Reg S	1,314	0.22
934,166	Trafford Centre Finance 6.50% 28/07/2033	1,225	0.20
1,609,438	Sprint Spectrum 3.36% 20/03/2023 144A	1,202	0.20
850,000	Peel South East 10.00% 30/04/2026	1,156	0.19

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
916,710	Aspire Defence Finance 4.674% 31/03/2040	1,112	0.18
1,200,000	Intesa Sanpaolo 7.75% VRN (Perpetual) Reg S	1,099	0.18
1,100,000	Penarian Housing Finance 3.212% 07/06/2052 Reg S	1,058	0.17
868,419	Delamare Finance 5.5457% 19/02/2029	976	0.16
879,000	Unique Pub Finance 6.542% 30/03/2021	922	0.15
767,650	Telereal Securitisation 5.5534% 10/12/2033	914	0.15
551,131	Capital & Counties Debenture 5.562% 31/12/2027	560	0.09
400,000	Dignity Finance 4.6956% 31/12/2049 Reg S	352	0.06
350,722	Johnston Press Bond 8.625% 01/06/2019 Reg S	154	0.03
110,814	BL Superstores Finance 5.27% 04/10/2030	120	0.02
249,945	Blue Ocean Resources 4.00% STEP 31/12/2021 Reg S	70	0.01
62,455	Marstons Issuer 1.9543% VRN 15/07/2020	61	0.01
		<b>82,192</b>	<b>13.55</b>
	<b>Gilt Edged Securities - (3.66%)</b>		
8,050,000	UK Gilt 6.00% 07/12/2028	11,566	1.91
7,600,000	UK Gilt 4.25% 07/06/2032	10,110	1.67
4,000,000	UK Gilt 1.50% 22/07/2026 Reg S	4,118	0.68
1,050,000	UK Gilt 1.50% 22/07/2047 Reg S	979	0.16
		<b>26,773</b>	<b>4.41</b>
	<b>Forward Foreign Exchange Contracts - ((0.02)%)</b>		
(108,392,000)	Bought GBP sold EUR @ 1.135486 for settlement 14/05/2019	2,214	0.36
(77,994,000)	Bought GBP sold USD @ 1.303375 for settlement 14/05/2019	1,432	0.24
(5,316,000)	Bought GBP sold EUR @ 1.139536 for settlement 14/05/2019	92	0.02
(2,362,000)	Bought GBP sold USD @ 1.303138 for settlement 14/05/2019	44	0.01
(2,214,000)	Bought GBP sold USD @ 1.302425 for settlement 14/05/2019	42	0.01
(1,657,000)	Bought GBP sold USD @ 1.304600 for settlement 14/05/2019	29	0.00
(1,355,000)	Bought GBP sold EUR @ 1.138150 for settlement 14/05/2019	25	0.00
(1,498,000)	Bought GBP sold USD @ 1.309070 for settlement 14/05/2019	23	0.00
(885,000)	Bought GBP sold USD @ 1.293551 for settlement 14/05/2019	21	0.00
(931,000)	Bought GBP sold EUR @ 1.136944 for settlement 14/05/2019	18	0.00
(749,000)	Bought GBP sold EUR @ 1.140706 for settlement 14/05/2019	12	0.00
(810,000)	Bought GBP sold EUR @ 1.156209 for settlement 14/05/2019	4	0.00
859,000	Bought USD sold GBP @ 0.770606 for settlement 14/05/2019	(19)	0.00
		<b>3,937</b>	<b>0.65</b>
	<b>Financials - (0.80%)</b>		
16,400	Jpimedia (Unlisted)	381	0.06
0	Fidelity Institutional Liquidity Fund - Sterling A Acc	2	0.00
		<b>383</b>	<b>0.06</b>
	<b>Energy - (0.04%)</b>		
55,078	Fara Holdco (Unlisted)	275	0.05
		<b>275</b>	<b>0.05</b>
	<b>Communication Services - (0.04%)</b>		
2,408,053	Independent News & Media (GB)	124	0.02
		<b>124</b>	<b>0.02</b>
	<b>Convertible Bonds - (0.00%)</b>		
284,000	Azion Bao 0.00% 31/12/2022 Reg S	17	0.00
		<b>17</b>	<b>0.00</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Futures - (0.05%)</b>		
(16,900,000)	Long Gilt Commodity Future 26/06/2019	200	0.03
(6,800,000)	US Ultra Bond Commodity Future 19/06/2019	26	0.00
(900,000)	US 5 Year Treasury Note (CBT) Commodity Future 28/06/2019	0	0.00
2,600,000	US 20 Year Long Bond (CBT) Commodity Future 19/06/2019	(6)	0.00
(200,000)	EURO BUXL 30 Year Commodity Future 07/03/2019	(14)	0.00
(49,000,000)	US 10 Year Treasury Note (CBT) Commodity Future 19/06/2019	(24)	0.00
14,900,000	US 10 Year Ultra Future 19/06/2019	(25)	0.00
(6,600,000)	Euro-BOBL Commodity Future 07/03/2019	(28)	0.00
(6,100,000)	Euro-BUND Commodity Future 07/03/2019	(182)	(0.03)
		<b>(53)</b>	<b>(0.01)</b>
	<b>Portfolio of investments</b>	<b>596,525</b>	<b>98.32</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>10,161</b>	<b>1.68</b>
	<b>Net assets</b>	<b>606,686</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>United States - (34.90%)</b>			
4,127	Fidelity Institutional Liquidity Fund - USD A Acc	54,995	5.45
998,142	US Bancorp	38,653	3.83
514,154	Procter & Gamble	38,225	3.79
657,356	Colgate-Palmolive	32,537	3.22
740,567	Cisco Systems	28,718	2.85
665,473	Oracle	26,201	2.60
223,287	Johnson & Johnson	22,805	2.26
61,323	BlackRock	20,374	2.02
549,231	Pfizer	17,723	1.76
431,254	Maxim Integrated Products	17,556	1.74
169,029	KLA	14,597	1.45
111,092	Microsoft	9,367	0.93
373,337	PPL	8,969	0.89
194,087	Edison International	8,841	0.88
		<b>339,561</b>	<b>33.65</b>
<b>United Kingdom - (16.44%)</b>			
1,592,729	Royal Dutch Shell (A) (NL)	37,594	3.73
1,182,312	Diageo	34,257	3.40
1,420,285	RELX (NL)	24,499	2.43
605,986	Unilever	24,170	2.40
2,774,735	Informa	19,490	1.93
708,853	Admiral Group	15,510	1.54
903,441	GlaxoSmithKline	13,649	1.35
1,193,447	National Grid	10,099	1.00
1,838,562	RSA Insurance Group	9,259	0.92
		<b>188,527</b>	<b>18.68</b>
<b>Switzerland - (7.53%)</b>			
185,993	Roche Holdings	38,897	3.85
116,747	Zurich Insurance Group	28,961	2.87
192,449	Novartis	13,259	1.31
		<b>81,117</b>	<b>8.04</b>
<b>Japan - (6.91%)</b>			
614,900	Nippon Telegraph & Telephone	20,025	1.98
618,400	Bridgestone	18,418	1.83
792,700	Japan Tobacco	15,225	1.51
1,270,000	Astellas Pharma	14,790	1.47
626,600	KDDI	11,416	1.13
		<b>79,874</b>	<b>7.92</b>
<b>Germany - (7.76%)</b>			
412,659	Deutsche Boerse	39,167	3.88
166,869	Munich RE Group	29,370	2.91
		<b>68,537</b>	<b>6.79</b>
<b>Netherlands - (7.78%)</b>			
766,387	Wolters Kluwer	37,804	3.75
298,761	Akzo Nobel	20,478	2.03
		<b>58,282</b>	<b>5.78</b>



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>France - (5.42%)</b>		
436,610	Sanofi	27,318	2.71
266,614	Vinci SA	19,096	1.89
143,694	Schneider Electric	8,370	0.83
		<b>54,784</b>	<b>5.43</b>
	<b>Spain - (3.37%)</b>		
3,403,198	Iberdrola	21,413	2.12
701,294	Ferrovial	12,115	1.20
744,467	Red Electrica	12,110	1.20
		<b>45,638</b>	<b>4.52</b>
	<b>Taiwan - (4.20%)</b>		
5,443,000	Taiwan Semiconductor Manufacturing	31,264	3.10
		<b>31,264</b>	<b>3.10</b>
	<b>China - (1.10%)</b>		
2,335,000	China Mobile	18,468	1.83
		<b>18,468</b>	<b>1.83</b>
	<b>Sweden - (1.02%)</b>		
537,324	Atlas Copco (A)	10,867	1.08
299,766	Assa Abloy	4,662	0.46
		<b>15,529</b>	<b>1.54</b>
	<b>Australia - (1.42%)</b>		
2,094,406	Suncorp Group	15,200	1.51
		<b>15,200</b>	<b>1.51</b>
	<b>Finland - (1.32%)</b>		
329,103	Sampo	11,978	1.19
		<b>11,978</b>	<b>1.19</b>
	<b>Portfolio of investments</b>	<b>1,008,759</b>	<b>99.98</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>280</b>	<b>0.02</b>
	<b>Net assets</b>	<b>1,009,039</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (31.75%)</b>		
238,265	US Bancorp	9,227	3.80
123,807	Procter & Gamble	9,205	3.79
156,694	Colgate-Palmolive	7,756	3.20
175,740	Cisco Systems	6,815	2.81
53,691	Johnson & Johnson	5,484	2.26
14,782	BlackRock	4,911	2.02
130,540	Pfizer	4,212	1.74
103,008	Maxim Integrated Products	4,193	1.73
309	Fidelity Institutional Liquidity Fund - USD A Acc	4,119	1.70
40,067	KLA	3,460	1.43
86,143	Oracle	3,392	1.40
27,676	Microsoft	2,334	0.96
88,997	PPL	2,138	0.88
46,267	Edison International	2,108	0.87
		<b>69,354</b>	<b>28.58</b>
	<b>United Kingdom - (16.50%)</b>		
379,329	Royal Dutch Shell (A) (NL)	8,954	3.69
281,707	Diageo	8,162	3.36
337,571	RELX (NL)	5,823	2.40
144,449	Unilever	5,761	2.37
659,169	Informa	4,630	1.91
169,355	Admiral Group	3,705	1.53
215,793	GlaxoSmithKline	3,260	1.34
284,268	National Grid	2,405	0.99
449,714	RSA Insurance Group	2,265	0.93
		<b>44,965</b>	<b>18.53</b>
	<b>Switzerland - (7.64%)</b>		
44,437	Roche Holdings	9,293	3.83
27,704	Zurich Insurance Group	6,873	2.83
45,613	Novartis	3,143	1.30
		<b>19,309</b>	<b>7.96</b>
	<b>Japan - (7.03%)</b>		
148,700	Nippon Telegraph & Telephone	4,842	2.00
146,700	Bridgestone	4,369	1.80
188,100	Japan Tobacco	3,613	1.49
301,400	Astellas Pharma	3,510	1.45
149,400	KDDI	2,722	1.12
		<b>19,056</b>	<b>7.85</b>
	<b>Germany - (7.81%)</b>		
97,883	Deutsche Boerse	9,290	3.83
39,599	Munich RE Group	6,970	2.87
		<b>16,260</b>	<b>6.70</b>
	<b>Netherlands - (7.84%)</b>		
182,547	Wolters Kluwer	9,005	3.71
71,393	Akzo Nobel	4,893	2.02
		<b>13,898</b>	<b>5.73</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>France - (5.48%)</b>		
103,483	Sanofi	6,475	2.67
63,269	Vinci SA	4,531	1.87
34,058	Schneider Electric	1,984	0.82
		<b>12,990</b>	<b>5.35</b>
	<b>Spain - (3.41%)</b>		
810,610	Iberdrola	5,100	2.10
167,990	Ferrovial	2,902	1.20
178,193	Red Electrica	2,899	1.19
		<b>10,901</b>	<b>4.49</b>
	<b>Taiwan - (4.22%)</b>		
1,297,000	Taiwan Semiconductor Manufacturing	7,450	3.07
		<b>7,450</b>	<b>3.07</b>
	<b>China - (1.12%)</b>		
554,000	China Mobile	4,382	1.81
		<b>4,382</b>	<b>1.81</b>
	<b>Sweden - (1.04%)</b>		
129,322	Atlas Copco (A)	2,615	1.08
71,799	Assa Abloy	1,117	0.46
		<b>3,732</b>	<b>1.54</b>
	<b>Australia - (1.45%)</b>		
498,985	Suncorp Group	3,621	1.49
		<b>3,621</b>	<b>1.49</b>
	<b>Finland - (1.34%)</b>		
78,221	Sampo	2,847	1.17
		<b>2,847</b>	<b>1.17</b>
	<b>Contracts for Difference - (0.12%)</b>		
71,284	Oracle (CFD)	406	0.17
		<b>406</b>	<b>0.17</b>
	<b>Options - ((0.43)%)</b>		
(3,500)	Call US Bancorp CBOE 15/03/2019	0	0.00
(21,000)	Call Pfizer CBOE 15/03/2019	0	0.00
(28,000)	Call Pfizer CBOE 15/03/2019	0	0.00
(5,500)	Call Microsoft CBOE 15/03/2019	0	0.00
(14,000)	Call Sanofi ICE 15/03/2019	0	0.00
(2,800)	Call Colgate-Palmolive CBOE 15/03/2019	0	0.00
(1,400)	Call Colgate-Palmolive CBOE 15/03/2019	0	0.00
(2,800)	Call Microsoft CBOE 15/03/2019	0	0.00
(1,400)	Call PPL CBOE 18/04/2019	0	0.00
(17,000)	Call Unilever ICE 15/03/2019	0	0.00
(28,000)	Call Unilever ICE 15/03/2019	0	0.00
(6,900)	Call Sanofi ICE 15/03/2019	0	0.00
(2,100)	Call Johnson & Johnson CBOE 15/03/2019	0	0.00
(1,600)	Call Edison International CBOE 18/04/2019	0	0.00
2,900	Call Novartis EUREX 15/03/2019	0	0.00
(2,400)	Call Maxim Integrated Products CBOE 17/05/2019	0	0.00
(4,800)	Call Maxim Integrated Products CBOE 15/03/2019	0	0.00
(100)	Call BlackRock CBOE 18/04/2019	0	0.00

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(800)	Call Maxim Integrated Products CBOE 18/04/2019	0	0.00
(800)	Call Kla-Tencor CBOE 18/04/2019	(1)	0.00
(2,400)	Call Edison International CBOE 18/04/2019	(1)	0.00
(3,200)	Call Oracle CBOE 21/06/2019	(1)	0.00
(800)	Call Johnson & Johnson CBOE 15/03/2019	(1)	0.00
(800)	Call Kla-Tencor CBOE 21/06/2019	(1)	0.00
(3,200)	Call PPL CBOE 15/03/2019	(1)	0.00
(7,000)	Call Sanofi ICE 17/05/2019	(1)	0.00
(40,000)	Call Astellas Pharma 08/03/2019	(1)	0.00
(17,500)	Call Red Electrica ICE 17/05/2019	(1)	0.00
(100)	Call BlackRock CBOE 18/04/2019	(1)	0.00
(3,200)	Call Pfizer CBOE 18/04/2019	(1)	0.00
(13,700)	Call Sanofi ICE 15/03/2019	(1)	0.00
(1,400)	Call Procter & Gamble CBOE 15/03/2019	(1)	0.00
(25,000)	Call National Grid ICE 15/03/2019	(1)	0.00
(14,000)	Call Oracle CBOE 15/03/2019	(1)	0.00
(6,300)	Call Novartis ICE 15/03/2019	(1)	0.00
(20,300)	Call Red Electrica ICE 15/03/2019	(2)	0.00
(3,400)	Call Microsoft CBOE 18/04/2019	(2)	0.00
(62,000)	Call GlaxoSmithKline ICE 15/03/2019	(2)	0.00
(18,000)	Call Unilever ICE 18/04/2019	(2)	0.00
(2,400)	Call Maxim Integrated Products CBOE 17/05/2019	(2)	0.00
(35,000)	Call Red Electrica ICE 18/04/2019	(2)	0.00
(4,600)	Call Colgate-Palmolive CBOE 17/05/2019	(2)	0.00
(8,200)	Call Deutsche Boerse ICE 17/05/2019	(2)	0.00
(4,000)	Call Procter & Gamble CBOE 17/05/2019	(2)	0.00
(28,000)	Call China Mobile SEOH 30/05/2019	(3)	0.00
(35,000)	Call GlaxoSmithKline ICE 17/05/2019	(3)	0.00
(17,000)	Call Unilever ICE 17/05/2019	(3)	0.00
(4,000)	Call Colgate-Palmolive CBOE 17/05/2019	(3)	0.00
(8,000)	Call Colgate-Palmolive CBOE 18/04/2019	(3)	0.00
(6,400)	Call Pfizer CBOE 18/04/2019	(3)	0.00
(56,000)	Call China Mobile SEOH 29/04/2019	(3)	0.00
(6,700)	Call PPL CBOE 18/04/2019	(3)	0.00
(28,000)	Call China Mobile SEOH 29/04/2019	(3)	0.00
(18,000)	Call Unilever ICE 18/04/2019	(3)	0.00
(14,000)	Call Cisco Systems CBOE 18/04/2019	(3)	0.00
(10,500)	Call Vinci ICE 15/03/2019	(3)	0.00
(22,500)	Call Deutsche Boerse ICE 15/03/2019	(4)	0.00
(93,000)	Call RSA Insurance Group ICE 18/04/2019	(4)	0.00
(30,000)	Call National Grid ICE 17/05/2019	(4)	0.00
(10,000)	Call Unilever ICE 18/04/2019	(4)	0.00
(7,300)	Call Novartis ICE 18/04/2019	(4)	0.00
(11,700)	Call Colgate-Palmolive CBOE 15/03/2019	(4)	0.00
(84,000)	Call China Mobile SEOH 28/03/2019	(4)	0.00
(32,000)	Call Atlas Copco (A) ICE 15/03/2019	(4)	0.00
(37,000)	Call Royal Dutch Shell (A) (NL) ICE 18/04/2019	(4)	0.00
(45,000)	Call National Grid ICE 17/05/2019	(4)	0.00
(32,000)	Call Atlas Copco (A) ICE 17/05/2019	(4)	0.00
(4,000)	Call Microsoft CBOE 17/05/2019	(5)	0.00
(7,200)	Call Cisco Systems CBOE 21/06/2019	(5)	0.00
(6,400)	Call US Bancorp CBOE 17/05/2019	(5)	0.00

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(30,000)	Call Diageo ICE 17/05/2019	(5)	0.00
(3,200)	Call Microsoft CBOE 21/06/2019	(5)	0.00
(23,400)	Call Sanofi ICE 18/04/2019	(5)	0.00
(90,000)	Call RSA Insurance Group ICE 15/03/2019	(6)	0.00
(17,000)	Call Deutsche Boerse ICE 18/04/2019	(6)	0.00
(2,700)	Call Oracle CBOE 15/03/2019	(6)	0.00
(54,500)	Call China Mobile SEOH 28/03/2019	(6)	0.00
(23,000)	Call Unilever ICE 17/05/2019	(6)	0.00
(9,600)	Call Pfizer CBOE 21/06/2019	(6)	0.00
(6,400)	Call Deutsche Boerse ICE 17/05/2019	(6)	0.00
(16,000)	Call Pfizer CBOE 17/05/2019	(7)	0.00
(93,000)	Call RSA Insurance Group ICE 17/05/2019	(7)	0.00
(16,000)	Call US Bancorp CBOE 21/06/2019	(7)	0.00
(4,300)	Call Microsoft CBOE 18/04/2019	(7)	0.00
(30,000)	Call GlaxoSmithKline ICE 18/04/2019	(7)	0.00
(7,600)	Call Colgate-Palmolive CBOE 18/04/2019	(7)	0.00
(7,000)	Call Novartis ICE 18/04/2019	(8)	0.00
(55,000)	Call National Grid ICE 15/03/2019	(8)	0.00
(16,500)	Call Wolters Kluwer ICE 15/03/2019	(8)	0.00
(51,000)	Call RELX (NL) ICE 17/05/2019	(8)	0.00
(16,000)	Call US Bancorp CBOE 18/04/2019	(9)	0.00
(16,000)	Call Oracle CBOE 17/05/2019	(10)	0.00
(3,200)	Call Microsoft CBOE 21/06/2019	(10)	0.00
(54,400)	Call US Bancorp CBOE 15/03/2019	(11)	0.00
(9,600)	Call Johnson & Johnson CBOE 18/04/2019	(11)	0.00
(5,600)	Call KLA CBOE 15/03/2019	(11)	0.00
(21,000)	Call Oracle CBOE 15/03/2019	(12)	0.00
(95,000)	Call National Grid ICE 18/04/2019	(12)	0.00
(9,600)	Call Procter & Gamble CBOE 18/04/2019	(12)	0.00
(29,000)	Call Oracle CBOE 18/04/2019	(12)	0.00
(4,500)	Call Roche Holdings ICE 17/05/2019	(12)	0.00
(38,000)	Call Royal Dutch Shell (A) (NL) ICE 17/05/2019	(12)	0.00
(130,000)	Call Taiwan Semiconductor Manufacturing 17/04/2019	(13)	(0.01)
(14,000)	Call Novartis ICE 17/05/2019	(13)	(0.01)
(5,600)	Call KLA-Tencor CBOE 21/06/2019	(13)	(0.01)
(37,000)	Call Royal Dutch Shell (A) (NL) ICE 18/04/2019	(13)	(0.01)
(13,800)	Call Novartis ICE 15/03/2019	(13)	(0.01)
(127,000)	Call Taiwan Semiconductor Manufacturing 20/03/2019	(13)	(0.01)
(8,480)	Call Akzo Nobel ICE 17/05/2019	(14)	(0.01)
(120,000)	Call Iberdrola 17/05/2019	(14)	(0.01)
(130,000)	Call Taiwan Semiconductor Manufacturing 15/05/2019	(15)	(0.01)
(7,420)	Call Akzo Nobel ICE 18/04/2019	(16)	(0.01)
(42,000)	Call Ferrovial ICE 18/04/2019	(16)	(0.01)
(127,000)	Call Taiwan Semiconductor Manufacturing 17/04/2019	(17)	(0.01)
(5,600)	Call Johnson & Johnson CBOE 18/04/2019	(17)	(0.01)
(32,000)	Call Cisco Systems CBOE 17/05/2019	(17)	(0.01)
(7,420)	Call Akzo Nobel ICE 15/03/2019	(18)	(0.01)
(3,500)	Call Roche Holdings ICE 15/03/2019	(19)	(0.01)
(16,000)	Call Oracle CBOE 18/04/2019	(20)	(0.01)
(4,500)	Call Roche Holdings ICE 17/05/2019	(19)	(0.01)
(9,100)	Call Vinci ICE 17/05/2019	(21)	(0.01)
(39,000)	Call Atlas Copco (A) ICE 17/04/2019	(21)	(0.01)

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(4,700)	Call KLA CBOE 15/03/2019	(21)	(0.01)
(10,300)	Call Cisco Systems CBOE 15/03/2019	(22)	(0.01)
(37,000)	Call Royal Dutch Shell (A) (NL) ICE 18/04/2019	(22)	(0.01)
(80,000)	Call RELX (NL) ICE 15/03/2019	(23)	(0.01)
(32,000)	Call Pfizer CBOE 18/04/2019	(26)	(0.01)
(40,000)	Call RELX (NL) ICE 15/03/2019	(25)	(0.01)
(8,000)	Call Zurich Insurance Group ICE 17/05/2019	(26)	(0.01)
(12,000)	Call Munich RE Group ICE 17/05/2019	(28)	(0.01)
(48,000)	Call Wolters Kluwer ICE 17/05/2019	(27)	(0.01)
(37,000)	Call RELX (NL) ICE 18/04/2019	(27)	(0.01)
(9,000)	Call Procter & Gamble CBOE 15/03/2019	(29)	(0.01)
(17,900)	Call Procter & Gamble CBOE 15/03/2019	(29)	(0.01)
(108,000)	Call Royal Dutch Shell (A) (NL) ICE 15/03/2019	(31)	(0.01)
(73,000)	Call RELX (NL) ICE 18/04/2019	(33)	(0.01)
(36,500)	Call Wolters Kluwer ICE 18/04/2019	(34)	(0.01)
(5,000)	Call Munich RE Group ICE 18/04/2019	(34)	(0.01)
(9,100)	Call Vinci ICE 18/04/2019	(34)	(0.01)
(41,000)	Call Ferrovial ICE 15/03/2019	(34)	(0.01)
(83,000)	Call Diageo ICE 15/03/2019	(34)	(0.01)
(13,600)	Call Cisco Systems CBOE 15/03/2019	(39)	(0.02)
(205,000)	Call Iberdrola 18/04/2019	(41)	(0.02)
(18,000)	Call Procter & Gamble CBOE 18/04/2019	(43)	(0.02)
(27,400)	Call Cisco Systems CBOE 18/04/2019	(48)	(0.02)
(32,500)	Call Wolters Kluwer ICE 15/03/2019	(51)	(0.02)
(5,000)	Call Munich RE Group ICE 18/04/2019	(52)	(0.02)
(35,200)	Call Cisco Systems CBOE 15/03/2019	(52)	(0.02)
(5,500)	Call Zurich Insurance Group ICE 15/03/2019	(56)	(0.02)
(80,000)	Call Diageo ICE 18/04/2019	(58)	(0.02)
(12,000)	Call Munich RE Group ICE 15/03/2019	(62)	(0.03)
(7,000)	Call Roche Holdings ICE 15/03/2019	(63)	(0.03)
(11,200)	Call Roche Holdings ICE 18/04/2019	(64)	(0.03)
(8,500)	Call Zurich Insurance Group ICE 18/04/2019	(65)	(0.03)
(210,000)	Call Iberdrola 15/03/2019	(67)	(0.03)
		<b>(2,016)</b>	<b>(0.83)</b>
	<b>Portfolio of investments</b>	<b>227,155</b>	<b>93.61</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>15,476</b>	<b>6.39</b>
	<b>Net assets</b>	<b>242,631</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (44.68%)</b>		
1,216	Fidelity Institutional Liquidity Fund - USD A Acc	16,205	3.89
189,063	American Water Works	14,359	3.45
95,687	SBA Communications (A)	12,972	3.11
922,129	Huntington Bancshares	9,960	2.39
203,814	Leidos Holdings	9,792	2.35
251,748	Voya Financial	9,507	2.28
230,315	Booz Allen Hamilton Holding C (A)	9,127	2.19
102,215	KLA-Tencor	8,827	2.12
176,994	Monster Beverage	7,812	1.87
195,529	Bunge	7,794	1.87
13,407	Texas Pacific Land Trust	7,660	1.84
209,582	Flowserve	7,163	1.72
280,068	Genpact	6,983	1.68
111,769	AmerisourceBergen	6,957	1.67
204,288	Dril-Quip	6,654	1.60
94,003	Royal Gold	6,301	1.51
52,255	Advance Auto Parts	6,218	1.49
152,492	TripAdvisor (A)	6,205	1.49
134,523	Hess	5,878	1.41
69,303	Concho Resources	5,801	1.39
87,297	Copa Holdings (A)	5,761	1.38
150,648	CBS (B)	5,618	1.35
22,102	Abiomed	5,585	1.34
79,338	Cimarex Energy	4,332	1.04
147,891	Mylan	2,890	0.69
120,947	Cytomx Therapeutics	1,155	0.28
		<b>197,516</b>	<b>47.40</b>
	<b>India - (5.70%)</b>		
1,074,903	ICICI Lombard General Insurance	10,598	2.54
659,485	Dr Lal PathLabs	7,049	1.69
1,893,531	ICICI Prudential Life Insurance	6,480	1.56
454,459	Kotak Mahindra Bank	5,859	1.41
417,477	Jubilant Foodworks	5,619	1.35
		<b>35,605</b>	<b>8.54</b>
	<b>United Kingdom - (14.50%)</b>		
2,046,174	Beazley	11,090	2.66
941,424	Rolls-Royce Holdings	8,900	2.14
754,054	Ocado Group	7,718	1.85
293,327	Bunzl	6,905	1.66
		<b>34,613</b>	<b>8.31</b>
	<b>Germany - (3.73%)</b>		
84,058	Deutsche Boerse	7,978	1.91
214,844	Deutsche Wohnen	7,568	1.82
16,882	Puma	7,070	1.70
86,270	Knorr-Bremse	6,528	1.57
		<b>29,144</b>	<b>6.99</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Japan - (6.66%)</b>		
735,800	ORIX	8,037	1.93
174,200	Sysmex	7,908	1.90
262,400	Recruit Holdings	5,537	1.33
		<b>21,482</b>	<b>5.16</b>
	<b>Sweden - (4.72%)</b>		
509,905	Assa Abloy	7,930	1.90
71,086	Spotify Technology	7,747	1.86
600,688	Elektro	5,264	1.26
		<b>20,941</b>	<b>5.03</b>
	<b>Switzerland - (1.80%)</b>		
92,541	Sonova Holding	12,938	3.11
233,650	Julius Baer Group	7,639	1.83
		<b>20,577</b>	<b>4.94</b>
	<b>Canada - (0.00%)</b>		
758,205	Fairfax India Holdings	7,352	1.76
205,306	Agnico Eagle Mines	6,519	1.56
17,013	Fairfax Financial Holdings	6,344	1.52
		<b>20,215</b>	<b>4.85</b>
	<b>China - (1.59%)</b>		
13,796,000	Lenovo Group	9,340	2.24
7,052,000	Li Ning	7,428	1.78
		<b>16,768</b>	<b>4.02</b>
	<b>Denmark - (3.38%)</b>		
277,473	Novozymes	9,526	2.29
		<b>9,526</b>	<b>2.29</b>
	<b>Spain - (0.00%)</b>		
360,084	Grifols Preferred B (ADR)	5,283	1.27
		<b>5,283</b>	<b>1.27</b>
	<b>France - (3.13%)</b>		
53,089	Sartorius Stedim Biotech	4,756	1.14
		<b>4,756</b>	<b>1.14</b>
	<b>Ireland - (1.66%)</b>		
0	Fidelity Institutional Liquidity Fund - Euro A Acc	5	0.00
		<b>5</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>416,431</b>	<b>99.94</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>243</b>	<b>0.06</b>
	<b>Net assets</b>	<b>416,674</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (79.36%)</b>		
3,700,000	CEMEX 7.75% 16/04/2026 Reg S	2,990	1.54
3,250,000	Transocean 7.25% 01/11/2025 144A	2,332	1.20
3,150,000	Valeant Pharmaceuticals International 6.125% 15/04/2025 144A	2,285	1.18
3,000,000	Teva Pharmaceutical Finance Neth III BV 6.00% 15/04/2024	2,280	1.17
3,400,000	Wind Tre 5.00% 20/01/2026 144A	2,185	1.12
2,500,000	ADLER Real Estate 3.00% 27/04/2026 Reg S	2,118	1.09
3,000,000	Banco Mercantil Nrt Gcb 5.75% VRN 04/10/2031 Reg S	2,094	1.08
2,300,000	Areva 4.875% 23/09/2024 EMTN	2,074	1.07
2,975,000	Puma International Financing 5.125% 06/10/2024 Reg S	1,976	1.02
2,550,000	XPO Logistics 6.75% 15/08/2024 144A	1,931	0.99
	MGM Growth Properties Operating Partnership / Mgp Finance Co-Issuer 5.75% 01/02/2027 144A	1,924	0.99
2,670,000	Fxi Holdings 7.875% 01/11/2024 144A	1,922	0.99
2,485,000	Pilgrims Pride 5.875% 30/09/2027 144A	1,837	0.94
2,100,000	Energizer Gamma Acquisition B.V. 4.625% 15/07/2026 Reg S	1,831	0.94
1,675,000	Intu Metrocentre Finance 4.125% 06/12/2028	1,635	0.84
2,100,000	IHS Netherlands Holdco 9.50% 27/10/2021 Reg S	1,631	0.84
1,850,000	James Hardie International Finance 3.625% 01/10/2026 Reg S	1,613	0.83
2,025,000	Scientific Games International 10.00% 01/12/2022	1,602	0.82
1,500,000	Lloyds Banking Group 7.625% VRN (Perpetual)	1,599	0.82
2,150,000	Sunoco / Sunoco Finance 5.875% 15/03/2028	1,588	0.82
2,600,000	APL Realty Holding 5.95% 02/06/2024 Reg S	1,571	0.81
2,100,000	Easy Tactic 8.125% 27/02/2023 Reg S	1,564	0.80
2,300,000	Phoenix Group Holdings 5.375% 06/07/2027 EMTN Reg S	1,557	0.80
2,025,000	Albertsons 7.5% 15/03/2026	1,556	0.80
1,800,000	ContourGlobal Power Holdings S A 4.125% 01/08/2025 Reg S	1,553	0.80
2,000,000	Zenith Bank 7.375% 30/05/2022 Reg S	1,541	0.79
1,500,000	Virgin Media Secured Finance 5.125% 15/01/2025 Reg S	1,526	0.78
2,000,000	Ronshine China Holdings 10.50% 01/03/2022 Reg S	1,504	0.77
2,000,000	Match Group 5.625% 15/02/2029 144A	1,494	0.77
2,000,000	Petkim Petrokimya Holding 5.875% 26/01/2023 Reg S	1,428	0.73
1,630,000	Neptune Finco 10.875% 15/10/2025 144A	1,421	0.73
1,740,000	Intelsat Jackson Holdings 9.75% 15/07/2025 144A	1,362	0.70
1,460,000	Ally Financial 8.00% 01/11/2031	1,357	0.70
1,500,000	LHMC Finco Sarl 6.25% 20/12/2023	1,353	0.70
1,600,000	Volvo Car 2.00% 24/01/2025 EMTN Reg S	1,342	0.69
1,700,000	CCO Holdings Llc/Cap 5.875% 01/05/2027 144A	1,315	0.68
1,871,000	Petra Diamonds US Treasury 7.25% 01/05/2022 Reg S	1,294	0.66
1,500,000	Assicurazioni Generali 0.00% VRN (Perpetual) EMTN	1,287	0.66
1,750,000	Lennar 5.00% 15/06/2027	1,283	0.66
1,700,000	Hilcorp Energy / Finance 6.25% 01/11/2028 144A	1,257	0.65
1,600,000	Export Credit Bank Turkey 8.25% 24/01/2024 Reg S	1,251	0.64
1,650,000	ING Groep 6.75% VRN (Perpetual) Reg S	1,240	0.64
2,100,000	Frontier Communications 9.25% 01/07/2021	1,231	0.63
1,614,000	Altice Finco 8.125% 15/01/2024 144A	1,222	0.63
1,650,000	YPF 8.50% 28/07/2025 Reg S	1,214	0.62
1,563,000	Cmb Wing Lung Bank 6.50% VRN (Perpetual) EMTN Reg S	1,200	0.62
2,000,000	KCA Deutag UK Finance 9.875% 01/04/2022 144A	1,191	0.61
1,800,000	Inception Merger Sub Inc/ Rackspace Hosting 8.625% 15/11/2024 144A	1,177	0.61
1,500,000	Netflix 5.875% 15/11/2028 144A	1,173	0.60
1,500,000	Charter Communications Operating 4.908% 23/07/2025	1,169	0.60

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,525,000	C&W Senior Financing Designated Activity Company 7.50% 15/10/2026 144A	1,165	0.60
1,500,000	Yuzhou Properties 7.90% 11/05/2021 Reg S	1,148	0.59
1,565,000	Global Ship Lease 9.875% 15/11/2022 144A	1,147	0.59
1,750,000	Sanchez Energy 7.25% 15/02/2023 144A	1,138	0.59
1,500,000	Olin 5.125% 15/09/2027	1,132	0.58
1,500,000	Grupo Cementos de Chihuahua 5.25% 23/06/2024 Reg S	1,125	0.58
1,735,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	1,113	0.57
1,425,000	Cfx Escrow 6.00% 15/02/2024 144A	1,110	0.57
1,500,000	Sally Holdings / Cap 5.625% 01/12/2025	1,109	0.57
1,450,000	Denbury Resources 9.25% 31/03/2022 144A	1,095	0.56
1,450,000	Shimao Property Holdings 6.125% 21/02/2024 Reg S	1,094	0.56
1,500,000	Yapi Ve Kredi Bankasi 6.10% 16/03/2023 Reg S	1,077	0.55
1,796,000	Csvc Acquisition 7.75% 15/06/2025 144A	1,061	0.55
1,350,000	Valeant Pharmaceuticals International 8.50% 31/01/2027 144A	1,050	0.54
1,600,000	L Brands 6.875% 01/11/2035	1,037	0.53
1,400,000	Global Partners / GLP Finance 6.25% 15/07/2022	1,034	0.53
1,540,000	Credivalores 9.75% 27/07/2022 Reg S	1,024	0.53
1,383,000	First Quantum Minerals 7.25% 01/04/2023 144A	1,017	0.52
1,400,000	Navient 6.75% 15/06/2026	1,014	0.52
1,350,000	Paprec Holding 4.00% 31/03/2025 Reg S	984	0.51
1,500,000	L Brands 5.25% 01/02/2028	978	0.50
1,000,000	EDF 5.375% VRN (Perpetual)	929	0.48
1,325,000	William Lyon Homes 6.00% 01/09/2023	926	0.48
1,500,000	Fage International Sa/Fage USA Dairy Ind 5.625% 15/08/2026 144A	919	0.47
1,175,000	Studio City Finance 7.25% 11/02/2024 Reg S	896	0.46
1,000,000	Cable Communications Systems 5.00% 15/10/2023 Reg S	884	0.45
1,200,000	Calpine Corporation 5.25% 01/06/2026 144A	883	0.45
1,100,000	AES Andres / Dominican Power Partners 7.95% 11/05/2026 Reg S	864	0.44
1,120,000	CommScope Finance 5.50% 01/03/2024 144A	857	0.44
1,100,000	UniCredit 6.572% 14/01/2022 144A	848	0.44
1,050,000	Navistar International 6.625% 01/11/2025 144A	811	0.42
1,400,000	Hi-Crush Partners 9.50% 01/08/2026 144A	808	0.42
1,000,000	Diamond 1 Finance / Diamond 2 Finance 6.02% 15/06/2026 144A	796	0.41
800,000	Caixa Geral de Depositos 10.75% VRN (Perpetual) Reg S	785	0.40
1,155,000	AMC Entertainment Holdings 5.875% 15/11/2026	782	0.40
1,250,000	JC Penney 5.875% 01/07/2023 144A	780	0.40
1,018,000	Intelsat Jackson Holdings 8.50% 15/10/2024 144A	772	0.40
991,000	Ashtead Capital 5.625% 01/10/2024 144A	769	0.40
800,000	Bracken Midco1 8.875% VRN 15/10/2023 Reg S	760	0.39
900,000	Commerzbank Akt Sub 144A 8.125% 19/09/2023 144A	749	0.39
1,000,000	C&W Senior Financing Designated Activity Company 6.875% 15/09/2027 144A	739	0.38
947,000	Golden Legacy 8.25% 07/06/2021 Reg S	738	0.38
1,122,000	CF Industries 5.375% 15/03/2044	737	0.38
950,000	Asahi Mutual Life Insurance 7.25% VRN (Perpetual) Reg S	735	0.38
1,000,000	EnLink Midstream Partners 4.85% 15/07/2026	734	0.38
1,000,000	Novelis 5.875% 30/09/2026 144A	730	0.38
950,000	Lee Enterprises 9.50% 15/03/2022 144A	728	0.37
1,275,000	KCA Deutag UK Finance 9.625% 01/04/2023 144A	728	0.37
1,200,000	Dr Peng Holding Hongkong 5.05% 01/06/2020 Reg S	727	0.37
1,000,000	Altice Financing 7.50% 15/05/2026 Reg S	723	0.37
1,000,000	Jaguar Land Rover Automotive 4.50% 15/01/2026 Reg S	721	0.37
1,050,000	Methanex 5.65% 01/12/2044	715	0.37

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
800,000	Verisure Midholding 5.75% 01/12/2023 Reg S	696	0.36
1,000,000	Global A&T Electronics 8.50% 12/01/2023	676	0.35
1,000,000	New Albertsons 8.00% 01/05/2031	676	0.35
850,000	CSC Holdings 7.50% 01/04/2028 144A	674	0.35
950,000	Prime Bloom Holdings 7.50% 19/12/2019 Reg S	671	0.35
980,000	Telecom Italia Capital 6.00% 30/09/2034	661	0.34
900,000	Navient 6.125% 25/03/2024	660	0.34
1,000,000	Rowan Companies 7.375% 15/06/2025	660	0.34
1,000,000	Yestar Healthcare Holding 6.90% 15/09/2021 Reg S	620	0.32
950,000	SESI 7.75% 15/09/2024	607	0.31
800,000	First Quantum Minerals 7.25% 15/05/2022 144A	605	0.31
800,000	Parkland Fuel 6.00% 01/04/2026 144A	591	0.30
800,000	Olin 5.00% 01/02/2030	585	0.30
745,000	Sprint 7.125% 15/06/2024	579	0.30
800,000	Tsinghua Unigroup 5.375% 31/01/2023 Reg S	573	0.29
800,000	China Evergrande Group 8.25% 23/03/2022 Reg S	572	0.29
600,000	UniCredit 9.25% VRN (Perpetual) Reg S	570	0.29
700,000	China Aoyuan Property Group 7.95% 07/09/2021 Reg S	537	0.28
600,000	Banco Comercial Portugues 9.25% VRN (Perpetual) Reg S	529	0.27
735,000	Brinks 4.625% 15/10/2027 144A	528	0.27
800,000	Pacific Gas & Electric 3.30% 01/12/2027 (Defaulted)	496	0.26
500,000	Jerrold Finco 6.125% 15/01/2024 Reg S	495	0.25
750,000	Venator Finance SARL / Venator Materials 5.75% 15/07/2025 144A	492	0.25
680,000	Credito Real 2.875% 09/02/2022 Reg S	489	0.25
750,000	Pacific Gas & Electric 3.75% 15/02/2024 (Defaulted)	483	0.25
750,000	Rite Israel Jordan Aid 6.125% 01/04/2023 144A	481	0.25
750,000	EnLink Midstream Partners 5.05% 01/04/2045	476	0.24
601,000	Cbr Fashion Finance 5.125% 01/10/2022 Reg S	462	0.24
500,000	Cemex Finance 4.625% 15/06/2024 Reg S	452	0.23
600,000	Citgo Petroleum 6.25% 15/08/2022 144A	449	0.23
725,000	Endo / Endo Finance / Endo Finco 6.00% 15/07/2023 144A	449	0.23
800,000	Digicel 6.75% 01/03/2023 Reg S	447	0.23
500,000	Garfunkelux Holdco 3 8.50% 01/11/2022 Reg S	436	0.22
654,000	Freeport-McMoRan 5.45% 15/03/2043	433	0.22
500,000	Commerzbank 8.125% 19/09/2023 Reg S	416	0.21
500,000	OCI 6.625% 15/04/2023 144A	389	0.20
950,000	JC Penney 8.625% 15/03/2025 144A	386	0.20
500,000	Ronshine China Holdings 11.25% 22/08/2021 Reg S	385	0.20
500,000	Park Aerospace Holdings 5.25% 15/08/2022 144A	384	0.20
564,000	EnLink Midstream Partners 5.45% 01/06/2047	374	0.19
400,000	SoftBank Group 5.00% 15/04/2028 Reg S	355	0.18
450,000	NRG Energy 5.75% 15/01/2028	346	0.18
882,000	Mariposa Borrower / Mariposa Merger Sub 8.00% 15/10/2021 144A	345	0.18
475,000	Lodha Developers International Mauritius 12.00% 13/03/2020 Reg S	342	0.18
400,000	Casino Guichard Perrachon 1.865% 13/06/2022 EMTN Reg S	327	0.17
420,000	Bausch Health Cos 5.75% 15/08/2027 144A	319	0.16
400,000	Transocean 9.00% 15/07/2023 144A	318	0.16
400,000	LBC Tank Terminals Holding Netherlands 6.875% 15/05/2023 144A	285	0.15
360,000	International Personal Finance 5.75% 07/04/2021 EMTN Reg S	284	0.15
400,000	Digicel 6.00% 15/04/2021 Reg S	262	0.13
420,000	Fresh Market 9.75% 01/05/2023 144A	239	0.12
500,000	Samarco Mineracao 5.75% 24/10/2023 Reg S	233	0.12

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
300,000	William Lyon Homes 5.875% 31/01/2025	203	0.10
218,000	Carrizo Oil & Gas 8.25% 15/07/2025	171	0.09
233,000	First Quantum Minerals 6.875% 01/03/2026 144A	164	0.08
185,000	Samvardhana Motherson Auto Systems Group B.V 1.80% 06/07/2024 Reg S	136	0.07
225,000	Frontier Communications 10.50% 15/09/2022	123	0.06
153,402	21st Century Oncology 11.00% 01/05/2023 144A	86	0.04
14,855	SeaDrill New Finance 12.00% VRN 15/07/2025 Reg S	11	0.01
		<b>152,998</b>	<b>78.68</b>
	<b>Mortgage Related Bonds - (2.81%)</b>		
1,711,523	Tesco Property Finance 2 6.0517% 13/10/2039	2,052	1.06
2,550,000	Hunt Oil 6.375% 01/06/2028 Reg S	2,025	1.04
1,550,936	Income Contingent Student Loans 1 2002-2006 2.0308% VRN 24/07/2056 Reg S	1,536	0.79
1,450,000	Income Contingent Student Loans 2 2007-2009 2.05% VRN 24/07/2058 Reg S	1,422	0.73
1,782,691	Stoneway Capital 10% 01/03/2027 Reg S	1,337	0.69
1,769,400	Star Energy Geothermal Wayang 6.75% 24/04/2033 Reg S	1,307	0.67
1,500,000	Ivory Coast 5.25% 22/03/2030 Reg S	1,225	0.63
1,424,325	Autopistas SOL Sa/Costa Rica 7.375% 30/12/2030 Reg S	1,022	0.53
1,240,000	Odebrecht Drill NR Viii/lx 6.35% 01/12/2021 Reg S	918	0.47
1,000,000	Intesa Sanpaolo 7.75% VRN (Perpetual) Reg S	916	0.47
559,904	Public Power Finance 5.50% 01/05/2019 Reg S	478	0.25
474,775	Autopistas SOL Sa/Costa Rica 7.375% 30/12/2030 144A	341	0.18
228,596	Nsg Holdings Lic/Nsg Holdings 7.75% 15/12/2025 144A	184	0.09
		<b>14,763</b>	<b>7.59</b>
	<b>Financials - (9.05%)</b>		
582	Fidelity Institutional Liquidity Fund - Sterling A Acc	12,119	6.23
23	Banca Monte dei Paschi di Siena	0	0.00
		<b>12,119</b>	<b>6.23</b>
	<b>Forward Foreign Exchange Contracts - ((0.36)%)</b>		
(180,465,000)	Bought GBP sold USD @ 1.302395 for settlement 14/05/2019	3,418	1.76
(26,255,000)	Bought GBP sold EUR @ 1.135486 for settlement 14/05/2019	536	0.28
(2,034,000)	Bought GBP sold USD @ 1.283142 for settlement 14/05/2019	62	0.03
(1,732,000)	Bought GBP sold USD @ 1.294364 for settlement 14/05/2019	41	0.02
(2,505,000)	Bought GBP sold USD @ 1.308893 for settlement 14/05/2019	38	0.02
(2,036,000)	Bought GBP sold USD @ 1.313642 for settlement 14/05/2019	25	0.01
(1,320,000)	Bought GBP sold USD @ 1.303138 for settlement 14/05/2019	24	0.01
(3,346,000)	Bought GBP sold USD @ 1.322636 for settlement 14/05/2019	24	0.01
(1,001,000)	Bought GBP sold EUR @ 1.130403 for settlement 14/05/2019	24	0.01
(1,057,000)	Bought GBP sold EUR @ 1.135383 for settlement 14/05/2019	22	0.01
(997,000)	Bought GBP sold EUR @ 1.134178 for settlement 14/05/2019	21	0.01
1,184,372	Bought USD sold BRL @ 3.715055 for settlement 14/05/2019	11	0.01
(589,000)	Bought GBP sold USD @ 1.312570 for settlement 14/05/2019	8	0.00
1,427,000	Bought USD sold GBP @ 0.747696 for settlement 14/05/2019	2	0.00
3,080,749,000	Bought IDR sold USD @ 0.000070 for settlement 14/05/2019	1	0.00
218,508	Bought USD sold IDR @ 14084.507042 for settlement 14/05/2019	1	0.00
210,000	Bought USD sold GBP @ 0.770208 for settlement 14/05/2019	(4)	0.00
434,000	Bought CHF sold GBP @ 0.774966 for settlement 14/05/2019	(7)	0.00
549,000	Bought USD sold GBP @ 0.777505 for settlement 14/05/2019	(16)	(0.01)
845,000	Bought USD sold GBP @ 0.770606 for settlement 14/05/2019	(18)	(0.01)
1,407,000	Bought USD sold GBP @ 0.763901 for settlement 14/05/2019	(21)	(0.01)
1,464,000	Bought USD sold GBP @ 0.766518 for settlement 14/05/2019	(26)	(0.01)

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,571,000	Bought USD sold GBP @ 0.767799 for settlement 14/05/2019	(49)	(0.03)
2,635,000	Bought USD sold GBP @ 0.773066 for settlement 14/05/2019	(64)	(0.03)
561,822,000	Bought JPY sold GBP @ 0.007048 for settlement 14/05/2019	(140)	(0.07)
		<b>3,913</b>	<b>2.01</b>
	<b>Government Bonds - (0.71%)</b>		
2,500,000	US Treasury Note 2.50% 31/01/2021	1,879	0.97
1,450,000	Brazil I/L 6.00% 15/05/2023	998	0.51
450,000	Ecuador 10.75% 28/03/2022 Reg S	368	0.19
250,000	Ukraine 7.75% 01/09/2022 Reg S	182	0.09
		<b>3,427</b>	<b>1.76</b>
	<b>Convertible Bonds - (0.27%)</b>		
770,000	Twitter 0.25% 15/06/2024 144A	523	0.27
800,000	DISH Network 3.375% 15/08/2026	514	0.26
200,000	Takeaway.Com Holding 2.25% 25/01/2024 Reg S	198	0.10
		<b>1,235</b>	<b>0.64</b>
	<b>Communication Services - (0.00%)</b>		
12,000	Zayo Group Holdings	228	0.12
		<b>228</b>	<b>0.12</b>
	<b>Energy - (0.35%)</b>		
1,189	Diamondback Energy	94	0.05
800	Concho Resources	67	0.03
2,231	SeaDrill	15	0.01
		<b>176</b>	<b>0.09</b>
	<b>Industrials - (0.08%)</b>		
3,398	XPO Logistics	125	0.06
		<b>125</b>	<b>0.06</b>
	<b>Materials - (0.19%)</b>		
1,800	Albemarle	125	0.06
		<b>125</b>	<b>0.06</b>
	<b>Credit Default Swaps - (0.00%)</b>		
1,100,000	Bought Protection on Deutsche Bank 0.763% 20/06/2023	78	0.04
1,250,000	Bought Protection on Valeo 3.25% 20/12/2023	21	0.01
		<b>99</b>	<b>0.05</b>
	<b>Total Return Swaps - (0.00%)</b>		
1,850,000	Bought Total Return on Markit IBoxx USD Liquid Leveraged Loans Total Return Index 20/06/2019	13	0.01
1,550,000	Bought Total Return on Markit IBoxx USD Liquid Leveraged Loans Total Return Index 20/06/2019	4	0.00
1,600,000	Bought Total Return on Markit IBoxx USD Liquid Leveraged Loans Total Return Index 20/06/2019	(4)	0.00
		<b>13</b>	<b>0.01</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Credit Index Options - (0.00%)</b>			
8,800,000	Call on CDX NA HY Series 31 5yr V3 20/03/2019	1	0.00
14,000,000	Call on CDX NA HY Series 31 5yr V3 20/03/2019	1	0.00
8,700,000	Call on CDX NA HY Series 31 5yr V3 20/03/2019	1	0.00
(8,700,000)	Call on CDX NA HY Series 31 5yr V3 20/03/2019	0	0.00
(14,000,000)	Call on CDX NA HY Series 31 5yr V3 20/03/2019	0	0.00
(8,800,000)	Call on CDX NA HY Series 31 5yr V3 20/03/2019	0	0.00
		<b>3</b>	<b>0.00</b>
<b>Futures - (0.00%)</b>			
3,600,000	Australian 10 Year Bond Commodity Future 15/03/2019	75	0.04
(6,900,000)	US 10 Year Ultra Future 19/06/2019	10	0.01
(3,400,000)	US 20 Year Long Bond (CBT) Commodity Future 19/06/2019	6	0.00
(1,100,000)	US Ultra Bond Commodity Future 19/06/2019	4	0.00
1,900,000	US 5 Year Treasury Note (CBT) Commodity Future 28/06/2019	(1)	0.00
(1,200,000)	US 10 Year Treasury Note (CBT) Commodity Future 19/06/2019	(1)	0.00
(100,000)	Euro-BUND Commodity Future 07/03/2019	(2)	0.00
(3,300,000)	Euro-BOBL Commodity Future 07/03/2019	(19)	(0.01)
(2,400,000)	Euro-BTP Commodity Future 07/03/2019	(103)	(0.05)
		<b>(31)</b>	<b>(0.02)</b>
<b>Interest Rate Swaps - (0.00%)</b>			
4,550,000	Pay fixed 11.21% receive float Brazil CETIP Interbank 02/01/2023	(86)	(0.04)
		<b>(86)</b>	<b>(0.04)</b>
<b>Index Credit Default Swaps - (0.15%)</b>			
5,000,000	Bought Protection on CDX NA HY Series 31 5yr 20/12/2023	(252)	(0.13)
6,900,000	Bought Protection on CDX NA HY Series 31 5yr V3 20/12/2023	(348)	(0.18)
7,000,000	Bought Protection on CDX NA HY Series 31 5yr V3 20/12/2023	(353)	(0.18)
		<b>(953)</b>	<b>(0.49)</b>
<b>Portfolio of investments</b>		<b>188,154</b>	<b>96.75</b>
<b>Cash and other net assets/(liabilities)</b>		<b>6,293</b>	<b>3.25</b>
<b>Net assets</b>		<b>194,447</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (52.06%)</b>		
269,390	Prologis	14,203	6.70
731	Fidelity Institutional Liquidity Fund - USD A Acc	9,746	4.60
536,059	American Homes 4 Rent (A)	8,760	4.14
93,494	Digital Realty Trust	8,020	3.79
1,292,117	VEREIT	7,760	3.66
228,047	American Campus Communities	7,611	3.59
81,088	Sun Communities	6,904	3.26
298,166	HCP	6,896	3.26
112,651	Welltower	6,312	2.98
122,099	Vornado Realty Trust	6,136	2.90
74,681	Equity LifeStyle Properties	6,039	2.85
335,723	Invitation Homes	5,817	2.75
77,407	Camden Property Trust	5,679	2.68
169,727	Pebblebrook Hotel Trust	4,105	1.94
27,891	Simon Property Group	3,799	1.79
177,316	Corporate Office Properties Trust	3,472	1.64
17,848	Public Storage	2,812	1.33
49,572	Equity Residential	2,732	1.29
		<b>116,803</b>	<b>55.14</b>
	<b>Hong Kong - (10.93%)</b>		
807,018	Sun Hung Kai Properties	10,038	4.74
1,901,627	Hysan Development	7,548	3.56
119,070,000	CSI Properties	4,561	2.15
726,100	Hongkong Land Holdings	3,902	1.84
		<b>26,049</b>	<b>12.30</b>
	<b>Germany - (4.14%)</b>		
294,436	Vonovia SE	10,756	5.08
223,544	Deutsche Wohnen	7,875	3.72
		<b>18,631</b>	<b>8.80</b>
	<b>Japan - (8.24%)</b>		
561,700	Mitsui Fudosan	10,047	4.74
480,000	Mitsubishi Estate	6,225	2.94
		<b>16,272</b>	<b>7.68</b>
	<b>Spain - (6.70%)</b>		
613,424	Merlin Properties SOCIMI	5,880	2.78
702,047	Inmobiliaria Colonial SOCIMI	5,362	2.53
		<b>11,242</b>	<b>5.31</b>
	<b>France - (0.65%)</b>		
83,487	ICADE	5,234	2.47
88,859	Klepierre	2,326	1.10
		<b>7,560</b>	<b>3.57</b>
	<b>Singapore - (1.53%)</b>		
6,118,400	CapitaLand Commercial Trust	6,584	3.11
		<b>6,584</b>	<b>3.11</b>
	<b>United Kingdom - (4.17%)</b>		
628,472	Great Portland Estates	4,733	2.23
202,660	Land Securities Group	1,803	0.85
		<b>6,536</b>	<b>3.09</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Australia - (7.69%)</b>		
978,906	Scentre Group	2,034	0.96
		<b>2,034</b>	<b>0.96</b>
	<b>Contracts for Difference - (0.20%)</b>		
127,590	Blackstone Group (CFD)	58	0.03
		<b>58</b>	<b>0.03</b>
	<b>Portfolio of investments</b>	<b>211,769</b>	<b>99.99</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>58</b>	<b>0.01</b>
	<b>Net assets</b>	<b>211,827</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (46.14%)</b>		
6,657	Fidelity Institutional Liquidity Fund - USD A Acc	88,710	3.53
90,000	Alphabet (A)	75,949	3.03
1,650,000	Exelon	59,903	2.39
680,000	JPMorgan Chase	53,745	2.14
860,000	Merck	52,108	2.08
5,000,000	General Electric	40,890	1.63
380,000	HCA Healthcare	39,639	1.58
800,000	Marathon Petroleum	38,130	1.52
290,000	Apple	38,118	1.52
700,000	T-Mobile US	37,946	1.51
420,000	Lowes	33,975	1.35
250,000	Cigna	33,960	1.35
580,000	Intercontinental Exchange	33,229	1.32
1,150,000	eBay	32,476	1.29
230,000	Norfolk Southern	31,258	1.25
630,000	Citigroup	30,491	1.21
21,000	The Booking Holdings	30,099	1.20
400,000	Worldpay (A)	29,360	1.17
260,000	Visa (A)	28,773	1.15
390,000	Dollar Tree	28,074	1.12
380,000	Celgene	25,989	1.04
440,000	Abbott Laboratories	25,539	1.02
200,000	salesforce.com	24,526	0.98
520,000	Molson Coors Brewing (B)	23,878	0.95
280,000	Walt Disney	23,728	0.95
300,000	Paypal Holdings	22,065	0.88
1,100,000	Baker Hughes (A)	22,043	0.88
490,000	CVS Health	21,553	0.86
140,000	S&P Global	21,227	0.85
500,000	Norwegian Cruise Line Holdings	20,644	0.82
380,000	Cognizant Technology Solutions (A)	20,365	0.81
420,000	Leidos Holdings	20,179	0.80
250,000	Diamondback Energy	19,819	0.79
600,000	Ciena	19,343	0.77
490,000	CBS (B)	18,272	0.73
83,000	Cooper Companies	17,899	0.71
140,000	Union Pacific	17,786	0.71
210,000	Concho Resources	17,579	0.70
264,459	Autoliv	16,549	0.66
500,000	Teradyne	15,480	0.62
723,454	Ally Financial	14,476	0.58
1,000,000	Extended Stay America	13,455	0.54
340,000	Brunswick	13,384	0.53
900,000	Marvell Technology Group	13,334	0.53
190,863	Copa Holdings (A)	12,595	0.50
170,000	LyondellBasell Industries	11,076	0.44
540,000	Mylan	10,553	0.42
270,000	Weyerhaeuser	5,246	0.21
200,000	Mosaic	4,835	0.19

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
175,000	Heron Therapeutics	3,625	0.14
26,855	Wabtec	1,520	0.06
		<b>1,355,395</b>	<b>53.99</b>
	<b>Japan - (11.04%)</b>		
500,000	SoftBank Group	34,821	1.39
2,200,000	ORIX	24,031	0.96
600,000	Sompo Holdings	16,914	0.67
360,000	Sysmex	16,342	0.65
1,450,000	Kubota	14,771	0.59
325,000	Nitto Denko	13,078	0.52
1,100,000	Santen Pharmaceutical	12,918	0.51
700,000	KDDI	12,754	0.51
6,078,300	Yahoo! Japan	12,248	0.49
800,000	Yamaha Motor	12,234	0.49
1,216,000	Sumco	11,649	0.46
500,000	THK	9,278	0.37
		<b>191,038</b>	<b>7.61</b>
	<b>United Kingdom - (4.97%)</b>		
3,150,000	Royal Dutch Shell (B)	74,876	2.98
1,100,000	CRH (GB)	26,136	1.04
1,650,000	Prudential	26,054	1.04
3,000,000	Meggitt	15,876	0.63
6,167,287	Vivo Energy	7,712	0.31
1,596,847	Merlin Entertainments	5,822	0.23
1,600,000	Barclays	2,632	0.10
15	Fidelity Institutional Liquidity Fund - Sterling A Acc	321	0.01
		<b>159,429</b>	<b>6.35</b>
	<b>Germany - (4.03%)</b>		
340,000	Deutsche Boerse	32,270	1.29
750,000	Vonovia SE	27,399	1.09
3,100,000	E.ON SE	25,603	1.02
180,000	Knorr-Bremse	13,621	0.54
230,000	Fresenius Medical Care	13,434	0.54
2,100,000	Commerzbank	12,822	0.51
		<b>125,149</b>	<b>4.99</b>
	<b>France - (4.60%)</b>		
560,000	Airbus SE	54,449	2.17
580,000	Vinci SA	41,541	1.65
210,000	Renault	10,881	0.43
140,000	Atos SE	10,123	0.40
		<b>116,994</b>	<b>4.66</b>
	<b>Netherlands - (4.27%)</b>		
920,000	NN Group	30,104	1.20
940,000	Koninklijke Philips	27,983	1.11
200,000	ASML Holding	27,554	1.10
1,400,000	Ahold Delhai (Koninklijke)	27,182	1.08
		<b>112,823</b>	<b>4.49</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Hong Kong - (2.59%)</b>		
3,900,000	AIA Group	29,297	1.17
2,350,000	Sun Hung Kai Properties	29,231	1.16
2,723,410	Great Eagle Holdings	10,144	0.40
		<b>68,672</b>	<b>2.74</b>
	<b>Denmark - (3.00%)</b>		
520,000	Orsted	28,319	1.13
460,000	GN Great Nordic	16,661	0.66
100,000	Genmab	13,175	0.52
		<b>58,155</b>	<b>2.32</b>
	<b>Korea - (2.57%)</b>		
600,000	Samsung Electronics	18,138	0.72
540,000	KB Financial Group	16,053	0.64
115,000	NAVER	10,214	0.41
		<b>44,405</b>	<b>1.77</b>
	<b>Thailand - (2.06%)</b>		
2,850,000	Bangkok Bank (F)	14,563	0.58
11,000,000	PTT (F)	12,738	0.51
1,800,000	Kasikornbank (F)	8,488	0.34
		<b>35,789</b>	<b>1.43</b>
	<b>China - (1.51%)</b>		
33,000,000	China Petroleum & Chemical (H)	21,424	0.85
270,000	Tencent Holdings	8,682	0.35
		<b>30,106</b>	<b>1.20</b>
	<b>Israel - (1.62%)</b>		
320,000	Check Point Software Technologies	29,575	1.18
		<b>29,575</b>	<b>1.18</b>
	<b>Indonesia - (0.98%)</b>		
112,390,100	Bank Rakyat Indonesia	23,144	0.92
		<b>23,144</b>	<b>0.92</b>
	<b>South Africa - (1.07%)</b>		
75,000	Naspers (N)	12,332	0.49
1,100,000	Absa Group	10,726	0.43
		<b>23,058</b>	<b>0.92</b>
	<b>Spain - (0.83%)</b>		
1,220,000	Grifols Preferred B (ADR)	17,900	0.71
		<b>17,900</b>	<b>0.71</b>
	<b>Taiwan - (1.49%)</b>		
600,000	Taiwan Semiconductor Manufacturing (ADR)	17,792	0.71
		<b>17,792</b>	<b>0.71</b>
	<b>Sweden - (1.17%)</b>		
1,700,000	Tele2	16,985	0.68
		<b>16,985</b>	<b>0.68</b>
	<b>Peru - (0.62%)</b>		
80,000	Credicorp	14,633	0.58
		<b>14,633</b>	<b>0.58</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Contracts for Difference - (0.38%)</b>			
830,000	Microsoft (CFD)	17,027	0.68
400,000	Centene (CFD)	4,555	0.18
(504,511)	Brait SE (CFD)	2,483	0.10
160,000	Worldpay (A) (CFD)	2,343	0.09
(7,000,000)	Li & Fung (CFD)	1,884	0.08
(100,000)	AbbVie (CFD)	1,182	0.05
(130,000)	Anheuser-Busch InBev (CFD)	1,091	0.04
(6,000,000)	Li & Fung (CFD)	936	0.04
(150,897)	Brait SE (CFD)	507	0.02
(50,000)	NVIDIA (CFD)	286	0.01
(600,000)	Latam Airls Group (ADR) (CFD)	20	0.00
116,500	Vostok Gas (SDR) (CFD)	0	0.00
(140,000)	Colruyt (CFD)	(38)	0.00
(600,000)	Semen Indonesia Persero (CFD)	(60)	0.00
(50,000)	ANA Holdings (CFD)	(92)	0.00
380,000	Bridgestone (CFD)	(193)	(0.01)
(671,471)	Siderurgica Nacional Cia (CFD)	(408)	(0.02)
(140,000)	OSI Systems (CFD)	(429)	(0.02)
(300,000)	Nippon Paint Holdings (CFD)	(451)	(0.02)
(2,415,300)	Semen Indonesia Persero (CFD)	(477)	(0.02)
(400,000)	Advantest (CFD)	(908)	(0.04)
450,000	Bridgestone (CFD)	(1,038)	(0.04)
(2,200,029)	Siderurgica Nacional Cia (CFD)	(1,657)	(0.07)
(25,000)	Boeing (CFD)	(1,892)	(0.08)
(26,000)	MercadoLibre (CFD)	(2,384)	(0.09)
6,500,000	Barclays (CFD)	(2,767)	(0.11)
730,000	Morgan Stanley (CFD)	(5,075)	(0.20)
		<b>14,445</b>	<b>0.58</b>
<b>Canada - (0.92%)</b>			
540,000	Suncor Energy	14,032	0.56
		<b>14,032</b>	<b>0.56</b>
<b>India - (0.43%)</b>			
6,000,000	Power Grid of India	11,593	0.46
		<b>11,593</b>	<b>0.46</b>
<b>Singapore - (0.45%)</b>			
10,200,000	Mapletree Industrial (REIT)	11,375	0.45
		<b>11,375</b>	<b>0.45</b>
<b>Russia - (0.64%)</b>			
800,000	Sberbank Russia (ADR)	7,601	0.30
		<b>7,601</b>	<b>0.30</b>
<b>Austria - (0.90%)</b>			
300,000	AMS	6,922	0.28
		<b>6,922</b>	<b>0.28</b>

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Ireland - (0.00%)</b>		
4	Fidelity Institutional Liquidity Fund - Euro A Acc	53	0.00
		<b>53</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>2,507,063</b>	<b>99.88</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,433</b>	<b>0.12</b>
	<b>Net assets</b>	<b>2,510,496</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (29.48%)</b>		
352,200	Tencent Holdings	11,325	4.43
79,917	Alibaba Group Holding (ADR)	11,091	4.34
5,927,000	China Construction Bank (H)	3,956	1.55
378,000	China Mobile	2,990	1.17
331,500	Ping AN Insurance Group China (H)	2,623	1.03
4,318,000	Industrial & Commercial Bank of China (H)	2,493	0.98
17,159	Baidu (A) (ADR)	2,091	0.82
4,926,000	Bank of China (H)	1,722	0.67
1,103,000	CNOOC	1,430	0.56
1,596,000	China Petroleum & Chemical (H)	1,036	0.41
465,000	China Life Insurance (H)	962	0.38
260,000	China Merchants Bank (H)	895	0.35
45,201	JD.Com	883	0.35
4,802	NetEase (ADR)	814	0.32
22,510	Yum China Holdings	703	0.28
1,869,000	Agricultural Bank of China (H)	671	0.26
238,000	China Overseas Land & Investment	659	0.26
1,324,000	PetroChina (H)	658	0.26
25,343	Ctrip.com International (ADR)	646	0.25
21,980	TAL Education Group (A) (ADR)	587	0.23
8,830	New Oriental Education & Technology Group (ADR)	542	0.21
171,200	China Pacific Insurance Group (H)	484	0.19
167,909	China Resources Land	471	0.18
471,541	Country Garden Holdings	467	0.18
146,000	Sunac China Holdings	458	0.18
47,000	Shenzhou International Group Holdings	441	0.17
2,462,000	China Tower (H)	438	0.17
306,000	Geely Automobile Holdings	431	0.17
360,000	CITIC	412	0.16
215,500	China Shenhua Energy (H)	399	0.16
166,000	China Mengniu Dairy	385	0.15
42,900	Sunny Optical Technology Group	382	0.15
49,000	ENN Energy Holdings	380	0.15
416,050	PICC Property & Casualty (H)	374	0.15
292,000	CSPC Pharmaceutical Group	374	0.15
157,000	China Evergrande Group	364	0.14
571,000	Bank of Communications (H)	360	0.14
80,500	Anhui Conch Cement (H)	346	0.14
832,000	China Telecom (H)	339	0.13
368,000	China Unicom Hong Kong	328	0.13
5,579	58 Com (A) (ADR)	309	0.12
440,000	Lenovo Group	298	0.12
158,500	CITIC Securities (H)	289	0.11
65,000	ANTA Sports Products	286	0.11
435,000	Sino Biopharmaceutical	284	0.11
110,600	China Gas Holdings	273	0.11
43,500	Hengan International Group	264	0.10
539,000	China CITIC Bank (H)	263	0.10
176,000	Guangdong Investment	254	0.10
3,562	Autohome (ADR)	254	0.10
87,700	China Vanke (H)	250	0.10

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
88,813	China Resources Beer (Holdings)	249	0.10
98,000	China Conch Venture Holdings	245	0.10
418,100	China Minsheng Banking (H)	243	0.10
72,000	Sinopharm Group (H)	240	0.09
97,681	China Taiping Insurance Holdings	227	0.09
8,619	Momo (ADR)	224	0.09
268,000	China Communications Construction (H)	217	0.08
215,200	Haitong Securities (H)	215	0.08
29,500	Wuxi Biologics (Cayman)	210	0.08
265,850	CRRC (H)	209	0.08
7,907	China Lodging Group (ADR)	208	0.08
165,500	Fosun International	205	0.08
89,500	Longfor Group Holdings	199	0.08
3,894	SINA	198	0.08
44,000	AAC Technologies Holdings	196	0.08
40,000	Byd (H)	192	0.08
52,100	New China Life Insurance (H)	189	0.07
301,000	Want Want China Holdings	182	0.07
236,000	China Railway Group (H)	176	0.07
3,211	Weibo (ADR)	176	0.07
54,000	China Resource Gas Group	176	0.07
122,155	China Resources Power Holdings	174	0.07
77,000	Haier Electronics Group	172	0.07
179,600	Guangzhou Automobil Group (H)	166	0.06
196,000	Kunlun Energy Company	162	0.06
2,996	YY (A) (ADR)	161	0.06
105,000	Huatai Securities (H)	160	0.06
208,000	Alibaba Health Information Technology	159	0.06
450,000	Peoples Insurance Company Group of China (H)	153	0.06
336,000	Beijing Enterprises Water Group	151	0.06
199,925	China Everbright International	147	0.06
25,955	Vipshop Holdings (ADR)	142	0.06
32,000	Beijing Enterprises Holdings	141	0.06
234,000	China National Building Material (H)	140	0.05
33,300	Zhuzhou CRRC Times Electric (H)	140	0.05
178,800	Semiconductor Manufacturing International	136	0.05
86,123	China Merchants Port Holdings	136	0.05
125,500	China Railway Construction (H)	135	0.05
182,000	Brilliance China Automotive Holdings	133	0.05
164,000	Dongfeng Motor Group (H)	131	0.05
72,000	Shimao Property Holdings	128	0.05
57,000	TravelSky Technology (H)	124	0.05
890,000	Alibaba Pictures Group	123	0.05
621,000	CGN Power (H)	123	0.05
118,000	Tingyi Cayman Islands Holding	123	0.05
117,000	Weichai Power (H)	122	0.05
559,000	China Cinda Asset Management (H)	122	0.05
260,000	Huaneng Power International (H)	120	0.05
68,000	China International Capital (H)	118	0.05
146,000	China Resources Cement Holdings	117	0.05
144,000	Kingdee International Software Group	117	0.05
320,000	China Jinmao Holdings Group	116	0.05

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
51,960	ZTE (H)	116	0.05
360,000	Zijin Mining Group (H)	115	0.04
152,000	China Communications Services (H)	115	0.04
224,500	China Galaxy Securities (H)	115	0.04
90,200	GF Securities (H)	114	0.04
42,500	Kingboard Holdings	112	0.04
133,000	Far East Horizon	111	0.04
143,914	Sun Art Retail Group	110	0.04
1,300	Kweichow Moutai (A) (CN)	110	0.04
193,000	China Longyuan Power Group (H)	108	0.04
609,000	China Huarong Asset Management (H)	105	0.04
188,500	Great Wall Motor (H)	104	0.04
210,000	CIFI Holdings (Group)	103	0.04
124,000	Air China (H)	101	0.04
66,000	China Everbright	100	0.04
122,000	China State Construction International Holdings	97	0.04
96,500	China Resources Pharmaceutical Group	97	0.04
77,500	3SBio	96	0.04
76,000	Country Garden Services Holdings	93	0.04
84,000	Logan Property Holdings	90	0.04
34,000	Shanghai Fosun Pharmaceutical (Group) Co (H)	90	0.04
96,000	Agile Group Holdings	90	0.04
57,500	Shenzhen International Holdings	89	0.03
52,800	Shanghai Pharmaceuticals Holding (H)	89	0.03
32,000	Fuyao Glass Industry Group (H)	86	0.03
84,000	Jiangxi Copper (H)	86	0.03
114,000	Yanzhou Coal Mining (H)	85	0.03
237,000	China Molybdenum (H)	85	0.03
59,600	Guangzhou R F Properties (H)	84	0.03
60,000	Genscript Biotech	84	0.03
1,508	51job (ADR)	83	0.03
112,000	China Oilfield Services (H)	83	0.03
76,000	Jiangsu Expressway (H)	79	0.03
12,100	BOC Aviation	78	0.03
104,000	Beijing Capital International Airport (H)	78	0.03
98,402	COSCO Shipping Ports	78	0.03
99,000	Nine Dragons Paper Holdings	77	0.03
116,000	Shandong Weigao Medical Polymer (H)	76	0.03
196,000	Sinopec Shanghai Petrochemical (H)	75	0.03
240,000	Aluminum China (H)	74	0.03
51,000	Kingsoft	74	0.03
205,000	China Everbright Bank (H)	74	0.03
31,000	Yihai International Holding	73	0.03
112,000	Future Land Development Holding	72	0.03
116,000	China Southern Airlines (H)	71	0.03
75,059	Inner Mongolia Yitai Coal (B)	70	0.03
22,000	Tsingtao Brewery (H)	70	0.03
306,000	Huaneng Renewables (H)	70	0.03
140,000	China Traditional Chinese Medicine	69	0.03
135,500	China Hongqiao Group	68	0.03
110,000	China Railway Signal & Communication (H)	68	0.03
150,000	Postal Savings Bank of China (H)	67	0.03



## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
84,000	China Medical System Holdings	66	0.03
60,969	Shanghai Lujiuzi Finance Trust Deltid (B)	65	0.03
123,000	AviChina Industry & Technology (H)	65	0.03
228,000	Shenzhen Investment	64	0.03
137,000	Chongqing Rural Commercial Bank (H)	64	0.03
124,500	Dali Foods Group	64	0.03
190,000	China First Capital Group	62	0.02
170,431	Xinyi Solar Holdings	63	0.02
364,000	Yuexiu Property Company	63	0.02
417,500	Fullshare Holdings	62	0.02
35,500	Zhongsheng Group Holdings	62	0.02
88,000	Lee & Man Paper Manufacturing	61	0.02
35,600	Guotai Junan Securities (H)	59	0.02
76,000	Zhejiang Expressway (H)	60	0.02
28,200	Legend Holdings (H)	59	0.02
54,000	Nexteer Auto Group	58	0.02
35,000	Haitian International Holdings	57	0.02
162,477	Sino-Ocean Group Holding	57	0.02
81,000	KWG Group Holdings	57	0.02
83,000	Uni-President China Holdings	55	0.02
82,000	SSY Group	55	0.02
26,900	Industrial Bank (A) (CN)	54	0.02
312,000	China Reinsurance Group (H)	53	0.02
58,000	Kingboard Laminates Holdings	53	0.02
148,000	MMG	53	0.02
110,000	China Eastern Airlines (H)	53	0.02
65,500	Zhaojin Mining Industry (H)	52	0.02
110,000	BAIC Motor (H)	52	0.02
182,000	Shanghai Electric Group (H)	51	0.02
37,000	Sinotruk Hong Kong	51	0.02
30,000	Shanghai Industrial Holdings	50	0.02
71,500	Sinopec Engineering Group (H)	49	0.02
27,000	Hua Hong Semiconductor	47	0.02
34,300	Shanghai Pudong Development Bank (A) (CN)	45	0.02
66,000	Greentown Service Group	45	0.02
138,500	China SHIPPING Holdings (H)	45	0.02
238,000	China Power International Development	45	0.02
120,000	Maanshan Iron & Steel (H)	43	0.02
15,300	Zhongan Online P Insurance (H)	43	0.02
10,700	Hangzhou Hikvision Digital Technology (A) (CN)	42	0.02
11,600	China Literature	42	0.02
7,700	Midea Group (A) (CN)	41	0.02
112,000	Sinotrans (H)	40	0.02
579,704	GOME Retail Holdings	39	0.02
4,700	Jiangsu Hengrui Medicine (A) (CN)	38	0.01
171,000	Metallurgical China (H)	37	0.01
74,000	China Oriental Group	37	0.01
194,000	Shui On Land	36	0.01
130,000	BBMG (H)	36	0.01
51,500	China State Construction Engineering (A) (CN)	35	0.01
62,000	Luye Pharma Group	35	0.01
36,500	BYD Electronics International	35	0.01

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
107,000	China Coal Energy (H)	35	0.01
4,300	Wuliangye Yibin (A) (CN)	35	0.01
110,500	SOHO China	35	0.01
164,000	Datang International Power Generation (H)	34	0.01
93,677	Yuzhou Properties	34	0.01
85,600	China Zhongwang Holdings	34	0.01
60,000	Angang Steel (H)	33	0.01
204,000	Sihuan Pharmaceuticals Holding Group	32	0.01
1,204,000	Hengten Networks Group	32	0.01
17,600	China Yangtze Power (A) (CN)	32	0.01
34,600	Tebian Electric Apparatus Stock Ltd (A) (CN)	31	0.01
114,000	Kaisa Group Holdings	31	0.01
35,400	Xinjiang Goldwind Science & Technology (H)	31	0.01
52,028	Towngas China	31	0.01
111,000	China Agri-Industries Holding	30	0.01
46,500	Greentown China Holdings	30	0.01
31,000	Tong Ren Tang Technologies (H)	30	0.01
21,300	Ping AN Bank (A) (CN)	30	0.01
13,900	Nari Technology Development (A) (CN)	29	0.01
90,000	Huadian Power International (H)	29	0.01
93,000	Meitu	28	0.01
37,000	China United Network Communication (A) (CN)	27	0.01
56,900	Zoomlion Heavy Industry Science and Technology (A) (CN)	27	0.01
41,000	CAR	27	0.01
62,000	COSCO Shipping Energy Transportation (H)	27	0.01
118,000	China Travel International Inv HK	26	0.01
8,300	SAIC Motor (A) (CN)	26	0.01
26,500	Youngor Group (A) (CN)	25	0.01
10,300	China Merchants Shekou Industrial Zone (A) (CN)	25	0.01
2,500	Yunnan Baiyao Group (A) (CN)	24	0.01
53,000	Boe Technology Group (A) (CN)	24	0.01
25,600	Hua Xia Bank (A) (CN)	24	0.01
24,400	Bank of Hangzhou (A) (CN)	24	0.01
17,900	Gemdale (A) (CN)	23	0.01
50,800	Beijing Capital (A) (CN)	23	0.01
64,400	TCL (A) (CN)	23	0.01
16,720	Bank of Shanghai (A) (CN)	23	0.01
4,500	Gree Electric Appliances of Zhuhai (A) (CN)	23	0.01
2,700	Foshan Haitian Flavouring (A) (HK)	23	0.01
22,400	Daqin Railway (A) (CN)	22	0.01
1,800	Jiangsu Yan BR Jont-Stk (A) (CN)	22	0.01
14,700	Poly Real Estate Group (A)	22	0.01
60,726	Jiayuan International Group	22	0.01
30,500	Bank of Beijing (A) (CN)	22	0.01
27,100	Greenland Holdings (A) (CN)	21	0.01
26,800	Bank of Jiangsu (A) (CN)	21	0.01
69,200	GD Power Development (A) (CN)	21	0.01
17,900	Sany Heavy Industry (A) (CN)	21	0.01
26,200	Hubei Biocause Pharmaceutical (A) (CN)	21	0.01
10,200	China Merchants Securities (A) (CN)	20	0.01
16,900	Sichuan New Hope Agribus (A) (CN)	20	0.01
6,700	Inner Mongolia Yili Industrial Group (A) (CN)	20	0.01

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
10,700	Qingdao Haier (A) (CN)	20	0.01
22,800	Baoshan Iron & Steel (A) (CN)	19	0.01
38,500	Zhejiang China Com City GR (A) (CN)	19	0.01
30,600	China Shipbuilding Industry Company (A) (CN)	18	0.01
21,500	Bank of Nanjing (A) (CN)	18	0.01
22,600	Shenzhen Overseas CH TW (A) (CN)	18	0.01
7,060	Luxshare Precision Industry (A) (CN)	17	0.01
17,200	Yonghui Superstores (A) (CN)	17	0.01
27,200	Shenwan Hongyuan Group (A) (CN)	17	0.01
2,300	China International Travel Services (A) (CN)	17	0.01
38,600	Guangshen Railway (A) (CN)	17	0.01
13,100	Kangmei Pharmaceutical (A) (CN)	16	0.01
18,000	Finance Street Holding (A) (CN)	16	0.01
2,800	Luzhou Laojiao (A) (CN)	16	0.01
23,000	China National Nuclear Power (A) (CN)	15	0.01
56,400	Tongling Nonferrous Metals Group (A) (CN)	15	0.01
31,800	XCMG Construction Machinery (A) (CN)	14	0.01
13,900	Shaanxi Coal Industry (A) (CN)	14	0.01
10,500	Suning Commerce Group (A) (CN)	14	0.01
3,200	SF Holding (A) (CN)	13	0.01
4,800	Henan Shuanghui Investment & Development (A) (CN)	13	0.01
17,180	Focus Media Information Technology (A) (CN)	13	0.01
10,400	Zhejiang Longsheng Group (A) (CN)	13	0.01
13,900	SDIC Power Holdings (A) (CN)	13	0.01
15,000	Shanghai International Port Group (A) (CN)	10	0.00
12,100	Huaan Securities (A) (CN)	9	0.00
5,000	Hengli Petrochemical (A) (CN)	8	0.00
2,200	Bank of Ningbo (A) (CN)	5	0.00
13,700	Shanghai Construction Group Company (A) (CN)	5	0.00
900	Iflytek (A) (CN)	4	0.00
2,700	Orient Securities Ltd/China (A) (CN)	4	0.00
4,500	Founder Securities (A) (CN)	4	0.00
4,700	Changjiang Securities (A) (CN)	4	0.00
5,200	Industrial Securities (A) (CN)	4	0.00
1,000	China Fortune Land Develop (A) (CN)	4	0.00
900	Spring Airlines (A) (CN)	4	0.00
6,100	Power Construction of China (A) (CN)	4	0.00
2,400	Everbright Securities (A) (CN)	4	0.00
1,440	Meinian Onehealth Healthcare Holdings (A) (CN)	3	0.00
4,600	Shenergy (A) (CN)	3	0.00
4,600	Southwest Securities (A) (CN)	3	0.00
540	Muyuan Foodstuff (A) (CN)	3	0.00
2,700	Soochow Securities (A) (CN)	3	0.00
900	Longi Green Energy Technology (A) (CN)	3	0.00
1,200	Avic Aviation Engine (A) (CN)	3	0.00
900	Zhejiang Chint Electric (A) (CN)	3	0.00
300	Hundsun Technologies (A) (CN)	3	0.00
4,000	Shanghai Tunnel Engineering (A) (CN)	3	0.00
900	Future Land Holdings (A) (CN)	3	0.00
1,000	China Dongfang Spacesat (A) (CN)	3	0.00
2,300	Western Securities (A) (CN)	3	0.00
3,800	Anxin Trust (A) (CN)	3	0.00

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,600	Avic Aircraft (A) (CN)	3	0.00
13,700	Inner Mongolia Baotou ST Uni (A) (CN)	3	0.00
2,600	Sichuan Chuantou Energy (A) (CN)	3	0.00
1,700	Sanan Optoelectronics (A) (CN)	3	0.00
154,000	Hanergy Thin Film Power Group	3	0.00
900	Huayu Automotive Systems (A) (CN)	2	0.00
300	Shanghai International Airport (A) (CN)	2	0.00
1,400	Risesun Real Estate Development (A) (CN)	2	0.00
1,000	Jointown Pharmaceutical Group (A) (CN)	2	0.00
200	Zhangzhou Pientzehng PH (A) (CN)	2	0.00
1,800	Suzhou Gold Mantis Construction Decoration (A) (CN)	2	0.00
1,000	China Avionics Systems (A) (CN)	2	0.00
300	Shanxi XING Hua Fn Wine (A) (CN)	2	0.00
1,600	Bank of Guiyang (A) (CN)	2	0.00
1,900	Guosen Securities (A) (CN)	2	0.00
400	Hans Laser Technology Industry Group (A) (CN)	2	0.00
300	DONG E-E-Jiao (A) (CN)	2	0.00
600	Shandong Gold-Mining (A) (CN)	2	0.00
1,900	Sinolink Securities (A) (CN)	2	0.00
400	Guangzhou Baiyunshan Pharmaceutical Holdings A (A) (CN)	2	0.00
2,200	China Gezhouba Group (A) (CN)	2	0.00
2,200	Guoyuan Securities (A) (CN)	2	0.00
1,500	Tongwei (A) (CN)	2	0.00
700	Aisino (A) (CN)	2	0.00
1,100	Zhejiang Dahua Technology (A) (CN)	2	0.00
700	Fangda Carbon New Material (A) (CN)	2	0.00
2,600	China National Chemical Engineering (A) (CN)	2	0.00
1,800	Guangzhou Haige Communications Group (A) (CN)	2	0.00
840	Hengtong Optic Electric (A) (CN)	2	0.00
4,100	Hubei Energy Group (A) (CN)	2	0.00
600	Huadong Medicine (A) (CN)	2	0.00
3,769	Zhejiang Zheneng Electric Power (A) (CN)	2	0.00
1,900	First Capital Securities (A) (CN)	2	0.00
800	China South Publishing & Media (A) (CN)	1	0.00
800	Ofilm Group A (A) (CN)	1	0.00
300	Shenzhen Salubris Pharmaceutical (A) (CN)	1	0.00
900	Zhongjin Gold (A) (CN)	1	0.00
260	Shandong Buchang Pharmaceuticals (A) (CN)	1	0.00
1,900	Shenzhen Energy Group (A) (CN)	1	0.00
600	Tianma Microelectronics (A) (CN)	1	0.00
600	Heilan Home (A) (CN)	1	0.00
280	Zhejiang Huayou Cobalt (A) (CN)	1	0.00
500	China Shipbuilding Industry Group Power (A) (CN)	1	0.00
560	Tasly Pharmaceutical Group (A) (CN)	1	0.00
700	Tus-Sound Environmental Resources (A) (CN)	1	0.00
900	Shanxi Xishan Coal & Electricity (A) (CN)	1	0.00
900	Dongxing Securities (A) (CN)	1	0.00
700	Tonghua Dongbao Parmaceutical (A) (CN)	1	0.00
300	China Resource Sanjiu Medical & Pharmaceutical (A) (CN)	1	0.00
1,000	Shanxi Luan Environmental Energy (A) (CN)	1	0.00
1,600	China Grand Automotive Services (A) (CN)	1	0.00
1,600	CITIC Guoan Information Industry (A) (CN)	1	0.00

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,170	Shanghaioriental Pearl Media (A) (CN)	1	0.00
500	Hangzhou Robam Appliances (A) (CN)	1	0.00
1,000	GoerTek (A) (CN)	1	0.00
2,210	Shanghai 2345 Network Holding Group (A) (CN)	1	0.00
300	Zhuhai Wanlida Electric (A) (CN)	1	0.00
300	Perfect World Ltd/China (A) (CN)	1	0.00
1,500	Shanxi Securities (A) (CN)	1	0.00
1,500	DHC Software (A) (CN)	1	0.00
200	Jiangxi Ganfeng Lithium (A) (CN)	1	0.00
280	Tsinghua Unisplendour (A) (CN)	1	0.00
480	Zhejiang Century Huatong Group (A) (CN)	1	0.00
500	Chinese Universe Pub & Media (A) (CN)	1	0.00
900	Rongsheng Petro Chemical (A) (CN)	1	0.00
800	China Film (A) (CN)	1	0.00
1,000	China Northern Rare Earth Group High-Tech (A) (CN)	1	0.00
500	Sichuan Kelun Pharmaceutical (A) (CN)	1	0.00
1,800	Beijing Dabeinong Technology (A) (CN)	1	0.00
1,500	Jinke Properties Group (A) (CN)	1	0.00
1,700	Tunghsu Optoelectronic Technology (A) (CN)	1	0.00
300	Beijing Shiji Information Technology (A) (CN)	1	0.00
1,100	Xiamen C & D (A) (CN)	1	0.00
2,500	Xinhu Zhongbao (A) (CN)	1	0.00
400	Beijing Tongrentang (A) (CN)	1	0.00
600	Giant Network Group (A) (CN)	1	0.00
900	Zhengzhou Yutong Bus A (A) (CN)	1	0.00
111,000	China Huishan Dairy Holdings	0	0.00
600	Shenzhen Zhongjin Ling (A) (CN)	0	0.00
500	Maanshan Iron & Steel (A) (CN)	0	0.00
300	Wuhu Shunrong Sanqi Interactive Entertainment Network Technology (A) (CN)	0	0.00
700	Wan Xiang Qian Chao (A) (CN)	0	0.00
600	Jinduicheng Molybdenum (A) (CN)	0	0.00
300	Offshore Oil Engineering (A) (CN)	0	0.00
		<b>77,361</b>	<b>30.27</b>
	<b>Korea - (14.06%)</b>		
294,066	Samsung Electronics	8,890	3.48
36,082	SK Hynix	1,693	0.66
56,621	Samsung Electronics Preferred	1,366	0.53
4,869	POSCO	857	0.34
26,636	Shinhan Financial Group	778	0.30
8,720	NAVER	774	0.30
9,082	Hyundai Motor	770	0.30
2,826	LG Chemical	739	0.29
24,722	KB Financial Group	735	0.29
5,180	Celltrion	710	0.28
4,234	Hyundai Mobis	624	0.24
3,453	Samsung SDI	549	0.21
7,297	KT & G	516	0.20
4,046	SK Innovation	510	0.20
18,838	Hana Financial Group	490	0.19
577	LG Household & Healthcare	482	0.19
15,869	Kia Motors	389	0.15
1,858	Samsung Fire & Marine Insurance	375	0.15

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
15,439	Korea Electric Power	361	0.14
1,962	SK Holdings	358	0.14
4,580	Samsung C&T	355	0.14
1,117	NCSOFT	345	0.13
2,101	Samsung SDS	325	0.13
6,430	LG Electronics	304	0.12
5,747	LG	288	0.11
28,599	Woori Financial Group	284	0.11
996	Samsung Biologics	251	0.10
4,228	Samsung Life Insurance	251	0.10
1,837	AmorePacific	246	0.10
3,380	Samsung Electro-Mechanics	242	0.09
1,038	Lotte Chemical	222	0.09
1,219	SK Telecom	212	0.08
3,280	Woongjin Coway	208	0.08
2,977	Kakao	207	0.08
14,115	LG Display	201	0.08
2,273	Hyundai Heavy Industries	200	0.08
2,723	S-Oil	183	0.07
4,711	Hyundai Sino-Thai Engineering & Construction	181	0.07
3,537	Sillajen	176	0.07
4,874	Hyundai Steel	163	0.06
26,344	Samsung Heavy Industries	162	0.06
520	Korea Zinc	159	0.06
827	ViroMed	154	0.06
1,265	E-MART	153	0.06
7,174	Kangwon Land	149	0.06
3,170	Celltrion Healthcare	148	0.06
3,026	DB Insurance	147	0.06
599	Hyundai Robotics	145	0.06
15,300	Industrial Bank of Korea	143	0.06
392	Hanmi Pharmaceuticals	130	0.05
4,543	Hankook Tire	130	0.05
24,922	Mirae Asset Daewoo	126	0.05
1,542	Netmarble	121	0.05
3,133	Fila Korea	117	0.05
1,816	Daelim Industrial	114	0.04
3,157	GS Holdings	113	0.04
1,878	HLB	113	0.04
2,574	Korea Investment Holdings	111	0.04
3,859	GS Engineering & Construction	111	0.04
508	CJ Cheiljedang	110	0.04
4,475	Korea Aerospace Industries	110	0.04
1,147	Hyundai Glovis	107	0.04
662	CJ Enm	106	0.04
1,912	Hotel Shilla	105	0.04
6,733	Hanwha Chemical	105	0.04
4,042	Hyundai Marine & Fire Insurance	102	0.04
9,599	Samsung Engineering	101	0.04
1,321	Orion Corporation	99	0.04
266	Medy-Tox	97	0.04
11,481	Hanon Systems	95	0.04

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
531	Yuhan	93	0.04
10,350	NH Investment & Securities	91	0.04
3,857	Samsung Securities	90	0.04
694	Lotte Shopping	89	0.03
1,056	CJ	88	0.03
453	Shinsegae	87	0.03
1,760	Amorepacific Group	86	0.03
1,133	OCI Company	82	0.03
17,271	Bank Financial Group	82	0.03
160	LG Household & Health Preferred	80	0.03
4,740	Cheil Worldwide	80	0.03
526	LG Chemical Preferred	77	0.03
1,406	Hyundai Motor 2nd Preferred	76	0.03
1,492	Hyundai Motor Preferred	74	0.03
7,276	LG Uplus	73	0.03
342	KCC	73	0.03
1,117	Kumho Petro Chemical	72	0.03
1,567	POSCO Chemtech	72	0.03
506	BGF Retail	72	0.03
3,332	Doosan Bobcat	71	0.03
2,693	Korean Air Lines	66	0.03
958	S1 (Korea)	65	0.03
2,030	HDC Hyundai Development Engineering & Construction	65	0.03
1,793	Lotte	64	0.03
871	LG InnoTek	63	0.02
912	Hyundai Department Store	59	0.02
435	CJ Logistics	55	0.02
2,570	Daewoo Shipbuilding & Marine Engineering	54	0.02
1,588	Korea Gas	53	0.02
719	Amorepacific Preferred	53	0.02
9,303	Denmark Financial Group	53	0.02
2,242	Hanwha	48	0.02
16,874	Hanwha Life Insurance	47	0.02
1,785	Orange Life Insurance	43	0.02
709	Hanmi Science	39	0.02
12,642	Pan Ocean	37	0.01
307	Pearlabyss	37	0.01
1,445	GS Retail	37	0.01
829	Celltrion Pharmaceuticals	34	0.01
1,517	Samsung Card	34	0.01
2,666	POSCO Daewoo	34	0.01
67	Ottogi	34	0.01
8,992	Daewoo Engineering & Construction	30	0.01
2,800	KT (ADR)	28	0.01
516	KT	10	0.00
		<b>33,243</b>	<b>13.01</b>
	<b>Taiwan - (10.91%)</b>		
1,520,000	Taiwan Semiconductor Manufacturing	8,731	3.42
815,837	Hon Hai Precision Industry	1,426	0.56
7,000	Largan Precision	734	0.29
276,000	Formosa Plastics	681	0.27
95,000	MediaTek	639	0.25

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
235,000	Chunghwa Telecom	606	0.24
318,000	Nan Ya Plastics	588	0.23
218,000	Formosa Chemicals & Fibre	554	0.22
1,103,548	CTBC Financial Holding	554	0.22
508,300	Cathay Financial Holding	554	0.22
300,068	Uni-President Enterprises	541	0.21
130,575	Delta Electronics	483	0.19
761,940	China Steel	467	0.18
401,000	Fubon Financial Holding	439	0.17
655,340	Mega Financial Holding	429	0.17
223,748	ASE Technology Holding	338	0.13
590,130	E.Sun Financial Holdings	313	0.12
603,087	First Financial Holding	301	0.12
290,600	Taiwan Cement	269	0.11
99,000	Taiwan Mobile	261	0.10
34,000	President Chain Store	261	0.10
617,100	Yuanta Financial Holding	259	0.10
551,068	Taiwan Cooperative Holdings	253	0.10
43,000	Asustek Computer	227	0.09
165,000	Quanta Computer	227	0.09
40,000	Catcher Technology	225	0.09
476,263	Hua Nan Financial Holdings	216	0.08
74,000	Formosa Petrochemical	208	0.08
70,502	Chailease Holding	205	0.08
600,105	Taishin Financial Holdings	202	0.08
723,000	United Microelectronics	199	0.08
172,000	Shanghai Commercial & Savings Bank	198	0.08
818,000	China Development Finance Holding	196	0.08
651,343	SinoPac Holdings	169	0.07
91,000	Far EasTone Telecommunications	158	0.06
347,838	Chang Hwa Commercial Bank	155	0.06
120,000	Pegatron	152	0.06
672,428	Shin Kong Financial Holding	149	0.06
35,000	Novatek Microelectronics	144	0.06
524,000	AU Optronics	143	0.06
195,550	Far Eastern Textile	143	0.06
130,425	Lite-On Technology	140	0.05
17,000	Hotai Motor	137	0.05
147,000	Pou Chen	137	0.05
544,306	Innolux	134	0.05
15,377	Yageo	128	0.05
22,117	Advantech	125	0.05
133,340	Asia Cement	125	0.05
260,000	Compal Electronics	119	0.05
27,000	Realtek Semiconductor	116	0.05
107,000	Cheng Shin Rubber Industry	113	0.04
161,403	China Life Insurance	112	0.04
13,000	Globalwafers	105	0.04
124,000	Taiwan High Speed Rail	99	0.04
20,734	Feng TAY Enterprise	97	0.04
11,211	Eclat Textile	95	0.04
14,087	Hiwin Technologies	94	0.04



## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
63,000	Nanya Technology	94	0.04
56,000	Vanguard International Semiconductor	93	0.04
175,309	Wistron	90	0.04
93,840	WPG Holding	90	0.04
57,657	Foxconn Technology	87	0.03
177,752	Acer	87	0.03
148,000	Inventec	85	0.03
20,000	Win Semiconductors	84	0.03
19,000	Walsin Technology	83	0.03
20,000	Giant Manufacturing	82	0.03
41,000	Micro-Star International	81	0.03
88,300	SYNNEX Technology International	80	0.03
46,000	Powertech Technology	79	0.03
119,000	Tatung	77	0.03
47,350	Chicony Electronics	77	0.03
62,650	Highwealth Construction	72	0.03
184,000	Winbond Electronics	68	0.03
7,000	Airtac International Group	65	0.03
227,312	Taiwan Business Bank	62	0.02
9,000	Phison Electronics	61	0.02
9,000	Nien Made Enterprise	58	0.02
145,235	EVA Airways	54	0.02
24,000	Zhen Ding Technology Holding	52	0.02
10,000	TaiMed Biologics	44	0.02
165,000	China Airlines	40	0.02
19,200	Ruentex Industries	38	0.01
45,000	Formosa Taffeta	38	0.01
29,165	Ruentex Development	34	0.01
109,947	Evergreen Marine Corp(Tai)	33	0.01
23,172	Standard Foods	29	0.01
		<b>26,890</b>	<b>10.52</b>
	<b>India - (7.94%)</b>		
176,074	Reliance Industries	2,304	0.90
99,235	Housing Development Finance	1,940	0.76
189,429	Infosys	1,477	0.58
55,862	Tata Consultancy Services	1,177	0.46
112,148	Axis Bank	846	0.33
40,260	Hindustan Unilever	741	0.29
212,616	ITC	624	0.24
148,490	ICICI Bank	553	0.22
6,582	Maruti Suzuki India	478	0.19
29,894	Larsen & Toubro	413	0.16
34,993	HCL Technologies	391	0.15
47,031	Mahindra & Mahindra	322	0.13
111,813	State Bank India	320	0.13
10,417	Bajaj Finance	293	0.11
84,414	Bharti Airtel	287	0.11
67,865	Wipro	265	0.10
17,313	Asian Paints India	258	0.10
102,321	Yes Bank	252	0.10
28,352	Tech Mahindra	249	0.10
50,834	Sun Pharmaceutical Industries	241	0.09

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
5,816	UltraTech Cement	235	0.09
27,402	Infosys (ADR)	220	0.09
18,818	Titan	206	0.08
21,677	UPL	202	0.08
93,815	Power Grid Corporation of India	181	0.07
119,384	NTPC	180	0.07
95,878	Tata Motors	180	0.07
47,471	GAIL India	173	0.07
809	Eicher Motors	170	0.07
45,757	Bharat Petroleum	165	0.06
19,944	Grasim Industries	165	0.06
2,311	Bajaj Finserv	158	0.06
1,388	Nestle India	157	0.06
5,061	Bajaj Auto	156	0.06
30,963	Zee Entertainment Enterprises	154	0.06
51,187	JSW Steel	153	0.06
21,325	Godrej Consumer Products	153	0.06
70,779	Hindalco Industries	148	0.06
31,368	Dabur India	147	0.06
5,167	Dr Reddys Laboratories	144	0.06
78,931	Vedanta	143	0.06
84,830	Oil & Natural Gas	136	0.05
21,290	Cipla	126	0.05
16,540	Aurobindo Pharmaceuticals	125	0.05
4,967	Piramal Enterprises	122	0.05
22,109	Tata Steel	117	0.05
16,776	Indiabulls Housing Finance	117	0.05
7,549	Avenue Supermarts	117	0.05
15,223	Havells India	116	0.05
3,578	Britannia Industries	116	0.05
13,816	Lupin	112	0.04
31,662	Adani Ports & Special Eco Zone	110	0.04
9,023	Shriram Transport Finance	109	0.04
17,901	United Spirits	104	0.04
41,230	Coal India	100	0.04
57,577	Motherson Sumi Systems	99	0.04
27,428	Marico	99	0.04
64,194	Indian Oil	98	0.04
5,318	Divis Laboratories	94	0.04
18,287	LIC Housing Finance	93	0.04
7,507	Pidilite Industries	92	0.04
515	Shree Cements	90	0.04
36,875	Hindustan Petroleum	88	0.03
434	Bosch	87	0.03
3,009	Hero MotoCorp	84	0.03
34,998	Petronet LNG	83	0.03
18,936	Mahindra & Mahindra Financial Services	80	0.03
340	Page Industries	80	0.03
34,334	Ambuja Cem	77	0.03
11,435	Glenmark Pharmaceuticals	72	0.03
6,070	Interglobe Aviation	72	0.03
13,000	Bharat Forge	71	0.03

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
13,983	Container of India	70	0.03
46,206	Rural Electrification	67	0.03
71,577	Ashok Leyland	66	0.03
19,160	Bharti Infratel	60	0.02
77,913	Tata Power	54	0.02
1,856	Dr Reddys Laboratories (ADR)	52	0.02
126,078	Vodafone Idea	40	0.02
11,129	Cadila Healthcare	38	0.01
		<b>20,554</b>	<b>8.04</b>
	<b>Brazil - (7.41%)</b>		
299,354	Itau Unibanco Holding	2,159	0.84
195,542	Vale	1,836	0.72
204,488	Banco Bradesco	1,824	0.71
235,300	Petroleo Brasileiro-Petrobras (Preference)	1,280	0.50
190,300	Petroleo Brasileiro-Petrobras	1,172	0.46
291,429	Ambev	1,074	0.42
128,318	B3 SA - Brasil Bolsa Balcao	859	0.34
268,177	Itausa Investimentos Itau	680	0.27
51,900	Banco do Brasil	541	0.21
66,295	Banco Bradesco	528	0.21
43,290	Lojas Renner	383	0.15
33,704	Suzano	326	0.13
27,000	Telefonica Brasil	258	0.10
66,400	Rumo	256	0.10
36,305	Localiza Rent A CAR	252	0.10
21,900	Ultrapar Participacoes	242	0.09
42,400	BB Seguridade Participacoes	237	0.09
25,000	Banco Santander Brasil	235	0.09
73,500	CCR	211	0.08
62,500	Gerdau	194	0.08
50,862	WEG	190	0.07
84,272	Kroton Educacional	187	0.07
14,000	Raia Drogasil	184	0.07
9,700	Companhia Brasileira de Distribuicao	183	0.07
10,300	Equatorial Energia	172	0.07
20,700	Saneamento Basico de SP (Cia)	167	0.07
41,820	Lojas Americanas	166	0.06
73,696	Cielo	165	0.06
4,600	Magazine Luiza	163	0.06
41,300	Embraer S A	160	0.06
57,900	JBS	159	0.06
53,295	Energetica de Minas Gerais Cia	157	0.06
42,500	Klabin	156	0.06
51,380	BR Malls Participacoes	139	0.05
31,900	BRF	138	0.05
16,500	Centrais Eletricas Brasile	135	0.05
7,000	IRB Brasil Resseguros	127	0.05
51,700	Tim Participacoes	125	0.05
12,700	Natura Cosmeticos	123	0.05
21,400	Hypera	118	0.05
13,750	Engie Brasil	116	0.05
10,400	Braskem (A)	115	0.04

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
11,800	B2W Cia Digital	114	0.04
21,400	Petrobras Distribuidora	106	0.04
40,500	Siderurgica Nacional Cia	103	0.04
19,957	Multiplan Empreendimentos Imobiliarios	101	0.04
24,400	Atacadao	97	0.04
10,700	Cosan Industria E Comercio	96	0.04
10,600	Centrais Eletricas Brasile	83	0.03
11,324	Sul America	71	0.03
6,600	M Dias Branco	63	0.02
5,300	Porto Seguro	61	0.02
4,590	Lojas Americanas	14	0.01
12	Itausa Investimentos Itau	0	0.00
		<b>18,801</b>	<b>7.36</b>
	<b>South Africa - (6.92%)</b>		
27,057	Naspers (N)	4,449	1.74
80,947	Standard Bank Group	843	0.33
34,697	Sasol	813	0.32
209,495	FirstRand	728	0.28
113,024	Sanlam	481	0.19
104,957	MTN Group	475	0.19
46,038	Absa Group	449	0.18
25,595	Nedbank Group	392	0.15
311,862	Old Mutual	390	0.15
31,851	Remgro	348	0.14
21,078	Bid	339	0.13
24,804	AngloGold Ashanti	271	0.11
27,860	Shoprite Holdings	256	0.10
179,205	Growthpoint Properties	238	0.09
20,877	Bidvest Group	233	0.09
36,385	Vodacom Group	232	0.09
42,729	RMB Holdings	186	0.07
15,557	Mr Price Group	181	0.07
21,447	Discovery	177	0.07
23,458	Aspen Pharmacare Holdings	177	0.07
2,437	Capitec Bank Holdings	171	0.07
327,753	Redefine Properties	171	0.07
27,057	Multichoice Group	153	0.06
49,572	Gold Fields	153	0.06
15,380	Clicks Group	151	0.06
60,415	Woolworths Holdings	148	0.06
22,649	Nepi Rockcastle	145	0.06
13,160	SPAR Group	141	0.06
9,698	Tiger Brands	140	0.05
3,272	Anglo American Platinum	131	0.05
7,228	Mondi	130	0.05
9,127	PSG Group	128	0.05
13,698	Foschini	127	0.05
15,161	Exxaro Resources	125	0.05
31,720	Sappi	123	0.05
77,585	Life Healthcare Group Holding	114	0.04
27,018	Truworths International	108	0.04
8,932	Reinet Investments SCA (ZA)	107	0.04

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
68,526	Netcare	94	0.04
22,205	Pick n Pay Stores	83	0.03
16,662	Investec	82	0.03
3,905	Kumba Iron Ore	81	0.03
77,035	Fortress (REIT) (A)	79	0.03
41,755	Rand Merchant Insurance Holdings	74	0.03
15,353	Hyprop Investments	65	0.03
16,097	Telkom SOC	61	0.02
14,815	Resilient (REIT)	49	0.02
52,594	MMI Holdings	44	0.02
7,133	Liberty Holdings	39	0.02
28,707	Fortress (REIT) (B)	22	0.01
1,735	Motus Holdings	8	0.00
		<b>14,905</b>	<b>5.83</b>
	<b>United States - (2.20%)</b>		
780	Fidelity Institutional Liquidity Fund - USD A Acc	10,400	4.07
		<b>10,400</b>	<b>4.07</b>
	<b>Russia - (3.45%)</b>		
24,675	LUKOIL (ADR)	1,560	0.61
629,384	Sberbank Russia (USD)	1,481	0.58
293,949	Gazprom (ADR)	1,046	0.41
15,937	Tatneft (ADR)	855	0.33
5,658	Novatek (GDR)	735	0.29
37,230	MMC Norilsk Nickel (ADR)	605	0.24
5,500	LUKOIL (USD)	348	0.14
65,019	Rosneft OC (GDR)	294	0.12
21,415	Magnit (GDR)	229	0.09
65,594	Surgutneftegas (ADR)	191	0.07
30,046	Mobile Tele Systems (ADR)	172	0.07
153,951	ALROSA (USD)	169	0.07
12,136	Severstal PAO (GDR)	142	0.06
306,192	Surgutneftegas Preferred	141	0.06
7,348	X5 Retail Group (GDR)	140	0.05
7,435	Novolipetsk Steel (GDR)	134	0.05
14,870	Tatneft (USD)	133	0.05
70,170	Gazprom O A O (USD)	126	0.05
3,371	Polyus Gold (GDR)	103	0.04
9,351	Sberbank Russia (ADR)	89	0.03
1,906,556	Inter Rao (USD)	85	0.03
205,240,000	VTB Bank (USD)	84	0.03
7,492	PhosAgro (GDR)	77	0.03
73,557	Moscow Exchange MICEX-RTS (USD)	76	0.03
10,500	Magnitogorsk Iron & Steel Works PJSC (GDR)	69	0.03
4,379	Novatek (USD)	54	0.02
26	AK Transneft Preferred (RUB)	50	0.02
217	MMC Norilsk Nickel (USD)	35	0.01
6,122	Rosneft OC (USD)	28	0.01
31,774	RusHydro (USD)	0	0.00
		<b>9,251</b>	<b>3.62</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Mexico - (2.81%)</b>		
2,079,600	America Movil	1,143	0.45
121,900	Fomento Eco Mexico	835	0.33
325,000	Walmart de Mexico	666	0.26
161,100	Grupo Finance Banorte	652	0.26
218,200	Grupo Mexico	431	0.17
917,554	Cemex	337	0.13
154,900	Grupo Televisa	275	0.11
202,900	Fibra Uno Administracion de	210	0.08
12,580	Grupo Aeroportuario Sureste SAB CV (B)	164	0.06
21,700	Grupo Aeroportuario del Pacifico SAB de CV (B)	158	0.06
183,100	Alfa (A)	158	0.06
138,800	Grupo Finance Inbursa	154	0.06
99,100	Grupo Bimbo	150	0.06
31,700	Coca Cola Femsa	147	0.06
60,760	Mexichem	120	0.05
91,900	Kimberly Clark de Mexico Sab D (A)	115	0.04
26,400	Arca Continental	114	0.04
	Banco Santander Mexico Institucion de Banca Multiple Grupo Financiero Santander		
110,505	Mexico (B)	114	0.04
12,915	Gruma (B)	106	0.04
13,760	Promotora y Operadora de Infraestructura SAB	102	0.04
32,100	Infraestructura Energetica Nova	92	0.04
8,485	Industrias Penoles	86	0.03
27,900	Grupo Carso	80	0.03
21,200	Megacable Holdings	72	0.03
32,500	Alsea	63	0.02
12,155	El Puerto de Liverpool Sab (C)	58	0.02
		<b>6,602</b>	<b>2.58</b>
	<b>Thailand - (2.35%)</b>		
658,200	PTT (F)	762	0.30
312,400	CP ALL (F)	580	0.23
112,900	Kasikornbank (F)	532	0.21
258,600	Airports of Thailand (F)	417	0.16
111,800	Siam Commercial Bank (F)	358	0.14
65,100	Advanced Info Service (F)	283	0.11
24,600	Siam Cement (F)	277	0.11
84,100	PTT Exploration & Production (F)	250	0.10
133,000	PTT Global Chemical (F)	229	0.09
83,100	Central Pattana (F)	150	0.06
236,800	Bangkok Dusit Medical Services (F)	133	0.05
209,520	Charoen Pokphand Foods (F)	130	0.05
139,120	Minor International (F)	128	0.05
101,135	Indorama Ventures (F)	124	0.05
475,500	Bangkok Expressway & Metro (F)	120	0.05
68,700	Thai Oil (F)	118	0.05
222,700	Krung Thai Bank (F)	103	0.04
411,600	BTS Group Holdings (F)	102	0.04
22,300	Bumrungrad Hospital (F)	99	0.04
82,900	Energy Absolute (F)	94	0.04
625,900	IRPC (F)	87	0.03

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
15,800	Bangkok Bank (F)	81	0.03
620,420	True (F)	80	0.03
223,406	Home Product Center (F)	80	0.03
65,400	Berli Jucker (F)	77	0.03
32,700	Gulf Energy Development	71	0.03
29,000	Glow Energy (F)	63	0.02
43,900	Muangthai Leasing (F)	49	0.02
27,800	Delta Electronics Thai (F)	48	0.02
105,300	Thai Union Group (F)	47	0.02
121,200	Banpu (F)	47	0.02
7,300	Electricity Generating (F)	47	0.02
28,800	Robinson	44	0.02
163,100	Land & House (F)	41	0.02
614,600	TMB Bank (F)	33	0.01
		<b>5,884</b>	<b>2.30</b>
	<b>Malaysia - (2.35%)</b>		
180,379	Public Bank	833	0.33
194,900	Tenaga Nasional	483	0.19
231,682	Malayan Banking	408	0.16
287,254	CIMB Group Holdings	309	0.12
150,300	Petronas Chemicals Group	256	0.10
130,800	Genting	178	0.07
153,300	IHH Healthcare	162	0.06
192,000	Digi.com	161	0.06
39,800	Hong Leong Bank	156	0.06
144,600	Maxis	143	0.06
42,600	Petronas Gas	142	0.06
146,379	Sime Darby Plantation	138	0.05
223,260	Dialog Group	133	0.05
166,377	Axiata Group	127	0.05
26,100	Kuala Lumpur Kepong	119	0.05
34,740	PPB Group	118	0.05
183,400	Genting Malaysia	118	0.05
118,600	IOI	98	0.04
3,500	Nestle (Malaysia)	96	0.04
113,100	AMMB Holdings	93	0.04
48,700	HAP Seng Consolidated	89	0.03
70,300	MISC	89	0.03
57,514	Malaysia Airports Holdings	87	0.03
81,800	Hartalega Holdings	75	0.03
86,600	Top Glove	73	0.03
10,200	Fraser & Neave Holding	66	0.03
121,000	Gamuda	66	0.03
84,000	Press Metal	65	0.03
186,900	IJM	62	0.02
49,000	QL Resources	62	0.02
56,003	RHB Bank	58	0.02
79,700	Alliance Bank Malaysia	58	0.02
9,200	British American Tobacco Malaysia	57	0.02
136,679	Sime Darby	55	0.02
11,000	Petronas Dagangan	54	0.02
13,007	Hong Leong Financial Group	47	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
108,065	SP Setia	46	0.02
85,800	AirAsia Group	44	0.02
54,900	Westports Holdings	37	0.01
62,262	Telekom Malaysia	35	0.01
174,322	YTL	34	0.01
165,179	Sime Darby Property	32	0.01
86,691	IOI Properties Group Sdn	26	0.01
13,200	Genting Plantations	26	0.01
6,980	RHB Capital	0	0.00
		<b>5,614</b>	<b>2.20</b>
	<b>Indonesia - (2.10%)</b>		
615,500	Bank Central Asia	908	0.36
3,469,900	Bank Rakyat Indonesia	715	0.28
3,135,800	Telekomunikasi Indonesia PT	646	0.25
1,221,600	Astra International	467	0.18
1,129,000	Bank Mandiri Persero	430	0.17
87,300	Unilever Indonesia	227	0.09
453,700	Bank Negara Indonesia Persero PT	214	0.08
448,600	Charoen Pokphand Indonesia	175	0.07
102,100	United Tractors	145	0.06
29,600	Gudang Garam PT Perusahaan	135	0.05
186,000	Semen Indonesia Persero	126	0.05
113,500	Indocement Tunggul Prakarsa PT	117	0.05
566,900	Hanjaya Mandala Sampoerna	115	0.04
1,322,300	Kalbe Farma PT	106	0.04
278,600	Indofood Sukses Makmur	105	0.04
165,100	Indah Kiat Pulp & Paper PT	97	0.04
696,900	PT Perusahaan Gas Negara	95	0.04
146,100	Indofood CBP Sukses Makmur	80	0.03
155,800	Bank Danamon Indonesia	71	0.03
883,300	Adaro Energy	62	0.02
90,900	Tjiwi Kimia Pabrik Kertas	54	0.02
201,000	Bukit Asam	43	0.02
110,920	Jasa Marga PT	31	0.01
228,600	Bank Tabungan Negara	30	0.01
404,800	Bumi Serpong Damai	29	0.01
315,100	Surya Citra Media	29	0.01
883,800	Pakuwon Jati PT	29	0.01
110,400	Tower Bersama Infrastructure	24	0.01
		<b>5,305</b>	<b>2.08</b>
	<b>Poland - (1.24%)</b>		
52,816	Powszechna Kasa Oszczednosci Bank	400	0.16
18,052	Polski Koncern Naftowy Orlen	369	0.14
36,613	Powszechny Zaklad Ubezpieczenia	298	0.12
10,379	Bank Polska Kasa Opieki(Pekao)	233	0.09
8,753	KGHM Polska Miedz	175	0.07
2,121	Santander Bank Polska	161	0.06
4,060	CD Projekt Red	156	0.06
110,040	Polish Oil & Gas	150	0.06
50,969	Polska Grupa Energetyczna	119	0.05
72	LPP	117	0.05



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
5,662	Grupa Lotos	109	0.04
16,204	Cyfrowy Polsat	82	0.03
931	mBank	80	0.03
5,632	Alior Bank	66	0.03
1,772	CCC	65	0.03
3,023	Dino Polska	65	0.03
32,745	Bank Millennium Spolka Akcyjna	57	0.02
3,276	Jastrzebska Spolka Weglowa	38	0.01
35,597	Orange Polska	38	0.01
1,780	Bank Handlowy w Warszawie	24	0.01
		<b>2,802</b>	<b>1.10</b>
	<b>Chile - (1.22%)</b>		
46,833	SACI Falabella	279	0.11
23,385	Empresas Copec	243	0.10
7,288	Soc Quimica Y Minera de Chile	242	0.09
3,994,531	Banco Santander Chile	242	0.09
1,731,290	Enel Americas	241	0.09
75,718	Empresas CMPC	212	0.08
1,575,705	Banco de Chile	191	0.07
3,495	Banco de Credito e Inversiones	184	0.07
18,442	Latam Airls Group	164	0.06
1,688,731	Enel Chile	138	0.05
80,554	Cencosud	117	0.05
9,242	Compania Cervecerias Unidas	100	0.04
555,318	Colbun	97	0.04
166,986	Aguas Andinas (A)	76	0.03
25,868	Embotelladora Andina	73	0.03
9,756,536	Itau Corpbanca	71	0.03
8,217	Empresa Nacional de Telecomunicaciones	66	0.03
		<b>2,736</b>	<b>1.07</b>
	<b>Philippines - (1.00%)</b>		
664,300	SM Prime Holdings	370	0.14
448,400	Ayala Land	287	0.11
119,697	BDO Unibank	222	0.09
15,140	Ayala	204	0.08
14,680	SM Investments	201	0.08
175,870	JG Summit Holdings	169	0.07
113,633	Metropolitan Bank & Trust	126	0.05
26,590	Jollibee Food	119	0.05
122,720	Aboitiz Equity Ventures	109	0.04
54,140	Universal Robina	107	0.04
5,355	PLDT	80	0.03
5,703	GT Capital Holdings	79	0.03
13,600	Manila Electric	73	0.03
57,940	Bank of The Philippine Islands	71	0.03
2,285	Globe Telecom	63	0.02
758,600	Metro Pacific Investments	52	0.02
611,000	Megaworld	46	0.02
225,300	Alliance Global Group	45	0.02
26,050	International Container Termin Services	44	0.02
83,400	Aboitiz Power	42	0.02

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
113,166	Robinsons Land	38	0.01
218,750	DMCI Holdings	36	0.01
13,230	Security Bank	32	0.01
		<b>2,615</b>	<b>1.02</b>
	<b>Qatar - (0.49%)</b>		
28,118	Qatar National Bank	1,092	0.43
11,212	Industries of Qatar	308	0.12
6,936	Qatar Islamic Bank	208	0.08
23,923	Masraf AL Rayan	182	0.07
50,058	Ezdan Holding Group	134	0.05
3,220	Qatar Electricity & Water	117	0.05
13,731	Commercialbank Qatar	114	0.04
12,880	Barwa Real Estate	104	0.04
4,898	Ooredoo QSC	68	0.03
8,572	Qatar Insurance Company	59	0.02
		<b>2,386</b>	<b>0.93</b>
	<b>United Arab Emirates - (0.60%)</b>		
172,595	First Abu Dhabi Bank	533	0.21
112,223	Emirates Telecommunications Group	388	0.15
126,111	Abu Dhabi Commercial Bank	246	0.10
212,545	Emaar Properties	212	0.08
9,742	DP World	116	0.05
108,054	Dubai Islamic Bank	115	0.04
255,781	Aldar Properties	93	0.04
132,785	Emaar Malls	48	0.02
59,433	Emaar Development	47	0.02
111,009	Damac Properties Dubai	31	0.01
2,701	DXB Entertainments	0	0.00
		<b>1,829</b>	<b>0.72</b>
	<b>Turkey - (1.04%)</b>		
142,892	Turkiye Garanti Bankasi	178	0.07
13,013	BIM Birlesik Magazalar	160	0.06
7,654	Turkiye Petrol Rafinerileri	159	0.06
69,348	Turkcell Iletisim Hizmet A S	141	0.06
137,966	Akbank Turk Anonim Sirketi	134	0.05
48,135	KOC Holding	127	0.05
85,314	Eregli Demir Ve Celik Fabrikal	113	0.04
101,806	Turkiye Is Bank	83	0.03
60,816	Haci Omer Sabanci Holding	78	0.03
21,039	Aselsan	73	0.03
33,513	Turk Hava Yollari AO	67	0.03
13,517	Arcelik	40	0.02
9,820	TAV Havalimanlari Holding	39	0.02
33,582	Turkiye Halk Bankasi	36	0.01
44,636	Petkim Petrokimya Holding	35	0.01
37,045	Turk Sise Ve Cam Fabrikalari	35	0.01
11,322	Anadolu Efes Bir Ve T San	32	0.01
3,745	Ford Otomotive Sanayi	30	0.01
		<b>1,560</b>	<b>0.61</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Colombia - (0.41%)</b>		
28,446	Bancolombia Preferred	258	0.10
316,723	Ecopetrol	249	0.10
14,871	Bancolombia	124	0.05
13,728	Grupo de Inversiones Suramericana	118	0.05
26,637	Interconexion Electrica Saesp	91	0.04
17,854	Grupo Argos	79	0.03
239,282	Grupo Aval Acciones Preferred	68	0.03
30,932	Cementos Argos	62	0.02
7,314	Grupo de Inversiones Suramericana Preferred	59	0.02
		<b>1,108</b>	<b>0.43</b>
	<b>Peru - (0.39%)</b>		
4,351	Credicorp	796	0.31
5,206	Southern Copper	144	0.06
10,580	Buenaventura Minas (ADR)	132	0.05
		<b>1,072</b>	<b>0.42</b>
	<b>Hungary - (0.31%)</b>		
13,629	OTP Bank	432	0.17
23,546	MOL Hungarian Oil & Gas	208	0.08
9,708	Richter Gedeon	143	0.06
		<b>783</b>	<b>0.31</b>
	<b>Greece - (0.32%)</b>		
15,444	Hellenic Telecommunications Org	149	0.06
14,546	Greek Organization of Football Prognostics	112	0.04
85,626	Alpha Bank	88	0.03
6,926	Jumbo	87	0.03
3,912	Motor Oil (Hellas)	72	0.03
3,316	Titan Cement	56	0.02
1,643	FF Group	7	0.00
		<b>571</b>	<b>0.22</b>
	<b>Czech Republic - (0.18%)</b>		
9,707	CEZ	179	0.07
4,485	Komerční Banka	142	0.06
31,145	Moneta Money Bank	83	0.03
		<b>404</b>	<b>0.16</b>
	<b>Futures - ((0.03)%)</b>		
16,450	Mini MSCI Em MK Index Future 15/03/2019	237	0.09
		<b>237</b>	<b>0.09</b>
	<b>Cayman Islands - (0.00%)</b>		
3,550	GDS Holdings (A) (ADR)	85	0.03
1,539	Noah Holdings (ADR)	66	0.03
2,291	Baozun (ADR)	65	0.03
		<b>216</b>	<b>0.08</b>
	<b>Hong Kong - (0.00%)</b>		
56,000	China Ding Yi Feng Holdings	136	0.05
3,390	Hutchison China Meditech (ADR)	66	0.03
		<b>202</b>	<b>0.08</b>

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Pakistan - (0.08%)</b>		
49,000	Oil & Gas Development	40	0.02
27,200	MCB Bank	30	0.01
34,800	Habib Bank	25	0.01
4,201	Lucky Cement	11	0.00
		<b>106</b>	<b>0.04</b>
	<b>United Kingdom - (0.00%)</b>		
12,000	Polymetal International	104	0.04
		<b>104</b>	<b>0.04</b>
	<b>Egypt - (0.03%)</b>		
20,347	Commercial International Bank Egypt (GDR)	62	0.02
		<b>62</b>	<b>0.02</b>
	<b>Warrants - (0.00%)</b>		
36,955	BTS Group Holdings (L) (Warrants 29/11/2019)	1	0.00
		<b>1</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>253,604</b>	<b>99.22</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>2,003</b>	<b>0.78</b>
	<b>Net assets</b>	<b>255,607</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>France - (22.56%)</b>		
106,868	Total	4,571	2.10
12,479	LVMH Moet Hennessy	3,229	1.49
50,502	Sanofi	3,160	1.45
26,137	Airbus SE	2,541	1.17
11,317	L'Oreal	2,138	0.98
50,410	BNP Paribas	1,939	0.89
19,139	Air Liquide	1,803	0.83
86,666	AXA	1,648	0.76
22,624	Vinci SA	1,620	0.75
27,583	Danone	1,569	0.72
14,880	Safran	1,526	0.70
24,669	Schneider Electric	1,437	0.66
3,399	Kering	1,407	0.65
10,010	Pernod Ricard	1,291	0.59
12,919	EssilorLuxottica	1,175	0.54
47,004	Vivendi	1,031	0.47
89,386	Orange	1,029	0.47
81,919	Engie	947	0.44
34,357	Societe Generale France (A)	792	0.36
6,204	Unibail-Rodamco-Westfield	758	0.35
8,014	Michelin Compagnie Generale Des Etablissements (B)	724	0.33
1,490	Hermes International	710	0.33
6,165	Dassault Systemes	684	0.31
7,562	Capgemini	683	0.31
23,431	Compagnie de Saint-Gobain	639	0.29
12,555	Legrand	620	0.29
27,735	Peugeot	533	0.25
54,099	Credit Agricole	520	0.24
9,069	Renault	470	0.22
5,011	Thales	464	0.21
27,898	Carrefour	432	0.20
25,343	Veolia Environnement	419	0.19
9,989	Publicis Groupe	418	0.19
32,179	STMicroelectronics	400	0.18
11,269	Edenred	373	0.17
2,720	Teleperformance	364	0.17
4,275	Sodexo	352	0.16
4,528	Atos	327	0.15
28,348	EDF	310	0.14
10,359	Bouygues	295	0.14
8,932	Accor	287	0.13
3,692	Eiffage	270	0.12
11,331	Valeo	269	0.12
17,161	SES FDR	262	0.12
7,686	SCOR SE	258	0.12
9,644	Klepierre	252	0.12
22,036	Getlink (A)	245	0.11
3,186	Arkema	242	0.11
2,161	Gecina	239	0.11
7,312	Alstom	235	0.11
12,505	Bureau Veritas	223	0.10

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,763	Ubisoft Entertainment	208	0.10
1,400	Aéroports de Paris	206	0.09
1,780	Ipsen	189	0.09
44,500	Natixis	183	0.08
541	Eurofins Scientific	172	0.08
17,689	Suez	171	0.08
2,153	Covivio	162	0.07
118	Dassault Aviation	148	0.07
2,847	Amundi	143	0.07
2,824	Ingenico Group	141	0.06
8,112	CNP Assurances	139	0.06
41,722	Bolloré	139	0.06
14,327	Rexel	134	0.06
1,065	SEB	134	0.06
3,580	Faurecia	128	0.06
2,228	Eurazeo	126	0.06
1,311	Wendel	125	0.06
8,238	Eutelsat Communications	124	0.06
1,957	BioMerieux	121	0.06
1,301	Sartorius Stedim Biotech	117	0.05
1,072	Remy Cointreau	105	0.05
2,586	Casino Guichard Perrachon	102	0.05
1,588	ICADE	100	0.05
1,255	Iliad Group	99	0.05
1,211	Société BIC	86	0.04
3,524	JC Decaux	82	0.04
1,687	Imerys	72	0.03
		<b>51,786</b>	<b>23.83</b>
	<b>Switzerland - (17.11%)</b>		
144,374	Nestlé	9,873	4.54
102,205	Novartis	7,042	3.24
33,120	Roche Holdings	6,926	3.19
7,140	Zurich Insurance Group	1,771	0.82
181,700	UBS Group	1,740	0.80
24,612	Compagnie Finance Richemont (A)	1,414	0.65
86,760	ABB	1,291	0.59
120,444	Credit Suisse Group	1,122	0.52
14,383	Swiss Re Group	1,071	0.49
22,859	LafargeHolcim	855	0.39
432	Givaudan	814	0.37
3,510	Lonza Group	746	0.34
6,078	Sika	618	0.28
1,617	Swiss Life Holding	528	0.24
1,746	Geberit	527	0.24
252	SGS	482	0.22
819	Partners Group Holding	445	0.20
1,228	Swisscom	427	0.20
2,619	Sonova Holding	366	0.17
10,568	Julius Baer Group	345	0.16
1,473	Swatch Group	327	0.15
1,888	Schindler Holding	319	0.15
2,849	Temenos	307	0.14

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
7,489	Adecco Group	289	0.13
487	Straumann Holding	286	0.13
2,324	Baloise Holdings	284	0.13
5	Lindt & Spruengli Chocolad	276	0.13
2,549	Kuehne & Nagel International	249	0.11
50	Lindt & Spruengli Chocolad (Participation Certificate)	243	0.11
3,638	Swiss Prime Site	230	0.11
2,153	Vifor Pharma	201	0.09
379	EMS-Chemie Holding	165	0.08
975	Schindler Holding	162	0.07
9,194	Clariant	149	0.07
104	Barry Callebaut	135	0.06
1,542	Dufry Group	118	0.05
1,838	Pargesa Holding	113	0.05
2,554	Swatch Group	110	0.05
		<b>42,366</b>	<b>19.50</b>
	<b>Germany - (20.38%)</b>		
43,824	SAP SE	3,533	1.63
19,248	Allianz SE	3,210	1.48
34,043	Siemens	2,805	1.29
41,820	Bayer	2,496	1.15
41,003	BASF SE	2,358	1.09
149,307	Deutsche Telekom	1,859	0.86
40,755	Daimler	1,843	0.85
8,478	adidas	1,550	0.71
6,672	Munich RE Group	1,174	0.54
8,296	Volkswagen Preferred	1,074	0.49
44,162	Deutsche Post	1,026	0.47
15,025	BMW	958	0.44
53,469	Infineon Technologies	884	0.41
9,072	Deutsche Boerse	861	0.40
103,508	E.ON SE	855	0.39
23,145	Vonovia SE	846	0.39
18,710	Fresenius SE	782	0.36
8,496	Henkel Preferred	640	0.29
5,177	Continental	637	0.29
92,391	Deutsche Bank	635	0.29
10,185	Fresenius Medical Care	595	0.27
16,753	Deutsche Wohnen	590	0.27
5,532	Wirecard	562	0.26
6,073	Merck	475	0.22
24,389	RWE	448	0.21
2,443	MTU Aero Engines	398	0.18
9,026	Covestro	388	0.18
6,958	HeidelbergCement	386	0.18
5,728	Symrise	382	0.18
7,201	Porsche Automobil Holding Non Voting Preferred	360	0.17
4,775	Henkel	334	0.15
4,723	Beiersdorf	329	0.15
2,800	Hannover Reins	313	0.14
10,618	QIAGEN	305	0.14
47,159	Commerzbank	288	0.13

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
7,216	Brenntag	270	0.12
20,457	Thyssenkrupp	231	0.11
36,133	Aroundtown	230	0.11
6,487	Innogy SE	225	0.10
11,125	Deutsche Lufthansa	216	0.10
7,012	Siemens Healthineers	213	0.10
1,545	Volkswagen	206	0.09
9,429	Uniper	205	0.09
1,672	Sartorius Non-Voting Preferred	201	0.09
2,970	Hugo Boss	166	0.08
4,001	LANEXSS	163	0.08
388	Puma	162	0.07
5,795	United Internet	159	0.07
7,353	Evonik Industries	156	0.07
4,678	OSRAM Licht	153	0.07
3,324	KION Group	150	0.07
10,970	ProSiebenSat.1 Media SE	148	0.07
5,269	Zalando SE	143	0.07
7,635	GEA Group	135	0.06
2,389	Bayerische Motoren Werke Non Voting Preferred	133	0.06
4,374	Delivery Hero SE	128	0.06
1,940	Fraport Frankfurt Airport Services	118	0.05
979	HOCHTIEF	116	0.05
3,162	Fuchs Petrolu SE Preferred	107	0.05
8,460	Metro	106	0.05
2,275	Axel Springer SE	98	0.05
34,801	Telefonica Deutschland Holding	87	0.04
1,843	RTL Group	78	0.04
2,496	1&1 Drillisch	74	0.03
		<b>40,756</b>	<b>18.76</b>
	<b>Netherlands - (7.95%)</b>		
69,311	Unilever	2,812	1.29
18,326	ASML Holding	2,525	1.16
174,638	ING Groep	1,741	0.80
42,636	Koninklijke Philips	1,269	0.58
16,231	NXP Semiconductors	1,120	0.52
56,076	Ahold Delhai (Koninklijke)	1,089	0.50
12,221	Heineken	924	0.43
10,511	Akzo Nobel	720	0.33
8,512	Koninklijke DSM	689	0.32
13,679	Wolters Kluwer	675	0.31
31,261	ArcelorMittal Luxembourg	543	0.25
14,424	NN Group	472	0.22
5,440	Heineken Holding	395	0.18
158,624	Koninklijke KPN	370	0.17
10,380	Coca-Cola European Partners	366	0.17
19,976	ABN AMRO Group	362	0.17
84,214	Aegon	338	0.16
5,631	Randstad Holding	225	0.10
5,942	AerCap Holdings	205	0.09
3,330	Vopak (Koninklijke)	122	0.06
		<b>16,962</b>	<b>7.81</b>



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Spain - (6.82%)</b>		
729,818	Banco Santander	2,656	1.22
279,381	Iberdrola	1,758	0.81
299,157	Banco Bilbao Vizcaya Argentaria	1,386	0.64
209,590	Telefonica	1,362	0.63
19,678	Amadeus IT Group (A)	1,133	0.52
48,901	Industria de Diseno Textil	1,106	0.51
65,694	Repsol	850	0.39
169,300	CaixaBank	454	0.21
3,181	Aena SME	429	0.20
11,982	ACS Actividades de Construccion y Servicios	400	0.18
23,125	Ferrovial	399	0.18
16,479	Naturgy Energy Group	338	0.16
20,430	Red Electrica	332	0.15
14,962	Endesa	282	0.13
14,091	Grifols (A)	275	0.13
10,673	Enagas	230	0.11
265,798	Banco de Sabadell	226	0.10
31,966	Bankinter	197	0.09
28,486	International Consolidated Airlines Group	172	0.08
58,506	Bankia	134	0.06
11,217	Siemens Gamesa Renewable Energy	129	0.06
51,259	MAPFRE	109	0.05
1	Distribuidora Internacional de Alimentacion	0	0.00
		<b>14,357</b>	<b>6.61</b>
	<b>Sweden - (5.90%)</b>		
144,793	Ericsson (B)	994	0.46
73,746	Volvo	814	0.37
47,216	Assa Abloy	734	0.34
21,397	Investor	714	0.33
32,362	Atlas Copco (A)	654	0.30
53,127	Sandvik	652	0.30
72,064	Svenska Handelsbanken	621	0.29
28,581	Essity (B)	598	0.28
42,718	Swedbank	589	0.27
76,791	SEB (A)	583	0.27
12,171	Hexagon	479	0.22
41,339	Hennes & Mauritz (H&M)	470	0.22
133,003	Telia	435	0.20
17,588	Atlas Copco	329	0.15
8,305	Swedish Match	296	0.14
12,875	Boliden	264	0.12
23,551	Tele2	235	0.11
31,133	Epiroc (A)	233	0.11
13,819	Alfa-Laval	227	0.10
17,851	SKF	225	0.10
11,369	Electrolux (B)	223	0.10
8,814	Lundin Petroleum	222	0.10
16,050	Skanska	217	0.10
11,443	Kinnevik Investment	216	0.10
14,844	Securitas	176	0.08

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,120	Millicom International Cellular	142	0.07
18,289	Epiroc (B)	128	0.06
7,939	Industrivarden	123	0.06
19,756	Husqvarna	121	0.06
3,804	ICA Gruppen	111	0.05
3,664	Lundbergfoeretagen	84	0.04
		<b>11,909</b>	<b>5.48</b>
	<b>Italy - (5.25%)</b>		
365,795	Enel	1,664	0.77
113,959	ENI	1,480	0.68
664,359	Intesa Sanpaolo	1,241	0.57
94,644	UniCredit	969	0.45
55,456	Assicurazioni Generali	744	0.34
51,196	Fiat Chrysler Automobiles (IT)	570	0.26
5,782	Ferrari (IT)	559	0.26
23,370	Atlantia	421	0.19
106,158	Snam	394	0.18
47,766	CNH Industrial (IT)	390	0.18
66,505	Terna	311	0.14
8,433	Moncler	244	0.11
5,098	EXOR	237	0.11
514,838	Telecom Italia	235	0.11
22,221	Tenaris	226	0.10
29,362	Mediobanca	220	0.10
27,391	Davide Campari-Milano	195	0.09
11,363	Prysmian	175	0.08
24,606	Poste Italiane	167	0.08
19,121	Leonardo	146	0.07
4,944	Recordati Ind Chimica	140	0.06
312,187	Telecom Italia Non-Voting RISP	127	0.06
18,836	Pirelli	95	0.04
		<b>10,950</b>	<b>5.04</b>
	<b>Denmark - (3.99%)</b>		
85,670	Novo-Nordisk (B)	3,156	1.45
9,206	Vestas Wind Systems	580	0.27
8,866	DSV	554	0.25
33,825	Danske Bank	505	0.23
8,925	Orsted	486	0.22
5,052	Carlsberg (B)	462	0.21
5,604	Coloplast (B)	415	0.19
2,906	Genmab	383	0.18
4,626	Chr. Hansen	356	0.16
10,258	Novozymes	352	0.16
309	AP Moller Maersk (B)	310	0.14
5,189	Pandora	206	0.09
7,895	ISS Holdings	186	0.09
175	AP Moller Maersk (A)	167	0.08
5,729	Tryg	117	0.05
3,294	H. Lundbeck	115	0.05
4,770	William Demant Holding	108	0.05
		<b>8,458</b>	<b>3.89</b>

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Finland - (2.20%)</b>		
252,559	Nokia	1,150	0.53
143,247	Nordea Bank Abp	977	0.45
20,907	Sampo	761	0.35
15,945	Kone	582	0.27
25,105	UPM Kymmene	578	0.27
6,036	Neste	441	0.20
20,937	Fortum	345	0.16
25,893	Stora Enso	265	0.12
20,883	Wartsila	255	0.12
6,714	Elisa (A)	213	0.10
5,541	Nokian Tyres	148	0.07
4,919	Orion	130	0.06
4,924	Metso	125	0.06
		<b>5,970</b>	<b>2.75</b>
	<b>Belgium - (2.37%)</b>		
33,976	Anheuser-Busch InBev	2,020	0.93
11,784	KBC Groep	650	0.30
5,970	UCB	377	0.17
8,663	Ageas	321	0.15
9,824	Umicore	318	0.15
3,435	Solvay (A)	287	0.13
3,806	Groupe Bruxelles Lambert	276	0.13
2,840	Colruyt	152	0.07
7,216	Proximus	144	0.07
2,504	Telenet Group Holding	85	0.04
		<b>4,630</b>	<b>2.13</b>
	<b>Norway - (1.49%)</b>		
55,014	Statoil	937	0.43
45,380	DNB	654	0.30
34,711	Telenor	511	0.24
19,627	Marine Harvest	343	0.16
8,286	Yara International	264	0.12
38,670	Orkla	230	0.11
63,326	Norsk Hydro	199	0.09
5,085	Aker BP	132	0.06
4,622	Schibsted (B)	129	0.06
9,486	Gjensidige Forsikring	128	0.06
		<b>3,527</b>	<b>1.62</b>
	<b>Ireland - (2.09%)</b>		
7,478	Kerry Group (A)	582	0.27
7,211	Kingspan Group	248	0.11
3,891	Paddy Power	235	0.11
10,598	Smurfit Kappa Group	225	0.10
45,866	Bank of Ireland Group	219	0.10
38,512	AIB Group	134	0.06
7,004	Ryanair Holdings	74	0.03
0	Fidelity Institutional Liquidity Fund - Euro A Acc	3	0.00
		<b>1,720</b>	<b>0.79</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Austria - (0.58%)</b>		
14,201	Erste Group Bank	389	0.18
6,943	OMV	278	0.13
7,002	Raiffeisen Bank International	134	0.06
3,425	ANDRITZ	128	0.06
5,391	Voestalpine	126	0.06
3,199	Verbund (A)	114	0.05
		<b>1,169</b>	<b>0.54</b>
	<b>United Kingdom - (0.39%)</b>		
37,213	CRH	883	0.41
		<b>883</b>	<b>0.41</b>
	<b>Portugal - (0.32%)</b>		
120,606	Energias de Portugal	331	0.15
23,602	Galp Energia	292	0.13
11,883	Jeronimo Martins	136	0.06
13,570	Banco Espirito Santo	0	0.00
		<b>759</b>	<b>0.35</b>
	<b>Futures - (0.03%)</b>		
450	EURO STOXX 50 Commodity Future 15/03/2019	14	0.01
		<b>14</b>	<b>0.01</b>
	<b>Portfolio of investments</b>	<b>216,216</b>	<b>99.52</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,078</b>	<b>0.48</b>
	<b>Net assets</b>	<b>217,294</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Industrials - (20.85%)</b>		
105,400	Mitsubishi	2,243	1.15
11,300	Central Japan Railway	1,912	0.98
14,300	Fanuc	1,786	0.91
83,700	Recruit Holdings	1,766	0.90
24,000	East Japan Railway	1,733	0.89
17,600	Nidec	1,607	0.82
129,500	Mitsui	1,536	0.79
18,600	Daikin Industries	1,524	0.78
110,400	ITOCHU	1,496	0.77
142,600	Mitsubishi Electric	1,348	0.69
71,600	Komatsu	1,326	0.68
51,300	Toshiba	1,213	0.62
4,500	SMC	1,182	0.61
15,500	Secom	1,011	0.52
87,900	Sumitomo	954	0.49
76,700	Kubota	781	0.40
23,800	Mitsubishi Heavy Industries	731	0.37
12,800	West Japan Railway	728	0.37
122,100	Marubeni	658	0.34
16,600	Taisei	591	0.30
39,000	Tokyu	499	0.26
18,100	Hankyu Hanshin Holdings	495	0.25
17,600	Makita	471	0.24
13,600	Kintetsu Group Holdings	462	0.24
23,000	Yamato Holdings	452	0.23
22,300	MISUMI Group	408	0.21
22,400	Odakyu Electric Railway	395	0.20
34,200	Kajima	382	0.20
15,800	Toyota Tsusho	378	0.19
14,200	Asahi Glass	371	0.19
49,000	Obayashi	360	0.18
29,200	Minebea Mitsumi	354	0.18
7,900	Keio Corporation	350	0.18
18,900	Dai Nippon Printing Japan	330	0.17
12,600	Kyushu Railway Company	325	0.17
15,100	Tobu Railway	318	0.16
10,700	TOTO	305	0.16
14,500	Nagoya Railroad	301	0.15
8,000	Daifuku	296	0.15
41,500	Shimizu	275	0.14
5,700	Nippon Express	253	0.13
9,800	Keisei Electric Railway	252	0.13
9,100	Japan Airlines	251	0.13
8,800	ANA Holdings	246	0.13
7,600	Keihan Holdings	238	0.12
17,600	Seibu Holdings	236	0.12
18,500	Toppan Printing	222	0.11
11,100	IHI	221	0.11
17,500	Keikyu	219	0.11
4,300	Hoshizaki	219	0.11
19,000	NGK Insulators	218	0.11

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
9,100	Fuji Electric	216	0.11
21,000	LIXIL Group	215	0.11
11,100	Kawasaki Heavy Industries	215	0.11
8,200	Sumitomo Heavy Industries	212	0.11
25,100	Amada Holdings	200	0.10
27,500	NSK	191	0.10
5,500	Sohgo Security Services	179	0.09
13,600	Persol Holdings Co Ltd	176	0.09
9,400	THK	174	0.09
8,600	Nabtesco	171	0.09
9,500	Monotaro	169	0.09
7,500	SG Holdings	165	0.08
14,900	JGC	164	0.08
8,900	Park24	161	0.08
8,900	Mitsui OSK Lines	157	0.08
8,600	Kamigumi	151	0.08
7,700	Hitachi Construction Machinery	145	0.07
7,500	Kurita Water Industries	143	0.07
11,700	Nippon Yusen Kabushiki Kaisha	139	0.07
14,900	JTEKT	139	0.07
18,800	Hino Motors	130	0.07
3,600	Japan Airport Terminal	108	0.06
		<b>39,948</b>	<b>20.46</b>
	<b>Consumer Discretionary - (19.89%)</b>		
178,800	Toyota Motor	8,118	4.16
98,900	Sony	3,580	1.83
126,300	Honda Motor	2,697	1.38
47,000	Bridgestone	1,400	0.72
15,800	Oriental Land	1,309	0.67
3,600	Fast Retailing	1,270	0.65
173,100	Panasonic	1,201	0.62
181,900	Nissan Motor	1,187	0.61
33,500	Denso	1,085	0.56
26,000	Suzuki Motor	1,004	0.51
47,500	Subaru	910	0.47
5,800	Shimano	665	0.34
58,700	Sumitomo Electric Industries	616	0.32
6,300	Nitori Holdings	593	0.30
48,400	Sekisui House	549	0.28
15,700	Bandai Namco Holdings	504	0.26
42,900	Isuzu Motors	463	0.24
11,600	Toyota Industries	449	0.23
9,300	Pan Pacific International Holdings	418	0.21
66,700	Rakuten	396	0.20
44,500	Mazda Motor	394	0.20
12,600	Aisin Seiki	371	0.19
9,900	Yamaha	367	0.19
8,100	Koito Manufacturing	353	0.18
1,900	Ryohin Keikaku	340	0.17
28,600	Sekisui Chemical	339	0.17
21,100	Yamaha Motor	323	0.17
23,700	Nikon	270	0.14

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
17,700	USS	243	0.12
1,700	Hikari Tsushin	230	0.12
10,500	Stanley Electric	227	0.12
15,400	Zozo	219	0.11
51,600	Mitsubishi Motors	218	0.11
12,100	NGK Spark Plug	194	0.10
25,100	Isetan Mitsukoshi Holdings	188	0.10
13,700	Marui Group	182	0.09
48,500	Yamada Denki	177	0.09
5,100	McDonalds Holdings (Japan)	172	0.09
11,800	Iida Group Holdings	163	0.08
17,500	J. Front Retailing	146	0.07
16,200	Sharp	143	0.07
14,000	Casio Computer	143	0.07
2,700	Rinnai	137	0.07
8,700	Yokohama Rubber	134	0.07
13,300	Sumitomo Rubber Industries	129	0.07
12,300	Asics	123	0.06
13,300	Sega Sammy Holdings	117	0.06
5,600	Benesse Holdings	115	0.06
2,600	ABC-Mart	112	0.06
1,700	Shimamura	109	0.06
10,300	Takashimaya	102	0.05
3,600	Sankyo Gunma	100	0.05
5,000	Toyoda Gosei	86	0.04
		<b>35,080</b>	<b>17.96</b>
	<b>Financials - (12.10%)</b>		
925,100	Mitsubishi UFJ Finance Group	3,617	1.85
104,700	Sumitomo Mitsui Financial Group	2,799	1.43
1,900,600	Mizuho Financial Group	2,258	1.16
52,500	Tokio Marine Holdings	1,933	0.99
104,300	ORIX	1,139	0.58
123,300	Japan Post Holdings	1,133	0.58
84,800	Dai-ichi Life Holdings	969	0.50
37,300	MS&AD Insurance Group Holdings	844	0.43
271,400	Nomura Holdings	792	0.41
26,100	Sumitomo Mitsui Trust Holdings	746	0.38
25,900	Sompo Holdings	730	0.37
165,000	Resona Holdings	563	0.29
40,100	Japan Exchange Group	534	0.27
126,000	Daiwa Securities Group	483	0.25
43,800	T&D Holdings	397	0.20
17,600	SBI Holdings Japan	280	0.14
32,700	Japan Post Bank	276	0.14
84,000	Concordia Financial Group	256	0.13
47,100	Chiba Bank	216	0.11
9,100	Aozora Bank	198	0.10
33,300	Shizuoka Bank	198	0.10
13,600	Sony Financial Holdings	194	0.10
11,100	Fukuoka Financial Group	181	0.09
4,000	Bank of Kyoto	135	0.07
9,100	Aeon Financial Service	135	0.07

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
63,820	Mebuki Financial Group	130	0.07
11,400	Credit Saison	125	0.06
31,600	Mitsubishi UFJ Lease & Finance	121	0.06
11,700	Shinsei Bank	121	0.06
3,400	Tokyo Century	114	0.06
16,000	Yamaguchi Financial Group	113	0.06
44,900	Seven Bank	99	0.05
33,000	Acom	85	0.04
		<b>21,914</b>	<b>11.22</b>
	<b>Information Technology - (12.61%)</b>		
7,600	Keyence	3,347	1.71
75,700	Hitachi	1,712	0.88
77,100	Canon	1,673	0.86
14,200	Murata Manufacturing	1,667	0.85
11,700	Tokyo Electron	1,201	0.62
29,300	Fujifilm Holdings	992	0.51
23,100	Kyocera	962	0.49
15,300	Fujitsu	778	0.40
9,700	TDK	571	0.29
20,300	NEC	510	0.26
15,000	Omron	488	0.25
51,500	Ricoh	394	0.20
17,700	Yaskawa Electric	379	0.19
45,300	NTT Data	373	0.19
5,000	OBIC	360	0.18
7,300	Rohm	348	0.18
17,300	Shimadzu	322	0.16
8,300	Trend Micro	309	0.16
10,900	Hamamatsu Photonics	290	0.15
64,200	Renesas Electronics	284	0.15
8,662	Nomura Research Institute	266	0.14
34,300	Konica Minolta	251	0.13
16,400	Yokogawa Electric	238	0.12
17,000	Brother Industries	235	0.12
2,200	Disco	229	0.12
15,400	Alps Alpine	228	0.12
20,100	Seiko Epson	224	0.11
8,200	Otsuka	223	0.11
2,372	Hirose Electric	184	0.09
17,800	Sumco	171	0.09
3,000	Oracle Japan	169	0.09
5,300	Hitachi High Technologies	152	0.08
6,100	Nippon Electric Glass	124	0.06
		<b>19,654</b>	<b>10.07</b>
	<b>Health Care - (7.18%)</b>		
115,800	Takeda Pharmaceutical	3,508	1.80
143,000	Astellas Pharma	1,665	0.85
30,000	Hoya	1,382	0.71
43,600	Daiichi Sankyo Kabushik Kaisha	1,229	0.63
18,800	Eisai	1,171	0.60
21,900	Terumo	1,011	0.52



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
20,700	Shionogi	997	0.51
29,800	Otsuka Holdings	937	0.48
16,600	Chugai Pharmaceutical	850	0.44
21,800	Olympus	728	0.37
13,200	Sysmex	599	0.31
30,100	Ono Pharmaceutical	467	0.24
33,100	M3	414	0.21
28,900	Santen Pharmaceutical	339	0.17
14,800	Alfresa Holdings	323	0.17
19,500	Kyowa Hakko Kirin	281	0.14
7,600	Asahi Intecc	275	0.14
13,100	Medipal Holdings	231	0.12
5,520	Suzuken	228	0.12
2,800	Taisho Pharmaceutical Holding	214	0.11
19,600	Mitsubishi Tanabe Pharma	213	0.11
11,400	Sumitomo Dainippon Pharmaceuticals	212	0.11
4,400	Hisamitsu Pharmaceuticals	164	0.08
		<b>17,438</b>	<b>8.93</b>
	<b>Consumer Staples - (7.36%)</b>		
38,000	Kao	2,170	1.11
58,300	Seven & I Holdings	1,935	0.99
86,000	Japan Tobacco	1,652	0.85
28,900	Shiseido	1,439	0.74
63,800	Kirin Holdings	1,076	0.55
27,600	Asahi Group Holdings	899	0.46
31,800	Unicharm	764	0.39
47,000	Aeon	747	0.38
9,400	Meiji Holdings	562	0.29
9,400	Yakult Honsha	476	0.24
18,800	FamilyMart	405	0.21
35,000	Ajinomoto	399	0.20
10,300	Kikkoman	386	0.20
11,000	Suntory Beverage & Food	366	0.19
2,400	Kose	293	0.15
9,100	Pigeon	280	0.14
17,800	Lion	275	0.14
4,900	Nissin Food Holdings	257	0.13
3,800	Kobayashi Pharmaceutical Group	231	0.12
14,170	Nisshin Seifun Group	229	0.12
10,600	Coca-Cola Bottlers Japan Holdings	206	0.11
7,100	Toyo Suisan Kaisha	199	0.10
2,800	Tsuruha Holdings	187	0.10
6,600	NH Foods	182	0.09
3,800	Lawson	174	0.09
7,100	Pola Orbis Holdings	150	0.08
5,700	Sundrug	132	0.07
6,100	Calbee	127	0.07
9,200	Yamazaki Baking	119	0.06
3,600	Welcia Holdings	96	0.05
		<b>16,413</b>	<b>8.41</b>

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Communication Services - (4.74%)</b>			
62,000	SoftBank Group	4,318	2.21
133,600	KDDI	2,434	1.25
8,900	Nintendo	1,835	0.94
104,200	NTT Docomo	1,832	0.94
54,300	Nippon Telegraph & Telephone	1,768	0.91
131,700	SoftBank Corp.	1,239	0.63
16,000	Dentsu	504	0.26
223,700	Yahoo! Japan	451	0.23
35,000	Nexon	419	0.21
8,600	Toho	232	0.12
6,700	Konami Holdings	208	0.11
17,900	Hakuhodo DY Holdings	207	0.11
7,700	CyberAgent	181	0.09
10,700	Kakaku.com	155	0.08
5,500	Line	153	0.08
8,200	DeNA	95	0.05
		<b>16,031</b>	<b>8.21</b>
<b>Materials - (6.19%)</b>			
27,600	Shin-Etsu Chemical	1,734	0.89
63,700	Nippon Steel & Sumitomo Metal	865	0.44
98,300	Asahi Kasei	809	0.41
108,300	Toray Industries	569	0.29
100,100	Mitsubishi Chemical Holdings	558	0.29
38,600	JFE Holdings	508	0.26
11,900	Nitto Denko	479	0.25
115,600	Sumitomo Chemical	432	0.22
17,900	Sumitomo Metal Mining	396	0.20
9,200	Nissan Chemical Corporation	350	0.18
11,500	Nippon Paint Holdings	333	0.17
67,000	Oji Holdings	300	0.15
10,100	Showa Denko K.K.	283	0.14
14,200	Mitsui Chemicals	261	0.13
24,100	Kuraray	244	0.12
9,200	Taiheiyo Cement	237	0.12
19,500	Tosoh	217	0.11
13,500	Kansai Paint Osaka	187	0.10
14,700	JSR	184	0.09
11,000	Toyo Seikan Group Holdings	176	0.09
13,800	Teijin	175	0.09
8,200	Mitsubishi Materials	170	0.09
19,900	Daicel	158	0.08
12,800	Mitsubishi Gas Chemical	148	0.08
23,600	Kobe Steel	141	0.07
11,500	Air Water	139	0.07
16,200	Hitachi Metals	124	0.06
8,200	Hitachi Chemical	112	0.06
3,700	Kaneka	109	0.06
9,800	Taiyo Nippon Sanso Tokyo	104	0.05
4,300	Maruichi Steel Tube	98	0.05
		<b>10,600</b>	<b>5.43</b>

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Real Estate - (3.77%)</b>		
69,300	Mitsui Fudosan	1,240	0.64
92,200	Mitsubishi Estate	1,196	0.61
43,600	Daiwa House Industry	1,018	0.52
27,200	Sumitomo Realty & Development	768	0.39
5,700	Daito Trust Construction	597	0.31
107	Nippon Building Fund	526	0.27
106	Japan Real Estate Investment	463	0.24
314	Nomura Real Estate Master Fund	325	0.17
212	Japan Retail Fund Investment	322	0.16
246	United Urban Investment	288	0.15
145	Daiwa House REIT Investment Corporation	244	0.12
67	Japan Prime Realty Investment	198	0.10
45,700	Tokyu Fudosan Holdings	190	0.10
24,300	Hulic	168	0.09
9,500	Nomura Real Estate Holding	136	0.07
64	Nippon Prologis	103	0.05
7,700	Aeon Mall	95	0.05
		<b>7,877</b>	<b>4.03</b>
	<b>Utilities - (1.56%)</b>		
30,200	Tokyo Gas	628	0.32
55,300	Kansai Electric Power	624	0.32
47,700	Chubu Electric Power	566	0.29
113,200	Tokyo Electric Power Company	533	0.27
29,700	Osaka Gas	459	0.24
33,900	Tohoku Electric Power	336	0.17
30,200	Kyushu Electric Power	271	0.14
11,600	Electric Power Development Company Ltd	219	0.11
22,200	The Chugoku Electric Power Company Inc	218	0.11
5,700	Toho Gas	195	0.10
		<b>4,049</b>	<b>2.07</b>
	<b>Energy - (1.00%)</b>		
255,400	JXTG Holdings	902	0.46
80,500	Inpex	591	0.30
10,400	Idemitsu Kosan	278	0.14
13,500	Showa Shell Sekiyu K.K.	153	0.08
		<b>1,924</b>	<b>0.99</b>
	<b>Futures - (0.04%)</b>		
31,500	Yen Denominated NIKKEI Commodity Future 07/03/2019	111	0.06
		<b>111</b>	<b>0.06</b>
	<b>Portfolio of investments</b>	<b>191,039</b>	<b>97.84</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>4,230</b>	<b>2.16</b>
	<b>Net assets</b>	<b>195,269</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Australia - (54.49%)</b>		
250,014	Commonwealth Bank Australia	9,923	5.26
415,926	BHP Group	8,312	4.41
484,864	Westpac Banking	7,006	3.72
63,954	CSL	6,652	3.53
404,552	ANZ Bank	6,080	3.23
393,420	National Australia Bank	5,301	2.81
45,568	Macquarie Group	3,143	1.67
185,573	Woolworths Group	2,856	1.51
159,682	Wesfarmers	2,840	1.51
52,285	Rio Tinto	2,699	1.43
131,880	Woodside Petroleum	2,566	1.36
376,371	Transurban Group	2,519	1.34
229,646	Goodman Group	1,577	0.84
748,688	Scentre Group	1,555	0.82
713,834	South32	1,498	0.79
108,077	Newcrest Mining	1,410	0.75
223,032	Brambles	1,407	0.75
181,853	Suncorp Group	1,320	0.70
161,853	Amcor	1,307	0.69
324,171	Insurance Australia Group	1,277	0.68
185,615	QBE Insurance Group	1,229	0.65
80,421	Aristocrat Leisure	1,063	0.56
92,451	AGL Energy	1,052	0.56
26,695	ASX	999	0.53
247,343	Origin Energy	976	0.52
159,581	Coles Group	971	0.52
552,860	Telstra	929	0.49
248,401	Santos	923	0.49
142,245	Dexus Property Group	918	0.49
165,749	APA Group	890	0.47
191,914	Oil Search	861	0.46
100,704	Treasury Wine Estates	810	0.43
251,449	GPT Group	790	0.42
60,483	Sonic Healthcare	783	0.42
8,090	Cochlear	740	0.39
217,872	Fortescue Metals Group	709	0.38
509,162	Mirvac Group	700	0.37
19,828	Ramsay Healthcare	689	0.37
277,994	Aurizon Holdings	673	0.36
265,521	Tabcorp Holding	671	0.36
334,264	Stockland	626	0.33
451,413	Vicinity Centres	594	0.32
63,581	Computershare	589	0.31
61,863	James Hardie Industries	586	0.31
384,700	Medibank Pvt	584	0.31
149,597	Sydney Airport	577	0.31
35,862	Caltex Australia	550	0.29
79,101	Lendlease Group	546	0.29
74,455	BlueScope Steel	538	0.29
413,517	AMP	524	0.28
52,677	Orica	499	0.26

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
341,503	Alumina	467	0.25
45,327	SEEK	448	0.24
164,726	Boral	439	0.23
228,171	Incitec Pivot	412	0.22
45,706	WorleyParsons	365	0.19
13,330	CIMIC Group	359	0.19
67,382	Bendigo & Adelaide Bank	357	0.19
77,559	Challenger	335	0.18
7,177	REA Group	314	0.17
50,719	Crown Resorts	312	0.17
70,801	Coca-Cola Amatil	303	0.16
55,253	Bank of Queensland	267	0.14
251,744	AusNet Services	234	0.12
14,571	Washington H. Soul Pattison and Company	230	0.12
7,538	Flight Centre Travel Group	185	0.10
51,057	TPG Telecom	182	0.10
8,113	Dominos Pizza Enterprises	180	0.10
78,274	Harvey Norman Holdings	151	0.08
		<b>100,377</b>	<b>53.24</b>
	<b>Hong Kong - (28.45%)</b>		
1,758,000	AIA Group	13,206	7.00
172,786	Hong Kong Exchanges and Clearing	4,477	2.37
393,588	CK Hutchison Holdings	3,145	1.67
232,113	Sun Hung Kai Properties	2,887	1.53
307,500	Link Real Estate Investment Trust	2,613	1.39
376,588	CK Asset Holdings	2,348	1.25
1,346,765	Hong Kong & China Gas	2,337	1.24
239,500	CLP Holdings	2,133	1.13
111,000	Hang Seng Bank	2,063	1.09
346,000	Galaxy Entertainment Group	1,845	0.98
537,500	BOC Hong Kong Holdings	1,686	0.89
352,400	Sands China	1,321	0.70
890,473	New World Development	1,068	0.57
203,000	Power Assets Holdings	1,056	0.56
199,000	Techtronic Industries	999	0.53
224,258	Motor	967	0.51
32,300	Jardine Strategic Holdings	957	0.51
177,000	Wharf Real Estate Investment	935	0.50
170,418	Hongkong Land Holdings	916	0.49
1,278,000	WH Group	853	0.45
192,795	Henderson Land Development	818	0.43
482,266	Sino Land	673	0.36
72,500	Swire Pacific (A)	647	0.34
547,600	HKT Trust & HKT	642	0.34
97,000	Cheung Kong Infrastructure Holdings	607	0.32
119,000	Wheelock	606	0.32
294,000	Hang Lung Properties	521	0.28
170,000	Swire Properties	513	0.27
183,322	Bank of East Asia	480	0.25
179,000	Wharf Holdings	421	0.22
226,800	Wynn Macau	421	0.22
225,142	NWS Holdings	409	0.22

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
91,000	Hysan Development	361	0.19
43,700	ASM Pacific Technology	348	0.18
49,500	Dairy Farm International Holdings	330	0.18
393,500	HK Electric Investments Trust & HK Electric Investments	307	0.16
126,000	Hang Lung Development	297	0.16
93,000	Kerry Properties	292	0.15
619,068	PCCW	279	0.15
104,000	Yue Yuen Industrial Holdings	262	0.14
290,000	SJM Holdings	246	0.13
133,600	MGM China Holdings	211	0.11
176,000	Shangri-La Asia	188	0.10
		<b>57,691</b>	<b>30.60</b>
	<b>Singapore - (11.82%)</b>		
261,126	DBS Group Holdings	3,617	1.92
464,232	Oversea-Chinese Banking	2,860	1.52
195,392	United Overseas Bank	2,726	1.45
1,190,400	Singapore Telecommunications	2,004	1.06
32,226	Jardine Matheson Holdings	1,660	0.88
211,800	Keppel	727	0.39
374,000	CapitaLand	711	0.38
383,900	Ascendas (REIT)	599	0.32
116,400	Singapore Exchange	508	0.27
280,700	Wilmar International	501	0.27
374,100	CapitaLand Mall Trust	501	0.27
877,100	Genting Singapore	494	0.26
224,900	Singapore Technologies Engineering	468	0.25
77,600	Singapore Airlines	433	0.23
313,500	ComfortDelGro	418	0.22
382,681	CapitaLand Commercial Trust	412	0.22
38,600	Venture	383	0.20
311,700	Suntec (REIT)	335	0.18
224,700	Singapore Press Holdings	307	0.16
58,000	City Developments	288	0.15
98,100	SATS	280	0.15
350,800	Yangzijiang Shipbuilding Holdings	278	0.15
14,477	Jardine Cycle & Carriage	269	0.14
71,840	UOL Group	266	0.14
138,500	Sembcorp Industries	202	0.11
903,200	Golden Agri-Resources	138	0.07
		<b>21,385</b>	<b>11.34</b>
	<b>New Zealand - (1.34%)</b>		
103,095	a2 Milk	755	0.40
81,618	Fisher & Paykel Healthcare	617	0.33
137,863	Auckland International Airport	535	0.28
262,400	Spark New Zealand	502	0.27
180,734	Meridian Energy	341	0.18
55,711	Ryman Healthcare Group	314	0.17
123,586	Fletcher Building	311	0.16
		<b>3,375</b>	<b>1.79</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (0.61%)</b>		
35,840	Melco Resorts And Entertainment (ADR)	611	0.32
106,000	Minth Group	315	0.17
		<b>926</b>	<b>0.49</b>
	<b>Cayman Islands - (0.00%)</b>		
4,739	BeiGene (ADR)	499	0.26
		<b>499</b>	<b>0.26</b>
	<b>Futures - (0.07%)</b>		
1,325	ASX SPI 200 Index Futures 21/03/2019	58	0.03
		<b>58</b>	<b>0.03</b>
	<b>Portfolio of investments</b>	<b>184,311</b>	<b>97.75</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>4,227</b>	<b>2.25</b>
	<b>Net assets</b>	<b>188,538</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (29.02%)</b>		
19,742,189	HSBC Holdings	121,217	5.34
2,864	Fidelity Institutional Liquidity Fund - Sterling A Acc	59,641	2.63
69,719,971	Lloyds Banking Group	43,938	1.94
2,543,346	Prudential	40,159	1.77
16,736,062	Barclays	27,527	1.21
5,894,107	Legal & General Group	16,333	0.72
3,861,309	Aviva	16,248	0.72
2,659,845	Standard Chartered	15,967	0.70
311,259	London Stock Exchange	14,103	0.62
4,440,670	RBS Group	11,768	0.52
941,360	3i Group	8,836	0.39
1,374,116	Scottish Mortgage Investment Trust	6,766	0.30
1,005,811	Segro	6,564	0.29
691,897	Land Securities Group	6,155	0.27
2,463,982	Standard Life Aberdeen PLC	5,994	0.26
933,953	British Land	5,563	0.25
1,031,197	RSA Insurance Group	5,193	0.23
522,018	St. James Place	5,023	0.22
1,409,926	Direct Line Insurance Group	4,993	0.22
212,931	Admiral Group	4,659	0.21
294,206	Hiscox	4,640	0.20
261,804	Hargreaves Lansdown	4,482	0.20
581,601	Phoenix Group Holdings	4,017	0.18
527,386	Alliance Trust	3,876	0.17
563,253	Foreign & Colonial Investment Trust	3,802	0.17
104,114	Derwent London	3,366	0.15
680,759	Investec	3,342	0.15
247,942	Pershing Square Holdings	3,089	0.14
112,787	Schroders	3,072	0.14
290,937	Intermediate Capital Group	3,014	0.13
550,867	Beazley	2,986	0.13
778,034	Hammerson	2,902	0.13
1,905,048	Tritax Big Box (REIT)	2,705	0.12
1,982,826	Quilter	2,587	0.11
133,609	Jardine Lloyd Thompson Group	2,547	0.11
281,312	Unite Group	2,544	0.11
166,272	Close Brothers Group	2,501	0.11
1,258,347	CYBG	2,437	0.11
119,430	RIT Capital Partners Fund	2,395	0.11
309,204	Templeton Emerging Markets Investment Trust	2,282	0.10
297,465	Great Portland Estates	2,240	0.10
1,590,324	Man Group	2,195	0.10
249,463	Shaftesbury	2,177	0.10
373,474	IG Group Holdings	2,118	0.09
204,066	Witan Investment Trust	2,061	0.09
247,363	Monks Investment Trust	2,009	0.09
520,656	John Laing Group	2,005	0.09
1,011,075	Mercantile Investment Trust	1,986	0.09
764,477	Capital & Counties Property	1,943	0.09
598,854	TP ICAP	1,905	0.08
440,827	Ashmore Group	1,852	0.08



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
148,829	Polar Capital Technology Trust	1,816	0.08
266,016	Provident Financial	1,613	0.07
137,140	Murray International Trust	1,605	0.07
657,725	Grainger	1,605	0.07
165,803	Big Yellow Group	1,594	0.07
452,390	Jupiter Fund Management	1,526	0.07
916,232	HICL Infrastructure Fund	1,515	0.07
1,253,812	Renewables Infrastructure Group	1,477	0.07
216,847	Lancashire Holdings	1,425	0.06
226,718	Edinburgh Investment Trust	1,422	0.06
739,963	Londonmetric Property	1,407	0.06
156,432	Savills	1,395	0.06
153,101	JPMorgan Emerging Markets Investment Trust	1,353	0.06
354,773	TR Property Investment Trust - Ordinary Shares	1,343	0.06
220,837	Safestore Holdings	1,338	0.06
137,863	Workspace Group	1,331	0.06
595,028	Fidelity China Special Situations	1,309	0.06
56,646	Rathbone Brothers	1,285	0.06
301,360	JPMorgan American Investment Trust	1,278	0.06
149,836	Bankers Investment Trust	1,262	0.06
315,620	City of London Investment Trust	1,258	0.06
46,852	Worldwide Healthcare Trust	1,249	0.06
289,902	Paragon Banking Group	1,240	0.05
101,302	Aberforth Smaller Companies Trust	1,238	0.05
172,062	British Empire Trust	1,229	0.05
761,176	International Public Partnerships	1,192	0.05
93,393	Temple Bar Investment Trust	1,190	0.05
1,334,385	NB Global Floating Rate Income Fund	1,189	0.05
528,276	Highbridge Multi Strategy Fund	1,123	0.05
79,114	HarbourVest Global Private Equity (UK)	1,123	0.05
36,045	Caledonia Investments Fund	1,071	0.05
85,141	Herald Investment Trust	1,051	0.05
151,878	Genesis Emerging Markets Fund	1,048	0.05
321,054	Perpetual Income & Growth Investment Trust	1,024	0.05
463,982	Fidelity European Values	1,023	0.05
376,525	3i Infrastructure Fund	1,015	0.04
823,766	Primary Health Properties	1,002	0.04
889,755	Intu Properties	997	0.04
125,238	Finsbury Growth & Income Trust	994	0.04
952,586	Just Group	987	0.04
124,829	Scottish Investment Trust	979	0.04
46,645	Pantheon International Participations	970	0.04
246,639	OneSavings Bank	968	0.04
309,271	Brewin Dolphin Holding	959	0.04
92,123	Metro Bank	947	0.04
45,199	HgCapital Trust	899	0.04
109,435	Plus500	886	0.04
256,330	VinaCapital Vietnam Opportunity Fund	864	0.04
119,504	Jupiter European Opportunities Trust	840	0.04
33,832	BH Macro GBP	814	0.04
2,044	Personal Assets Trust	811	0.04
230,330	Integratin Holdings	810	0.04

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
200,274	St Modwen Properties	807	0.04
216,118	Edinburgh Dragon Trust	797	0.04
654,780	F&C Commercial Property Trust	795	0.04
187,307	Schroder AsiaPacific Fund	794	0.03
96,240	Henderson Smaller Companies Investment Trust	793	0.03
60,058	BlackRock Smaller Companies Trust	787	0.03
122,442	JPMorgan Indian Investment Trust	782	0.03
133,272	Law Debenture Fund	778	0.03
306,745	Fidelity Special Values	773	0.03
335,413	Hastings Group Holdings	763	0.03
746,700	IP Group	762	0.03
850,126	UK Commercial Property Trust	727	0.03
89,611	P2P Global Investments	723	0.03
96,105	Murray Income Trust	719	0.03
324,003	Newriver (REIT)	711	0.03
729,080	Empiric Student Property	701	0.03
193,617	BlackRock World Mining Trust	700	0.03
198,911	JPMorgan European Smaller Companies Trust	684	0.03
40,390	Bank of Georgia Group	679	0.03
81,226	ICG Graphite Enterprise Trust	671	0.03
237,760	Impax Environmental Markets	661	0.03
173,476	JPMorgan Japanese Investment Trust	659	0.03
1,076,758	Sirius Real Estate	646	0.03
133,579	Merchants Trust	633	0.03
346,790	Edinburgh Worldwide Investment Trust	617	0.03
269,303	Utilico Emerging Markets	587	0.03
67,797	TR European Growth Trust	576	0.03
40,352	North American Income Trust	571	0.03
674,976	Woodford Patient Capital Trust	563	0.02
634,710	Picton Property Income	556	0.02
152,836	Chesnara	540	0.02
73,513	Baillie Gifford Japan Trust	538	0.02
50,887	Aberdeen Asian Smaller Companies Investment Trust	529	0.02
604,486	Standard Life Property Income Trust	527	0.02
51,165	Riverstone Energy	524	0.02
34,617	TBC Bank Group	523	0.02
40,049	F&C Global Smaller Companies	519	0.02
33,454	BH Global GBP	505	0.02
163,284	Charter Court Financial Services Group	501	0.02
162,934	JPMorgan Global Growth & Income	492	0.02
318,200	GCP Student Living	489	0.02
237,584	Aberdeen Asian Income Fund	487	0.02
237,994	International Personal Finance	477	0.02
64,758	Biotech Growth Trust	473	0.02
32,889	Allianz Technology Trust	470	0.02
267,657	Baillie Gifford UK Growth Fund	468	0.02
401,442	Aberdeen Diversified Income & Growth Trust	466	0.02
472,588	Hansteen Holdings	463	0.02
42,212	Neuberger Berman Private Equity Partners	462	0.02
33,874	Lowland Investment	461	0.02
171,146	Sabre Insurance Group	457	0.02
121,216	Scottish American Investment Fund	447	0.02

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
43,179	JPMorgan Mid Cap Investment Trust	443	0.02
178,551	Dunedin Income Growth Investment Trust	439	0.02
39,055	Georgia Capital	430	0.02
98,179	Standard Life UK Smaller Co Trust	428	0.02
328,412	JPMorgan Global Emerging Markets Income Trust	425	0.02
86,818	BlackRock Throgmorton Trust	421	0.02
364,350	Target Healthcare (REIT)	421	0.02
299,630	RDI REIT	414	0.02
415,266	Civitas Social Housing	410	0.02
174,009	CLS Holdings	408	0.02
162,179	Schroder Oriental Income Fund S2	399	0.02
113,400	JPMorgan Asian Investment Trust	395	0.02
40,630	Scottish Oriental Smaller Companies Trust	394	0.02
188,567	Ruffer Investment	394	0.02
55,528	JPMorgan Claverhouse Investment Trust	391	0.02
48,708	European Investment Trust	390	0.02
110,081	Helical Bar	375	0.02
650,544	Schroder Real Estate Investment Trust	373	0.02
259,502	Apax Global Alpha	370	0.02
12,458	North Atlantic Smaller Companies Investment Trust	368	0.02
130,938	Pacific Assets Trust	368	0.02
84,579	Fidelity Asian Values	354	0.02
101,219	Schroder Asian Total Return Investment	354	0.02
153,748	Aberdeen New Dawn Investment Trust	351	0.02
66,042	JPMorgan Russian Securities	341	0.02
145,569	Amigo Holdings	339	0.01
99,167	Henderson Far East Income	336	0.01
95,436	Phoenix Spree Deutschland	334	0.01
70,970	Vietnam Enterprise Investment	324	0.01
256,359	Polar Capital Global Financials Trust	324	0.01
92,848	Standard Life Private Equity Trust	323	0.01
318,549	Regional (REIT)	322	0.01
93,702	BlackRock Greater Europe Investment Trust	311	0.01
51,892	Liontrust Asset Management	311	0.01
163,743	Schroder Japan Growth Fund	306	0.01
265,716	Custodian (REIT)	305	0.01
293,847	Triple Point Social Housing (REIT)	300	0.01
47,353	International Biotechnology Trust	294	0.01
18,786	Keystone Investment Trust	292	0.01
147,392	Arrow Global Group	286	0.01
68,861	Aberdeen New India Investment Trust	286	0.01
136,427	Polar Capital Global Healthcare Growth & Income	284	0.01
4,860	Daejan Holdings	284	0.01
316,336	F&C UK Real Estate Investment	283	0.01
102,536	Invesco Asia Trust	278	0.01
235,386	NextEnergy Solar Fund	273	0.01
139,218	U & I Group	272	0.01
217,932	LXi REIT	269	0.01
83,903	JTC	268	0.01
23,837	Henderson European Focus Trust	265	0.01
64,214	Standard Life Equity Income Trust	264	0.01
26,151	Jupiter US Smaller Companies	262	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
100,901	Martin Currie Portfolio Investment Trust	256	0.01
291,270	JPMorgan Global Convertibles Income Fund	254	0.01
212,114	Foresight Solar Fund	239	0.01
88,796	JPMorgan Chinese Investment Trust	238	0.01
65,897	F&C Private Equity Trust	226	0.01
49,124	Invesco Perpetual - UK Smaller Companies Investment Trust	225	0.01
90,581	LSL Property Services	224	0.01
21,277	Henderson EuroTrust	219	0.01
81,923	JPMorgan European Investment Trust - Growth	219	0.01
42,179	Schroder UK Mid Cap Fund	216	0.01
66,499	Pacific Horizon Investment Trust	211	0.01
164,023	Ecofin Global Utilities & Infrastructure Trust	209	0.01
168,651	Baillie Gifford US Growth Trust	206	0.01
122,571	Securities Trust of Scotland	202	0.01
629,759	Capital & Regional	202	0.01
61,625	Witan Pacific Investment Trust	197	0.01
42,576	BlackRock Latin American Investment Trust	195	0.01
189,809	Aberdeen STD European Logistics Income	189	0.01
147,808	Bluefield Solar Income Fund	188	0.01
69,301	Schroder Income Growth Fund	186	0.01
173,948	GCP Asset Backed Income Fund	184	0.01
64,860	Syncona	182	0.01
191,968	MedicX Fund	178	0.01
46,118	Martin Currie Asia Unconstrained Trust	174	0.01
67,122	Invesco Income Growth Trust	172	0.01
185,251	Residential Secure Income	172	0.01
34,000	Mid Wynd International Investment Trust	170	0.01
22,846	Brunner Investment Trust	170	0.01
281,573	Foxtons Group	167	0.01
151,435	Montanaro UK Smaller Companies Investment Trust	163	0.01
91,784	BlackRock North American Income Trust	158	0.01
42,556	JPMorgan Japan Smaller Companies Trust	157	0.01
110,000	CC Japan & Grwth Trust	153	0.01
351,776	Raven Property Group	147	0.01
183,218	VPC Specialty Lending Investments Fund	141	0.01
133,382	CVC Credit Partners European Opportunities	140	0.01
98,454	Greencost UK Wind	135	0.01
79,346	Real Estate Credit Investments	135	0.01
229,937	Allied Minds	134	0.01
47,895	Henderson Alternative Strategies Trust	133	0.01
42,912	F&C Capital & Income Investment Trust	130	0.01
93,038	Fidelity Japan Trust	127	0.01
33,788	Electra Private Equity	123	0.01
73,995	Henderson High Income Trust	122	0.01
46,462	Value & Income Trust	120	0.01
67,885	Baillie Gifford Shin Nippon	119	0.01
142,465	CMC Markets	119	0.01
40,000	Palace Capital	119	0.01
78,399	JPMorgan European Investment Trust - Income	112	0.00
25,000	ASA International Group	108	0.00
20,000	Independent Investment Trust	108	0.00
111,366	Alcentra European Floating Rate Income Fund	107	0.00

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
115,952	Diverse Income Trust	106	0.00
78,324	XPS Pensions Group	106	0.00
11,864	Montanaro European Smaller Companies Trust	103	0.00
109,024	Middlefield Canadian Income PCC	100	0.00
8,221	Fundsmith Emerging Equities Trust	98	0.00
87,623	Schroder European (REIT)	91	0.00
78,861	TwentyFour Income Fund	90	0.00
31,673	Artemis Alpha Trust	87	0.00
43,490	JPMorgan Smaller Companies Investment Trust	86	0.00
61,599	BlackRock Frontiers Investment Trust	84	0.00
38,000	River & Mercantile Group	84	0.00
45,702	City Merchants High Yield Trust	83	0.00
57,816	Macau Property Opportunities Fund	82	0.00
26,503	EP Global Opportunities Trust	80	0.00
56,431	GCP Infrastructure Investments	72	0.00
30,597	McKay Securities	72	0.00
66,934	SQN Asset Finance Income Fund	63	0.00
15,590	City of London Investments Group	63	0.00
30,373	Strategic Equity Capital	62	0.00
57,107	Henderson Diversified Income	50	0.00
56,959	Troy Income & Growth Trust	43	0.00
20,018	Town Centre Securities	42	0.00
378,608	Countrywide	41	0.00
23,462	BBGI SICAV SA Fund	36	0.00
7,176	Ranger Direct Lending Fund	36	0.00
36,661	ICG-Longbow Senior Secured UK Property Debt Investments	36	0.00
55,178	CQS New City High Yield Fund	31	0.00
28,196	John Laing Environmental Assets Group	31	0.00
21,433	Starwood European Real Estate Finance	22	0.00
1,041	S & U	21	0.00
19,358	BlackRock Commodities Income Investment Trust	14	0.00
15,286	TwentyFour Select Monthly Income Fund	14	0.00
12,561	Ediston Property Investment	13	0.00
1,083	Hansa Trust	12	0.00
4,168	Majedie Investments	11	0.00
3,708	Morgan JP US Smaller Companies	11	0.00
8,346	Sequoia Economic Infrastructure Income Fund	9	0.00
204	Capital Gearing Trust Fund	8	0.00
2,344	Henderson International Income Trust Fund	4	0.00
34,851	EF Realisation	4	0.00
16,325	Fidelity Asian Values	4	0.00
3,868	Funding Circle Sme Income Fund	3	0.00
10,883	DW Catalyst Fund	0	0.00
32,619	Dexion Equity Alternative	0	0.00
114,907	Deutsche X-trackers Harvest CSI 300 China A-Shares ETF	0	0.00
70,182	BlackRock New Energy Investment Trust	0	0.00
23,068	Electric & General Investment Trust	0	0.00
12,933	Govett Strategic Investment Trust (Delisted)	0	0.00
		634,285	27.94

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Oil &amp; Gas - (12.22%)</b>			
4,489,942	Royal Dutch Shell (A)	105,918	4.66
19,162,607	BP	102,060	4.50
3,639,563	Royal Dutch Shell (B)	86,512	3.81
640,695	John Wood Group	3,394	0.15
1,392,324	Tullow Oil	3,069	0.14
585,565	Cairn Energy	1,195	0.05
266,911	Petrofac	1,118	0.05
140,720	Hunting	768	0.03
776,584	Premier Oil	586	0.03
74,921	Energiean Oil & Gas	492	0.02
706,772	Ophir Energy	390	0.02
1,551,374	EnQuest	304	0.01
258,823	Lamprell	146	0.01
221,518	SOCO International	146	0.01
93,241	Nostrum Oil & Gas	91	0.00
156,321	Gulf Marine Services	27	0.00
		<b>306,216</b>	<b>13.49</b>
<b>Consumer Goods - (14.09%)</b>			
2,375,559	Diageo	68,832	3.03
2,237,935	British American Tobacco	61,543	2.71
1,070,925	Unilever	42,714	1.88
613,194	Reckitt Benckiser Group	35,443	1.56
957,174	Imperial Brands	23,886	1.05
341,955	Associated British Foods	7,697	0.34
400,182	Burberry Group	7,557	0.33
307,422	Persimmon	7,430	0.33
982,051	Barratt Developments	5,800	0.26
3,180,756	Taylor Wimpey	5,643	0.25
195,495	Coca-Cola HBC	4,973	0.22
117,555	Berkeley Group Holdings	4,601	0.20
126,430	Bellway	3,794	0.17
494,996	Tate & Lyle	3,427	0.15
285,464	Britvic	2,596	0.11
247,026	Redrow	1,514	0.07
139,999	Bovis Homes Group	1,484	0.07
461,127	Countryside Properties	1,481	0.07
729,343	Greencore Group	1,442	0.06
54,579	Cranswick	1,344	0.06
165,346	Dairy Crest Group	1,040	0.05
31,904	Games Workshop Group	989	0.04
251,581	Crest Nicholson	984	0.04
102,864	A.G.Barr	783	0.03
577,183	McCarthy & Stone	715	0.03
65,792	Hilton Food Group	596	0.03
28,998	Ted Baker	524	0.02
214,887	Stock Spirits Group	485	0.02
244,983	PZ Cussons	470	0.02
81,108	Headlam Group	346	0.02
65,566	Superdry	342	0.02
184,274	Devro	331	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
129,628	PureCircle	328	0.01
41,453	MJ Gleeson	325	0.01
746,056	Premier Foods	290	0.01
156,016	Ti Fluid Systems	288	0.01
260,763	Photo-Me International	239	0.01
196,591	McBride	193	0.01
120,000	Bakkavor Group	174	0.01
60,348	Carrs Group	99	0.00
6,172	Aston Martin Lagonda Global	70	0.00
6,828	Anglo Eastern Plantations	36	0.00
		<b>302,848</b>	<b>13.34</b>
	<b>Consumer Services - (11.48%)</b>		
1,879,421	RELX	32,382	1.43
1,554,383	Compass Group	25,919	1.14
9,488,281	Tesco	21,576	0.95
1,201,852	WPP	9,939	0.44
1,563,067	International Consolidated Airlines Group	9,472	0.42
181,009	Whitbread	8,775	0.39
1,224,302	Informa	8,599	0.38
178,331	InterContinental Hotels Group	8,074	0.36
161,924	Carnival	6,822	0.30
131,791	Next	6,658	0.29
771,110	Pearson	6,493	0.29
2,100,250	Kingfisher	5,108	0.22
2,199,667	WM Morrison Supermarkets	5,085	0.22
77,756	Paddy Power (GB)	4,696	0.21
3,646,581	ITV	4,659	0.21
964,341	Auto Trader Group	4,599	0.20
441,198	Ocado Group	4,516	0.20
908,135	Rightmove	4,367	0.19
1,610,354	Marks & Spencer Group	4,271	0.19
560,969	Just Eat	4,160	0.18
1,612,014	Sainsbury (J)	3,703	0.16
559,196	GVC Holdings	3,671	0.16
424,181	TUI	3,431	0.15
477,698	SSP Group	3,176	0.14
879,184	B&M European Value Retail S.A.	3,084	0.14
240,230	easyJet	2,988	0.13
1,043,493	Cineworld Group	2,911	0.13
732,936	Merlin Entertainments	2,672	0.12
422,500	Inchcape	2,341	0.10
107,707	WH Smith	2,232	0.10
321,067	Greene King	2,111	0.09
448,005	National Express Group	1,878	0.08
104,794	Greggs	1,867	0.08
537,977	Moneysupermarket.com Group	1,834	0.08
376,692	JD Sports Fashion	1,751	0.08
55,602	Wizz Air Holdings	1,705	0.08
859,864	William Hill	1,591	0.07
372,756	Entertainment One	1,537	0.07
416,949	Ascential	1,530	0.07

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,220,433	Saga	1,476	0.07
252,325	UDG Healthcare	1,452	0.06
1,023,260	Dixons Carphone	1,354	0.06
297,104	Playtech	1,269	0.06
485,322	Dominos Pizza UK & Ireland	1,119	0.05
1,249,578	FirstGroup	1,109	0.05
524,791	El Group	1,049	0.05
75,075	JD Weatherspoon	977	0.04
46,347	Go-Ahead Group	933	0.04
101,963	Dunelm Group	840	0.04
515,153	Pets at Home Group	766	0.03
259,558	Mitchells & Butlers	739	0.03
57,989	Euromoney Publications	738	0.03
751,019	Marstons	736	0.03
440,264	Stagecoach Group	696	0.03
338,448	Card Factory	659	0.03
491,885	Restaurant Group	602	0.03
29,833	4imprint Group	597	0.03
126,901	Millennium & Cophorne Hotels	584	0.03
202,285	Sports Direct International	542	0.02
222,078	Halfords Group	521	0.02
73,264	Jackpotjoy	513	0.02
222,025	DFS Furniture	504	0.02
743,286	ITE Group	499	0.02
274,632	888 Holdings	483	0.02
109,279	On the Beach Group	462	0.02
1,358,515	Thomas Cook Group	446	0.02
355,746	Vivo Energy	445	0.02
370,010	Lookers	377	0.02
1,512,430	Pendragon	377	0.02
50,070	Dignity	369	0.02
154,130	Hollywood Bowl Group	336	0.01
183,279	Rank Group	299	0.01
279,691	AO World	280	0.01
135,323	The Gym Group	261	0.01
325,194	GoCompare.Com Group	213	0.01
75,362	Tarsus Group	209	0.01
97,274	Hostelworld Group	187	0.01
78,223	Bloomsbury Publishing	180	0.01
277,118	Trinity Mirror	166	0.01
14,642	Fuller Smith & Turner (A)	157	0.01
150,679	Brown (N) Group	154	0.01
76,632	Findel	141	0.01
130,036	Huntsworth	126	0.01
186,179	Topps Tiles	123	0.01
32,775	STV Group	115	0.01
40,000	Ten Entertainment Group	92	0.00
39,658	Motorpoint Group	76	0.00
79,924	DP Eurasia	75	0.00
241,278	Carpetright	44	0.00
76,507	McColls Retail Group	43	0.00



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
101,648	Sportech	34	0.00
828,406	Debenhams	26	0.00
		<b>258,753</b>	<b>11.40</b>
	<b>Industrials - (10.45%)</b>		
804,365	CRH (GB)	19,112	0.84
901,729	Experian	17,570	0.77
1,651,119	Rolls-Royce Holdings	15,610	0.69
3,129,837	BAE Systems	14,591	0.64
227,716	Ferguson	11,650	0.51
466,461	Ashtead Group	9,213	0.41
4,690,988	Melrose Industries	8,132	0.36
159,214	Intertek Group	8,101	0.36
335,611	Bunzl	7,900	0.35
1,826,187	Rentokil Initial	6,328	0.28
96,953	DCC	6,297	0.28
373,823	Halma	5,779	0.25
393,400	Smiths Group	5,606	0.25
75,872	Spirax-Sarco Engineering	5,023	0.22
233,040	Smurfit Kappa Group (GB)	4,959	0.22
803,462	Meggitt	4,252	0.19
262,778	Weir Group	4,243	0.19
1,237,124	DS Smith	4,154	0.18
257,184	Travis Perkins	3,692	0.16
1,592,423	Group 4 Securicor	3,288	0.14
412,488	RPC Group	3,273	0.14
118,505	Spectris	3,100	0.14
607,884	Howden Joinery Group	2,983	0.13
2,520,526	Cobham	2,967	0.13
292,923	HomeServe	2,794	0.12
510,993	Babcock International Group	2,697	0.12
275,631	IMI	2,572	0.11
1,053,368	BBA Aviation	2,549	0.11
893,089	Rotork	2,532	0.11
451,827	Electrocomponents	2,474	0.11
889,364	Royal Mail	2,456	0.11
1,394,903	Hays	2,091	0.09
728,108	Balfour Beatty	2,090	0.09
1,688,042	Capita	2,054	0.09
635,289	QinetiQ Group	1,931	0.09
252,562	Aggreko	1,799	0.08
227,204	Grafton Group	1,790	0.08
118,555	Diploma	1,600	0.07
359,521	PageGroup	1,599	0.07
796,698	BCA Marketplace	1,593	0.07
689,594	IWG	1,581	0.07
199,434	Bodycote	1,513	0.07
34,803	Renishaw	1,480	0.07
1,145,618	Serco Group	1,478	0.07
226,938	Vesuvius	1,371	0.06
1,538,216	Coats Group	1,358	0.06
28,745	RHI Magnesita	1,272	0.06
215,298	Marshalls	1,170	0.05

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
280,497	Essentra	1,050	0.05
405,375	Ibstock	1,005	0.04
84,121	Hill & Smith Holdings	990	0.04
428,952	Senior	979	0.04
74,215	Ultra Electronics Holdings	914	0.04
202,883	Polypipe Group	845	0.04
107,212	Galliford Try	809	0.04
153,705	Kier Group	808	0.04
312,580	Morgan Advanced Materials	805	0.04
41,376	James Fisher & Sons	792	0.03
625,795	SIG	788	0.03
142,976	Sanne Group	738	0.03
335,238	Equiniti Group	682	0.03
26,477	Clarkson	654	0.03
223,475	Forterra	625	0.03
70,747	PayPoint	613	0.03
55,749	Oxford Instruments Group	556	0.02
604,374	AA	547	0.02
45,061	Vitec Group	541	0.02
41,487	Morgan Sindall Group	528	0.02
137,944	Northgate	516	0.02
375,538	Mitie Group	486	0.02
314,732	Stobart Group	470	0.02
193,035	Tyman	470	0.02
108,632	De La Rue	454	0.02
295,164	Chemring Group	432	0.02
230,105	RPS Group	430	0.02
33,453	Avon Rubber	423	0.02
75,501	John Menzies	419	0.02
110,285	Costain Group	414	0.02
129,961	SThree	412	0.02
72,480	Robert Walters	387	0.02
71,733	Keller Group	383	0.02
584,194	Speedy Hire	332	0.01
171,978	TT Electronics	318	0.01
15,667	XP Power	316	0.01
208,730	Volution Group	315	0.01
52,560	Ricardo Group	315	0.01
74,633	Discoverie Group	303	0.01
107,099	Mears Group	302	0.01
162,469	Biffa	295	0.01
123,439	Wincanton	287	0.01
25,504	VP	256	0.01
130,610	Trifast	244	0.01
91,697	Henry Boot	239	0.01
245,482	Severfield	163	0.01
31,869	Porvair	160	0.01
58,108	Clipper Logistics	152	0.01
601,253	Renewi	149	0.01
62,870	Charles Taylor	135	0.01
140,000	Macfarlane Group Clansman	128	0.01
78,947	Xaar	118	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
660,803	Low & Bonar	111	0.00
30,127	Dialight	110	0.00
56,918	Norcros	108	0.00
262,166	Connect Group	104	0.00
		<b>249,592</b>	<b>10.99</b>
	<b>Health Care - (7.59%)</b>		
1,242,616	AstraZeneca	76,346	3.36
4,776,663	GlaxoSmithKline	72,166	3.18
860,116	Smith & Nephew	12,235	0.54
392,995	BTG	3,270	0.14
101,568	Dechra Pharmaceuticals	2,460	0.11
143,104	Hikma Pharmaceuticals	2,354	0.10
83,473	NMC Health	2,200	0.10
1,477,702	Convatec Group	1,934	0.09
2,506,610	Assura	1,431	0.06
62,476	Genus	1,353	0.06
391,103	Mediclinic International	1,241	0.05
729,387	Indivior	785	0.03
666,194	Vectura Group	528	0.02
51,977	Consort Medical	468	0.02
277,005	Spire Healthcare Group	348	0.02
55,708	Oxford BioMedica	339	0.01
95,135	PureTech Health	157	0.01
78,972	Medica Group	89	0.00
13,684	Georgia Healthcare Group	28	0.00
		<b>179,732</b>	<b>7.92</b>
	<b>Basic Materials - (7.65%)</b>		
1,105,595	Rio Tinto	47,828	2.11
2,038,555	BHP	35,756	1.57
11,170,063	Glencore	33,968	1.50
967,868	Anglo American	19,353	0.85
363,195	Mondi	6,418	0.28
127,414	Croda International	6,080	0.27
185,798	Johnson Matthey	5,758	0.25
334,462	Antofagasta	3,151	0.14
499,857	Evraz	2,806	0.12
285,593	Polymetal International	2,475	0.11
84,303	Victrex	1,976	0.09
178,773	Fresnillo	1,558	0.07
236,734	KAZ Minerals	1,530	0.07
287,504	Synthomer	1,088	0.05
575,338	Elementis	1,052	0.05
1,111,797	Centamin	1,016	0.04
4,693,700	Sirius Minerals	932	0.04
294,705	Ferrexpo	773	0.03
265,062	Hochschild Mining	534	0.02
152,999	Acacia Mining	337	0.01
2,970,816	Petropavlovsk	236	0.01
49,230	Treatt	209	0.01
279,625	Lonmin	198	0.01
869,970	Petra Diamonds	192	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
147,306	Harworth Group	169	0.01
73,456	Kenmare Resources (GB)	145	0.01
118,226	Gem Diamonds	122	0.01
9,923	Zotefoams	61	0.00
		<b>175,721</b>	<b>7.74</b>
	<b>Utilities - (2.42%)</b>		
3,336,003	National Grid	28,229	1.24
1,013,531	SSE	12,102	0.53
5,521,271	Centrica	6,924	0.30
671,142	United Utilities Group	5,624	0.25
232,805	Severn Trent	4,665	0.21
436,368	Pennon Group	3,356	0.15
426,090	Drax Group	1,522	0.07
170,000	ContourGlobal	301	0.01
		<b>62,723</b>	<b>2.76</b>
	<b>Telecommunications - (3.21%)</b>		
26,185,584	Vodafone Group	35,529	1.56
8,185,455	BT Group	17,586	0.77
477,650	Inmarsat	1,808	0.08
64,802	Telecom Plus	920	0.04
693,354	TalkTalk Telecom Group	677	0.03
564,332	KCOM Group	393	0.02
		<b>56,913</b>	<b>2.51</b>
	<b>Technology - (1.07%)</b>		
409,911	Micro Focus International	7,612	0.34
1,067,772	Sage Group	7,013	0.31
66,264	Aveva Group	2,001	0.09
335,127	Sophos Group	1,097	0.05
662,926	Spirent Communications	986	0.04
129,150	Softcat	962	0.04
311,325	Avast	951	0.04
73,986	Computacenter	820	0.04
89,074	FDM Group	722	0.03
100,809	SDL	581	0.03
292,773	NCC Group	355	0.02
69,781	Kainos Group	331	0.01
55,000	Microgen	212	0.01
282,604	Nanoco Group	143	0.01
98,065	Alfa Financial Software Holdings	116	0.01
6,696	Funding Circle Holdings	23	0.00
21,139	BATM Advanced Communications	10	0.00
		<b>23,935</b>	<b>1.05</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Futures - ((0.07)%)</b>		
10,810	FTSE 100 Index Future 15/03/2019	2,671	0.12
		<b>2,671</b>	<b>0.12</b>
	<b>Portfolio of investments</b>	<b>2,253,389</b>	<b>99.26</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>17,095</b>	<b>0.74</b>
	<b>Net assets</b>	<b>2,270,484</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Information Technology - (24.49%)</b>		
553,173	Microsoft	46,644	3.68
322,655	Apple	42,410	3.34
125,769	Visa (A)	13,918	1.10
326,654	Intel	13,072	1.03
321,784	Cisco Systems	12,478	0.98
65,033	MasterCard (A)	10,977	0.87
182,374	Oracle	7,180	0.57
34,936	Adobe	6,904	0.54
65,044	International Business Machines	6,804	0.54
54,752	Salesforce.com	6,714	0.53
84,337	Paypal Holdings	6,203	0.49
29,591	Broadcom	6,039	0.48
45,624	Accenture (A)	5,509	0.43
68,748	Texas Instruments	5,463	0.43
43,658	NVIDIA	5,099	0.40
31,329	Automatic Data Processing	3,602	0.28
18,575	Intuit	3,487	0.27
86,757	QUALCOMM	3,459	0.27
80,167	Micron Technology	2,489	0.20
41,442	Cognizant Technology Solutions (A)	2,221	0.18
26,492	Analog Devices	2,109	0.17
70,355	Applied Materials	2,051	0.16
113,256	HP	2,029	0.16
15,675	Autodesk	1,935	0.15
23,439	Fidelity National Information Services	1,889	0.15
28,520	Fiserv	1,823	0.14
12,651	Red Hat	1,735	0.14
18,111	Xilinx	1,678	0.13
21,567	Amphenol (A)	1,527	0.12
24,552	TE Connectivity	1,523	0.12
57,287	Corning	1,493	0.12
11,107	Lam Research	1,479	0.12
22,873	Paychex	1,316	0.10
101,849	Hewlett Packard Enterprise	1,278	0.10
11,704	Motorola Solutions	1,258	0.10
62,946	Advanced Micro Devices	1,110	0.09
16,928	Microchip Technology	1,107	0.09
6,347	FleetCor Technologies	1,105	0.09
11,323	Global Payments	1,100	0.09
11,823	KLA	1,021	0.08
7,614	VeriSign	1,018	0.08
20,048	DXC Technology	1,008	0.08
18,028	NetApp	895	0.07
20,193	Cadence Design Systems	872	0.07
13,415	Keysight Technologies	855	0.07
12,013	Total System Services	845	0.07
10,683	Synopsys	824	0.06
19,830	Maxim Integrated Products	807	0.06
3,725	Arista Networks	795	0.06
5,980	ANSYS	794	0.06
45,727	Symantec	779	0.06

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
12,707	Skyworks Solutions	776	0.06
20,715	Western Digital	755	0.06
9,163	Citrix Systems	726	0.06
6,505	Gartner	703	0.06
10,365	Fortinet	685	0.05
18,641	Seagate Technology	656	0.05
8,356	Broadridge Financial Solutions	641	0.05
11,657	Akamai Technologies	607	0.05
4,339	F5 Networks	559	0.04
5,533	Jack Henry & Associates	552	0.04
24,704	Juniper Networks	510	0.04
8,940	Qorvo	466	0.04
3,353	Alliance Data Systems	437	0.03
31,694	Western Union	424	0.03
9,902	FLIR Systems	385	0.03
14,839	Xerox	350	0.03
2,560	IPG Photonics	304	0.02
		<b>260,266</b>	<b>20.52</b>
	<b>Health Care - (13.53%)</b>		
191,954	Johnson & Johnson	19,605	1.55
413,719	Pfizer	13,350	1.05
68,855	UnitedHealth Group	12,946	1.02
186,114	Merck	11,277	0.89
125,704	Abbott Laboratories	7,296	0.58
96,124	Medtronic	6,567	0.52
45,607	Amgen	6,562	0.52
107,660	AbbVie	6,427	0.51
67,477	Eli Lilly	6,374	0.50
28,813	Thermo Fisher Scientific	5,612	0.44
92,587	Gilead Sciences	4,563	0.36
116,820	Bristol-Myers Squibb	4,474	0.35
18,511	Anthem	4,259	0.34
44,145	Danaher	4,194	0.33
92,556	CVS Health	4,071	0.32
27,253	Cigna	3,702	0.29
19,199	Becton Dickinson	3,612	0.28
14,420	Biogen	3,564	0.28
50,046	Celgene	3,423	0.27
8,173	Intuitive Surgical	3,375	0.27
22,228	Stryker	3,120	0.25
99,041	Boston Scientific	2,972	0.23
18,291	Vertex Pharmaceuticals	2,609	0.21
10,521	Illumina	2,445	0.19
34,387	Zoetis (A)	2,424	0.19
22,692	Allergan	2,318	0.18
9,819	Humana	2,124	0.17
19,213	HCA Healthcare	2,004	0.16
35,420	Baxter International	1,999	0.16
14,962	Edwards Lifesciences	1,896	0.15
5,555	Regeneron Pharmaceuticals	1,810	0.14
15,967	Alexion Pharmaceuticals	1,632	0.13
29,396	Centene	1,367	0.11

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
14,599	Zimmer Biomet	1,366	0.11
22,815	Agilent Technologies	1,362	0.11
13,983	McKesson	1,339	0.11
11,340	IQVIA Holdings	1,207	0.10
5,210	Align Technology	1,011	0.08
23,582	Cerner	1,010	0.08
5,422	Waters	985	0.08
6,172	IDEXX Laboratories	969	0.08
1,792	Mettler-Toledo International	924	0.07
21,325	Cardinal Health	859	0.07
12,642	Incyte	826	0.07
3,224	Abiomed	815	0.06
7,221	Laboratory Corporation of America Holdings	798	0.06
10,199	ResMed	781	0.06
3,517	Cooper Companies	758	0.06
36,905	Mylan	721	0.06
3,291	Teleflex	718	0.06
3,578	WellCare Health Plans	708	0.06
11,225	AmerisourceBergen	699	0.06
19,282	Hologic	680	0.05
6,522	Varian Medical Systems	654	0.05
9,739	Quest Diagnostics	630	0.05
6,102	Universal Health Services (B)	611	0.05
7,962	PerkinElmer	562	0.04
15,929	Dentsply Sirona	494	0.04
10,910	Henry Schein	479	0.04
9,029	DaVita	386	0.03
12,388	Nektar Therapeutics	382	0.03
8,947	Perrigo	316	0.02
		<b>187,023</b>	<b>14.74</b>
	<b>Financials - (16.68%)</b>		
139,235	Berkshire Hathaway	21,164	1.67
238,005	JPMorgan Chase	18,811	1.48
653,251	Bank of America	14,500	1.14
303,215	Wells Fargo	11,368	0.90
174,788	Citigroup	8,460	0.67
545	Fidelity Institutional Liquidity Fund - USD A Acc	7,265	0.57
108,726	US Bancorp	4,210	0.33
50,136	American Express	4,048	0.32
24,759	Goldman Sachs Group	3,687	0.29
25,607	CME Group (A)	3,462	0.27
32,981	Chubb	3,298	0.26
33,025	PNC Financial Services Group	3,121	0.25
86,022	Charles Schwab	3,011	0.24
93,568	Morgan Stanley	2,993	0.24
8,692	BlackRock	2,888	0.23
17,957	S&P Global	2,723	0.21
65,107	Bank of New York Mellon	2,582	0.20
36,051	Marsh & McLennan	2,515	0.20
70,631	MetLife	2,389	0.19
40,766	Intercontinental Exchange	2,336	0.18
41,734	Progressive Ohio	2,281	0.18



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
17,238	AON	2,218	0.17
29,560	Prudential Financial	2,135	0.17
55,155	BB&T	2,116	0.17
33,901	Capital One Financial	2,096	0.17
63,317	American International Group	2,068	0.16
54,486	Aflac	2,006	0.16
18,958	The Travelers Companies	1,890	0.15
24,652	Allstate	1,741	0.14
32,156	SunTrust Banks	1,575	0.12
11,930	Moody's	1,557	0.12
27,165	State Street	1,479	0.12
10,046	M&T Bank	1,303	0.10
17,224	T. Rowe Price Group	1,297	0.10
24,046	Discover Financial Services	1,288	0.10
9,300	Willis Towers Watson	1,192	0.09
47,326	Synchrony Financial	1,139	0.09
15,845	Northern Trust	1,110	0.09
9,974	Ameriprise Financial	989	0.08
46,925	Fifth Third Bank	981	0.08
74,045	KeyCorp	981	0.08
25,677	Hartford Financial Services Group	947	0.07
33,491	Citizens Financial Group	932	0.07
11,722	First Republic Bank San Francisco	924	0.07
73,999	Regions Financial	922	0.07
6,300	MSCI	856	0.07
75,977	Huntington Bancshares	821	0.06
13,144	Arthur J. Gallagher	795	0.06
11,573	Comerica	764	0.06
18,841	Principal Financial Group	742	0.06
15,289	Lincoln National	724	0.06
3,811	SVB Financial Group	717	0.06
19,790	Loews	708	0.06
10,832	Cincinnati Financial	700	0.06
18,196	E Trade Financial	674	0.05
9,230	Raymond James Financial	581	0.05
8,030	Cboe Global Markets	568	0.04
8,214	Nasdaq	561	0.04
13,756	Zions Bancorporation	528	0.04
21,300	Franklin Resources	524	0.04
2,909	Everest Reinsurance Group	490	0.04
7,345	Torchmark	457	0.04
15,657	Unum Group	441	0.03
29,443	Invesco	427	0.03
27,020	Peoples United Financial	360	0.03
3,769	Affiliated Managers Group	312	0.02
19,031	Jefferies Financial Group	292	0.02
3,728	Assurant	283	0.02
8,479	Brighthouse Financial	261	0.02
		<b>175,584</b>	<b>13.84</b>

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Communication Services - (1.84%)</b>			
171,949	Facebook (A)	21,039	1.66
22,021	Alphabet (C)	18,473	1.46
21,398	Alphabet (A)	18,057	1.42
295,736	Verizon Communications	12,604	0.99
520,900	AT&T	12,161	0.96
324,941	Comcast (A)	9,411	0.74
106,547	Walt Disney	9,029	0.71
31,211	Netflix	8,511	0.67
12,615	Charter Communications (A)	3,270	0.26
75,744	Twenty-First Century Fox (A)	2,871	0.23
54,613	Activision Blizzard	1,715	0.14
21,624	Electronic Arts	1,590	0.13
34,764	Twenty-First Century Fox (B)	1,310	0.10
51,760	Twitter	1,182	0.09
16,040	Omnicom Group	908	0.07
24,099	CBS (B)	899	0.07
68,067	CenturyLink	670	0.05
25,297	Viacom (B)	551	0.04
25,803	Discovery (C)	524	0.04
8,150	Take-Two Interactive Software	518	0.04
27,509	Interpublic Group of Companies	476	0.04
16,407	Dish Network	394	0.03
7,328	TripAdvisor (A)	298	0.02
27,736	News Corporation (A)	272	0.02
11,200	Discovery (A)	241	0.02
8,698	News Corporation	87	0.01
		<b>127,061</b>	<b>10.02</b>
<b>Consumer Discretionary - (12.32%)</b>			
29,397	Amazon.com	36,257	2.86
80,842	Home Depot	11,158	0.88
55,176	McDonalds	7,605	0.60
91,116	NIKE (B)	5,901	0.47
3,315	Booking Holdings	4,751	0.37
88,792	Starbucks	4,681	0.37
57,470	Lowe's	4,649	0.37
88,573	TJX	3,433	0.27
93,947	General Motors	2,824	0.22
37,349	Target	2,050	0.16
20,265	Marriott International	1,933	0.15
26,723	Ross Stores	1,904	0.15
279,646	Ford Motor Company	1,846	0.15
64,777	eBay	1,829	0.14
18,815	Dollar General	1,671	0.13
5,733	O'Reilly Automotive	1,585	0.12
22,352	Yum! Brands	1,564	0.12
23,288	VF	1,535	0.12
21,226	Hilton Worldwide Holdings	1,332	0.10
28,659	Carnival Corporation	1,242	0.10
1,805	AutoZone	1,237	0.10
17,032	Dollar Tree	1,226	0.10

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
18,859	Aptiv	1,181	0.09
12,266	Royal Caribbean Cruises	1,092	0.09
4,033	Ulta Beauty	930	0.07
16,757	Best Buy	867	0.07
10,505	Genuine Parts	862	0.07
8,479	Expedia	817	0.06
1,750	Chipotle Mexican Grill	788	0.06
20,938	Lennar (A)	768	0.06
8,883	Darden Restaurants	743	0.06
24,507	D.R. Horton	738	0.06
35,847	MGM Resorts International	732	0.06
7,005	Wynn Resorts	672	0.05
15,745	Norwegian Cruise Line Holdings	650	0.05
8,737	Tractor Supply	626	0.05
5,217	Advance Auto Parts	621	0.05
11,819	Kohls	603	0.05
12,498	CarMax	566	0.04
7,765	Tiffany & Company	559	0.04
20,742	Tapestry	553	0.04
8,648	Garmin	547	0.04
8,332	Hasbro	529	0.04
4,567	Whirlpool	491	0.04
5,421	PVH	474	0.04
4,514	Mohawk Industries	470	0.04
22,776	LKQ	467	0.04
14,910	BorgWarner	464	0.04
22,007	Macys	419	0.03
30,738	Newell Brands	381	0.03
18,494	Pulte Group	377	0.03
3,905	Ralph Lauren (A)	373	0.03
10,753	Capri Holdings	367	0.03
8,223	Foot Locker	367	0.03
25,819	Hanesbrands	364	0.03
16,344	L Brands	336	0.03
11,656	Harley-Davidson	327	0.03
9,334	Leggett & Platt	320	0.03
15,279	GAP	291	0.02
8,137	Nordstrom	289	0.02
24,670	Mattel	269	0.02
14,695	H & R Block	269	0.02
13,355	Under Armour (A)	226	0.02
13,850	Under Armour (C)	209	0.02
		<b>125,207</b>	<b>9.87</b>
	<b>Industrials - (10.04%)</b>		
37,799	Boeing	12,372	0.98
52,733	Union Pacific	6,699	0.53
41,675	3M	6,548	0.52
52,983	Honeywell International	6,157	0.49
58,087	United Technologies	5,541	0.44
622,542	General Electric	5,091	0.40
42,235	Caterpillar	4,430	0.35
49,758	United Parcel Service (B)	4,156	0.33

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
17,710	Lockheed Martin	4,094	0.32
57,415	CSX	3,136	0.25
20,367	Raytheon	2,838	0.22
23,022	Deere	2,831	0.22
12,426	Northrop Grumman	2,678	0.21
19,492	Norfolk Southern	2,649	0.21
19,924	General Dynamics	2,536	0.20
21,847	Illinois Tool Works	2,385	0.19
17,352	Fedex	2,371	0.19
44,816	Emerson Electric	2,309	0.18
28,073	Waste Management	2,115	0.17
31,019	Eaton	1,880	0.15
7,403	Roper Technologies	1,800	0.14
66,137	Johnson Controls International	1,765	0.14
44,654	Delta Airlines	1,692	0.13
36,221	Southwest Airlines	1,466	0.12
17,582	Ingersoll-Rand	1,414	0.11
21,034	Fortive	1,292	0.10
25,009	PACCAR	1,286	0.10
9,472	Parker-Hannifin	1,264	0.10
10,572	Cummins	1,234	0.10
8,638	Rockwell Automation	1,172	0.09
3,473	TransDigm Group	1,121	0.09
11,782	Verisk Analytics	1,114	0.09
10,812	Stanley Black & Decker	1,108	0.09
16,381	United Continental Holdings	1,078	0.08
8,421	Harris	1,026	0.08
25,672	IHS Markit	1,023	0.08
16,613	AMETEK	994	0.08
20,545	Fastenal	981	0.08
6,197	Cintas	955	0.08
15,564	Republic Services	913	0.07
5,632	L3 Technologies	884	0.07
29,340	American Airlines Group	787	0.06
3,265	W.W. Grainger	763	0.06
12,862	Xylem	738	0.06
17,389	Textron	715	0.06
10,473	Dover	714	0.06
8,630	Equifax	705	0.06
12,353	Expeditors International of Washington	694	0.05
9,841	C.H. Robinson Worldwide	666	0.05
14,739	Copart	648	0.05
21,866	Masco	623	0.05
7,279	Kansas City Southern	594	0.05
5,805	United Rentals	592	0.05
9,643	Wabtec	546	0.04
6,251	JB Hunt Transport Services	503	0.04
3,986	Snap-on Incorporated	488	0.04
3,074	Huntington Ingalls Industries	486	0.04
25,408	Nielsen Holdings	484	0.04
8,559	Jacobs Engineering Group	481	0.04
6,803	Allegion	462	0.04

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
8,695	Robert Half International	446	0.04
30,783	Arconic	431	0.03
8,825	Alaska Air Group	411	0.03
10,299	A.O. Smith	408	0.03
11,432	Pentair	370	0.03
10,122	Fortune Brands Home & Security	366	0.03
9,367	Flowserve	320	0.03
10,542	Rollins	311	0.02
10,060	Fluor	290	0.02
10,444	Quanta Services	282	0.02
		<b>123,722</b>	<b>9.75</b>
	<b>Consumer Staples - (7.37%)</b>		
178,315	Procter & Gamble	13,257	1.04
274,182	Coca-Cola	9,262	0.73
101,029	PepsiCo	8,760	0.69
101,888	Walmart Inc	7,514	0.59
111,261	Philip Morris International	7,298	0.58
134,487	Altria Group	5,288	0.42
31,363	Costco Wholesale	5,140	0.41
104,053	Mondelez International	3,685	0.29
57,539	Walgreens Boots Alliance	3,087	0.24
62,076	Colgate-Palmolive	3,073	0.24
24,786	Kimberly-Clark	2,174	0.17
15,739	Estee Lauder Companies (A)	1,858	0.15
34,226	Sysco	1,726	0.14
11,891	Constellation Brands (A)	1,512	0.12
42,673	General Mills	1,510	0.12
40,126	Archer Daniels Midland	1,285	0.10
57,114	Kroger	1,279	0.10
28,495	Monster Beverage	1,258	0.10
44,512	Kraft Heinz	1,077	0.08
9,137	Clorox	1,077	0.08
21,121	Tyson Foods (A)	979	0.08
8,715	McCormick	883	0.07
17,624	Church & Dwight	871	0.07
10,037	Hershey	827	0.07
18,131	Kellogg	760	0.06
8,142	J.M. Smucker	658	0.05
19,513	Hormel Foods	629	0.05
13,406	Molson Coors Brewing (B)	616	0.05
34,757	Conagra Brands	603	0.05
10,482	Lamb Weston Holdings	544	0.04
11,902	Brown Forman (B)	439	0.03
13,789	Campbell Soup	374	0.03
32,221	Coty (A)	267	0.02
		<b>89,570</b>	<b>7.06</b>
	<b>Energy - (5.44%)</b>		
303,021	Exxon Mobil	18,101	1.43
136,757	Chevron	12,345	0.97
82,396	ConocoPhillips	4,286	0.34
99,114	Schlumberger	3,303	0.26

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
41,504	EOG Resources	2,965	0.23
54,038	Occidental Petroleum	2,706	0.21
49,446	Marathon Petroleum	2,357	0.19
30,363	Phillips 66	2,228	0.18
135,846	Kinder Morgan	1,968	0.16
30,369	Valero Energy	1,897	0.15
86,641	Williams Companies	1,764	0.14
62,700	Halliburton	1,472	0.12
29,442	ONEOK	1,442	0.11
12,200	Pioneer Natural Resources	1,298	0.10
36,093	Anadarko Petroleum	1,210	0.10
14,333	Concho Resources	1,200	0.09
11,039	Diamondback Energy	875	0.07
17,811	Hess	778	0.06
33,510	Devon Energy	752	0.06
59,497	Marathon Oil	750	0.06
36,745	Baker Hughes (A)	736	0.06
27,166	Apache	685	0.05
27,439	National Oilwell Varco	592	0.05
34,341	Noble Energy	580	0.05
30,860	Cabot Oil & Gas	574	0.05
30,453	TechnipFMC	513	0.04
11,410	HollyFrontier	454	0.04
6,844	Cimarex Energy	374	0.03
7,804	Helmerich & Payne	318	0.03
		<b>68,523</b>	<b>5.40</b>
	<b>Utilities - (2.61%)</b>		
34,207	NextEra Energy	4,802	0.38
51,022	Duke Energy	3,424	0.27
54,694	Dominion Energy	3,055	0.24
73,640	Southern Company	2,733	0.22
69,209	Exelon	2,513	0.20
35,292	American Electric Power	2,139	0.17
19,587	Sempra Energy	1,772	0.14
36,176	Public SVC Enterprise Group	1,592	0.13
36,789	Xcel Energy	1,504	0.12
22,294	Consolidated Edison	1,368	0.11
22,583	WEC Energy Group	1,283	0.10
51,547	PPL	1,238	0.10
13,021	DTE Energy	1,197	0.09
22,680	Eversource Energy	1,187	0.09
34,776	FirstEnergy	1,064	0.08
23,320	Edison International	1,062	0.08
12,925	American Water Works	982	0.08
17,485	Ameren	925	0.07
12,965	Entergy	901	0.07
35,870	CenterPoint Energy	840	0.07
20,279	CMS Energy	821	0.06
18,856	Eversource Energy	786	0.06
20,751	NRG Energy	639	0.05
8,364	Atmos Energy	621	0.05
47,402	AES	611	0.05

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
16,888	Alliant Energy	577	0.05
8,023	Pinnacle West Capital	560	0.04
26,003	NiSource	527	0.04
		<b>40,723</b>	<b>3.21</b>
	<b>Real Estate - (2.52%)</b>		
31,526	American Tower	4,104	0.32
22,137	Simon Property Group	3,016	0.24
29,692	Crown Castle International	2,640	0.21
45,057	Prologis	2,375	0.19
5,754	Equinix	1,809	0.14
10,733	Public Storage	1,691	0.13
26,885	Welltower	1,506	0.12
26,369	Equity Residential	1,453	0.11
9,892	AvalonBay Communities	1,444	0.11
14,764	Digital Realty Trust	1,267	0.10
25,513	Ventas	1,210	0.10
11,054	Boston Properties	1,100	0.09
8,110	SBA Communications (A)	1,099	0.09
21,122	Realty Income	1,092	0.09
53,623	Weyerhaeuser	1,042	0.08
4,729	Essex Property Trust	994	0.08
22,690	CBRE Group (A)	848	0.07
34,175	HCP	790	0.06
7,696	Alexandria Real Estate Equities	781	0.06
53,112	Host Hotels & Resorts	778	0.06
19,722	UDR	657	0.05
9,055	Extra Space Storage	642	0.05
8,148	Mid-America Apartment Communities	632	0.05
12,394	Vornado Realty Trust	623	0.05
12,128	Regency Centers Corporation (REIT)	593	0.05
25,647	Duke Realty	573	0.05
20,486	Iron	539	0.04
5,287	Federal Realty Investment Trust	529	0.04
6,105	SL Green Realty	414	0.03
10,803	Apartment Investment & Management (A)	397	0.03
30,162	Kimco Realty	396	0.03
7,560	Macerich	243	0.02
		<b>37,277</b>	<b>2.94</b>
	<b>Materials - (2.86%)</b>		
164,203	DowDuPont	6,754	0.53
39,440	Linde	5,173	0.41
18,193	Ecolab	2,304	0.18
15,712	Air Products & Chemicals	2,144	0.17
5,897	Sherwin Williams	1,951	0.15
22,517	LyondellBasell Industries	1,467	0.12
17,169	PPG Industries	1,447	0.11
22,468	Nucor	1,028	0.08
103,711	Freeport McMoran	1,025	0.08
28,989	International Paper	1,016	0.08
24,276	Ball	1,013	0.08
38,124	Newmont Mining	975	0.08

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
9,451	Vulcan Materials	796	0.06
9,574	Celanese	744	0.06
7,249	International Flavors & Fragrances	694	0.05
9,637	FMC	649	0.05
4,489	Martin Marietta Materials	641	0.05
10,024	Eastman Chemical	631	0.05
25,382	Mosaic	614	0.05
16,518	CF Industries Holdings	538	0.04
7,601	Albemarle	527	0.04
18,148	WestRock	526	0.04
6,764	Packaging of America	504	0.04
6,206	Avery Dennison	503	0.04
11,232	Sealed Air	373	0.03
		<b>34,037</b>	<b>2.68</b>
	<b>Futures - (0.06%)</b>		
4,150	E-Mini S&P 500 Index Future 15/03/2019	10	0.00
		<b>10</b>	<b>0.00</b>
	<b>Forward Foreign Exchange Contracts - (0.00%)</b>		
(100,771)	Bought GBP Sold USD @ 1.2953 for settlement 15/03/2019	2	0.00
(28,781)	Bought GBP Sold USD @ 1.3023 for settlement 15/03/2019	0	0.00
(16,363)	Bought GBP Sold USD @ 1.3091 for settlement 15/03/2019	0	0.00
(6,423)	Bought GBP Sold USD @ 1.2846 for settlement 15/03/2019	0	0.00
		<b>2</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>1,269,005</b>	<b>100.03</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>(349)</b>	<b>(0.03)</b>
	<b>Net assets</b>	<b>1,268,656</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (61.38%)</b>		
2,234	Fidelity Institutional Liquidity Fund - USD A Acc	29,766	3.09
150,338	Apple	19,761	2.05
226,963	Microsoft	19,138	1.99
12,920	Amazon.com	15,935	1.66
75,198	Facebook (A)	9,201	0.96
83,646	Johnson & Johnson	8,543	0.89
105,529	JPMorgan Chase	8,341	0.87
9,722	Alphabet (C)	8,156	0.85
9,411	Alphabet (A)	7,942	0.82
132,600	Exxon Mobil	7,921	0.82
296,823	Bank of America	6,588	0.68
55,726	Visa (A)	6,167	0.64
40,563	Berkshire Hathaway	6,165	0.64
183,816	Pfizer	5,931	0.62
77,746	Procter & Gamble	5,780	0.60
144,047	Intel	5,764	0.60
147,526	Cisco Systems	5,721	0.59
30,258	UnitedHealth Group	5,689	0.59
17,085	Boeing	5,592	0.58
128,959	Verizon Communications	5,496	0.57
60,087	Chevron	5,424	0.56
143,321	Wells Fargo	5,373	0.56
227,149	AT&T	5,303	0.55
83,752	Merck	5,075	0.53
35,966	Home Depot	4,964	0.52
28,966	MasterCard (A)	4,889	0.51
126,886	Coca-Cola	4,285	0.45
143,414	Comcast (A)	4,153	0.43
46,909	Walt Disney	3,975	0.41
44,361	PepsiCo	3,847	0.40
79,283	Citigroup	3,837	0.40
13,625	Netflix	3,715	0.39
93,412	Oracle	3,678	0.38
46,241	Walmart Inc	3,410	0.35
24,245	McDonalds	3,342	0.35
55,435	Abbott Laboratories	3,218	0.33
48,478	Philip Morris International	3,180	0.33
15,399	Adobe	3,043	0.32
72,645	DowDuPont	2,988	0.31
28,545	International Business Machines	2,986	0.31
20,652	Amgen	2,971	0.31
23,246	Union Pacific	2,953	0.31
18,515	3M	2,909	0.30
42,377	Medtronic	2,895	0.30
30,371	Eli Lilly	2,869	0.30
22,703	Salesforce.com	2,784	0.29
13,500	Broadcom	2,755	0.29
46,048	AbbVie	2,749	0.29
22,568	Honeywell International	2,622	0.27
13,072	Thermo Fisher Scientific	2,546	0.26

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
38,959	NIKE (B)	2,523	0.26
34,206	Paypal Holdings	2,516	0.26
30,903	Texas Instruments	2,455	0.25
24,894	United Technologies	2,374	0.25
19,474	Accenture (A)	2,351	0.24
57,338	Altria Group	2,254	0.23
13,344	Costco Wholesale	2,187	0.23
41,018	Starbucks	2,162	0.22
264,357	General Electric	2,162	0.22
1,443	Booking Holdings	2,068	0.21
17,571	NVIDIA	2,052	0.21
14,299	NextEra Energy	2,007	0.21
24,682	Lowes	1,997	0.21
39,423	Gilead Sciences	1,943	0.20
20,055	Danaher	1,905	0.20
49,684	Bristol-Myers Squibb	1,903	0.20
18,088	Caterpillar	1,897	0.20
35,327	ConocoPhillips	1,838	0.19
47,016	US Bancorp	1,821	0.19
7,904	Anthem	1,818	0.19
7,794	Lockheed Martin	1,802	0.19
22,253	American Express	1,797	0.19
21,105	United Parcel Service (B)	1,763	0.18
13,379	American Tower	1,742	0.18
39,298	CVS Health	1,729	0.18
42,745	QUALCOMM	1,704	0.18
10,916	Goldman Sachs Group	1,625	0.17
8,592	Becton Dickinson	1,616	0.17
44,545	Mondelez International	1,577	0.16
11,573	Cigna	1,572	0.16
13,300	Automatic Data Processing	1,529	0.16
10,803	Stryker	1,516	0.16
6,128	Biogen	1,515	0.16
10,854	CME Group (A)	1,467	0.15
37,780	TJX	1,464	0.15
21,394	Celgene	1,463	0.15
14,593	Chubb	1,459	0.15
21,606	Duke Energy	1,450	0.15
3,465	Intuitive Surgical	1,431	0.15
42,127	Schlumberger	1,404	0.15
7,415	Intuit	1,392	0.14
25,685	Walgreens Boots Alliance	1,378	0.14
24,784	CSX	1,354	0.14
14,120	PNC Financial Services Group	1,334	0.14
44,433	Boston Scientific	1,333	0.14
37,021	Charles Schwab	1,296	0.13
4,938	Charter Communications (A)	1,280	0.13
9,385	Simon Property Group	1,278	0.13
39,828	Morgan Stanley	1,274	0.13
22,768	Dominion Energy	1,272	0.13
17,644	EOG Resources	1,260	0.13

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
25,084	Colgate-Palmolive	1,242	0.13
8,684	Raytheon	1,210	0.13
3,643	BlackRock	1,210	0.13
30,388	Bank of New York Mellon	1,205	0.13
23,281	Occidental Petroleum	1,166	0.12
38,659	General Motors	1,162	0.12
7,657	S&P Global	1,161	0.12
8,513	Norfolk Southern	1,157	0.12
9,300	Deere	1,144	0.12
30,793	Southern Company	1,143	0.12
12,576	Crown Castle International	1,118	0.12
15,959	Marsh & McLennan	1,113	0.12
7,784	Vertex Pharmaceuticals	1,110	0.12
35,292	Micron Technology	1,096	0.11
5,033	Northrop Grumman	1,085	0.11
8,376	Ecolab	1,061	0.11
29,212	Exelon	1,061	0.11
10,343	Allergan	1,057	0.11
27,868	Twenty-First Century Fox (A)	1,056	0.11
7,658	Fedex	1,047	0.11
4,476	Illumina	1,040	0.11
14,743	Zoetis (A)	1,039	0.11
19,137	Prologis	1,009	0.10
21,030	Marathon Petroleum	1,002	0.10
9,179	Illinois Tool Works	1,002	0.10
17,424	Intercontinental Exchange	998	0.10
7,728	AON	994	0.10
19,138	Emerson Electric	986	0.10
13,423	Phillips 66	985	0.10
5,420	ServiceNow	980	0.10
13,007	Waste Management	980	0.10
7,663	General Dynamics	975	0.10
13,500	Prudential Financial	975	0.10
17,760	Progressive Ohio	971	0.10
9,096	HCA Healthcare	949	0.10
17,655	Cognizant Technology Solutions (A)	946	0.10
10,572	Kimberly-Clark	927	0.10
3,892	Tesla	921	0.10
4,197	Humana	908	0.09
6,651	Air Products & Chemicals	908	0.09
14,941	American Electric Power	905	0.09
23,548	BB&T	904	0.09
14,570	Capital One Financial	901	0.09
11,308	Analog Devices	900	0.09
27,033	American International Group	883	0.09
60,380	Kinder Morgan	875	0.09
29,960	Applied Materials	874	0.09
15,437	Baxter International	871	0.09
25,725	MetLife	870	0.09
48,191	HP	863	0.09
8,999	Marriott International	858	0.09

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
23,311	Aflac	858	0.09
2,555	Sherwin Williams	845	0.09
15,264	Target	838	0.09
6,661	Autodesk	822	0.09
11,471	Ross Stores	817	0.08
13,008	Valero Energy	812	0.08
8,146	The Travelers Companies	812	0.08
3,327	Roper Technologies	809	0.08
28,601	eBay	808	0.08
6,373	Edwards Lifesciences	808	0.08
6,820	Estee Lauder Companies (A)	805	0.08
9,958	Fidelity National Information Services	802	0.08
13,180	Eaton	799	0.08
2,423	Regeneron Pharmaceuticals	789	0.08
12,176	Fiserv	778	0.08
2,421	Equinix	761	0.08
15,031	Sysco	758	0.08
8,325	Sempra Energy	753	0.08
28,175	Johnson Controls International	752	0.08
36,871	Williams Companies	751	0.08
4,761	Public Storage	750	0.08
113,178	Ford Motor Company	747	0.08
10,537	Allstate	744	0.08
5,389	Red Hat	739	0.08
8,114	Dollar General	721	0.07
7,696	Xilinx	713	0.07
6,800	Alexion Pharmaceuticals	695	0.07
22,047	Activision Blizzard	693	0.07
9,740	Amphenol (A)	690	0.07
14,038	SunTrust Banks	688	0.07
5,268	Moody's	687	0.07
9,282	Electronic Arts	683	0.07
2,454	O'Reilly Automotive	679	0.07
10,280	VF	678	0.07
13,807	ONEOK	676	0.07
9,644	Yum! Brands	675	0.07
15,332	Public SVC Enterprise Group	675	0.07
4,451	Workday (A)	660	0.07
10,610	TE Connectivity	658	0.07
10,056	LyondellBasell Industries	655	0.07
17,302	Twenty-First Century Fox (B)	652	0.07
5,118	Constellation Brands (A)	651	0.07
18,161	General Mills	643	0.07
24,677	Corning	643	0.07
4,806	Lam Research	640	0.07
11,291	Welltower	633	0.07
15,459	Xcel Energy	632	0.07
26,862	Halliburton	631	0.07
11,563	State Street	630	0.07
8,355	T. Rowe Price Group	629	0.07
7,354	PPG Industries	620	0.06

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
11,149	Equity Residential	615	0.06
9,969	Fortive	612	0.06
4,187	AvalonBay Communities	611	0.06
7,458	Ingersoll-Rand	600	0.06
18,446	Archer Daniels Midland	591	0.06
12,548	Centene	584	0.06
6,097	McKesson	584	0.06
9,738	Agilent Technologies	581	0.06
9,469	Consolidated Edison	581	0.06
6,194	Zimmer Biomet	580	0.06
45,192	Hewlett Packard Enterprise	567	0.06
10,820	Eversource Energy	566	0.06
9,800	Paychex	564	0.06
12,959	Carnival Corporation	562	0.06
12,710	Monster Beverage	561	0.06
10,468	Discover Financial Services	561	0.06
10,296	T-Mobile US	558	0.06
12,028	Las Vegas Sands	555	0.06
5,208	Pioneer Natural Resources	554	0.06
4,737	Cummins	553	0.06
806	AutoZone	552	0.06
10,665	PACCAR	548	0.06
9,192	Square (A)	548	0.06
9,591	WEC Energy Group	545	0.06
8,672	Hilton Worldwide Holdings	544	0.06
24,275	Kroger	544	0.06
2,831	Palo Alto Networks	542	0.06
4,164	M&T Bank	540	0.06
4,050	Parker-Hannifin	540	0.06
6,272	Digital Realty Trust	538	0.06
4,947	Motorola Solutions	532	0.06
4,932	IQVIA Holdings	525	0.05
15,624	Anadarko Petroleum	524	0.05
7,253	Dollar Tree	522	0.05
21,448	Synchrony Financial	516	0.05
12,859	IHS Markit	513	0.05
10,813	Ventas	513	0.05
21,298	PPL	512	0.05
3,774	Rockwell Automation	512	0.05
6,116	Concho Resources	512	0.05
3,979	Willis Towers Watson	510	0.05
8,096	Aptiv	507	0.05
8,052	Waste Connection (US)	507	0.05
5,508	DTE Energy	506	0.05
28,187	Advanced Micro Devices	497	0.05
4,995	Ameriprise Financial	495	0.05
6,602	Worldpay (A)	485	0.05
5,068	Verisk Analytics	479	0.05
4,674	Stanley Black & Decker	479	0.05
9,020	Ameren	477	0.05
20,759	Twitter	474	0.05

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
17,007	Citizens Financial Group	473	0.05
3,492	SBA Communications (A)	473	0.05
4,838	Global Payments	470	0.05
7,188	Microchip Technology	470	0.05
2,694	FleetCor Technologies	469	0.05
1,446	TransDigm Group	467	0.05
4,696	Boston Properties	467	0.05
4,424	Splunk	460	0.05
3,899	Clorox	459	0.05
5,117	Royal Caribbean Cruises	456	0.05
6,487	Northern Trust	455	0.05
8,760	Realty Income	453	0.05
9,922	Edison International	452	0.05
2,329	Align Technology	452	0.05
14,726	FirstEnergy	451	0.05
23,163	Weyerhaeuser	450	0.05
18,558	Kraft Heinz	449	0.05
3,340	VeriSign	447	0.05
2,098	Essex Property Trust	441	0.05
6,255	Total System Services	440	0.05
9,558	Nucor	437	0.05
3,577	Harris	436	0.05
6,112	BioMarin Pharmaceutical	431	0.04
8,566	DXC Technology	431	0.04
32,210	KeyCorp	427	0.04
2,353	Waters	427	0.04
20,392	Fifth Third Bank	426	0.04
2,765	Cintas	426	0.04
7,114	AMETEK	426	0.04
33,754	Regions Financial	420	0.04
8,774	Fastenal	419	0.04
38,787	Huntington Bancshares	419	0.04
9,027	Tyson Foods (A)	418	0.04
11,901	International Paper	417	0.04
9,987	Ball	417	0.04
2,650	IDEXX Laboratories	416	0.04
5,478	American Water Works	416	0.04
16,180	Newmont Mining	414	0.04
41,914	Freeport McMoran	414	0.04
4,766	KLA	412	0.04
1,203	Costa Rica Group	411	0.04
10,924	Hartford Financial Services Group	403	0.04
6,875	Republic Services	403	0.04
775	Mettler-Toledo International	400	0.04
7,737	Best Buy	400	0.04
1,734	Ulta Beauty	400	0.04
4,980	First Republic Bank San Francisco	393	0.04
5,100	Synopsys	393	0.04
7,806	NetApp	388	0.04
6,829	Omnicom Group	387	0.04
9,035	Cerner	387	0.04

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
10,336	CBS (B)	385	0.04
9,487	Cardinal Health	382	0.04
5,481	Entergy	381	0.04
2,360	InterActiveCorp	378	0.04
2,830	ANSYS	376	0.04
2,391	L3 Technologies	375	0.04
3,688	McCormick	374	0.04
8,627	Cadence Design Systems	372	0.04
9,937	CBRE Group (A)	371	0.04
2,721	MSCI	370	0.04
4,672	Diamondback Energy	370	0.04
7,818	Lincoln National	370	0.04
7,459	Church & Dwight	369	0.04
48,572	Annaly Capital Management	368	0.04
8,649	TD Ameritrade	367	0.04
4,471	Genuine Parts	367	0.04
9,275	Principal Financial Group	365	0.04
5,712	Keysight Technologies	364	0.04
5,328	Dover	363	0.04
5,516	Incyte	361	0.04
3,746	Expedia	361	0.04
8,885	CMS Energy	360	0.04
8,129	Hess	355	0.04
4,301	Hershey	354	0.04
14,921	CenterPoint Energy	349	0.04
5,279	Comerica	348	0.04
8,490	Maxim Integrated Products	346	0.04
763	Chipotle Mexican Grill	344	0.04
3,115	Laboratory Corporation of America Holdings	344	0.04
1,611	Arista Networks	344	0.04
8,221	Evergy	343	0.04
3,028	lululemon athletica	343	0.04
15,276	Devon Energy	343	0.04
8,326	Textron	342	0.04
4,037	Vulcan Materials	340	0.04
1,453	W.W. Grainger	340	0.04
5,603	Arthur J. Gallagher	339	0.04
5,479	Skyworks Solutions	334	0.03
4,346	ResMed	333	0.03
442	Markel	333	0.03
22,675	Host Hotels & Resorts	332	0.03
7,926	Kellogg	332	0.03
26,161	Marathon Oil	330	0.03
3,250	Alexandria Real Estate Equities	330	0.03
4,631	CDW	330	0.03
14,246	HCP	329	0.03
10,941	D.R. Horton	329	0.03
8,946	Lennar (A)	328	0.03
1,300	Abiomed	328	0.03
8,908	Western Digital	325	0.03
1,503	Cooper Companies	324	0.03

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
18,950	Symantec	323	0.03
3,681	Veeva Systems (A)	322	0.03
4,128	Celanese	321	0.03
4,038	Citrix Systems	320	0.03
3,802	Darden Restaurants	318	0.03
6,449	Cheniere Energy	318	0.03
11,120	Masco	317	0.03
4,873	Cincinnati Financial	315	0.03
5,489	Xylem	315	0.03
15,387	MGM Resorts International	314	0.03
9,660	Hormel Foods	312	0.03
16,376	First Data (A)	311	0.03
15,813	Mylan	309	0.03
4,965	AmerisourceBergen	309	0.03
15,357	Baker Hughes (A)	308	0.03
6,625	SS&C Technologies	308	0.03
12,634	Arch Capital Group	307	0.03
2,831	Gartner	306	0.03
1,399	Teleflex	305	0.03
4,722	Quest Diagnostics	305	0.03
2,297	VMware (A)	304	0.03
1,609	SVB Financial Group	303	0.03
5,355	Expeditors International of Washington	301	0.03
3,667	Equifax	300	0.03
8,117	Brown Forman (B)	299	0.03
1,511	WellCare Health Plans	299	0.03
13,795	National Oilwell Varco	298	0.03
11,754	Apache	297	0.03
15,508	Liberty Global (C)	295	0.03
7,968	E Trade Financial	295	0.03
8,337	Hologic	294	0.03
8,344	Seagate Technology	294	0.03
8,205	Loews	293	0.03
29,608	CenturyLink	292	0.03
8,689	UDR	290	0.03
5,254	W.P. Carey	290	0.03
4,381	Fortinet	289	0.03
4,267	C.H. Robinson Worldwide	289	0.03
2,996	Wynn Resorts	287	0.03
5,012	GoDaddy	287	0.03
2,223	F5 Networks	286	0.03
9,255	NRG Energy	285	0.03
19,042	Marvell Technology Group	282	0.03
3,475	J.M. Smucker	281	0.03
6,396	Copart	281	0.03
11,396	Franklin Resources	281	0.03
2,793	Varian Medical Systems	280	0.03
6,772	Norwegian Cruise Line Holdings	280	0.03
2,643	Dexcom	278	0.03
4,123	FMC	278	0.03
3,775	Spirit AeroSystems Holdings (A)	277	0.03



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,925	Martin Marietta Materials	275	0.03
3,845	Extra Space Storage	273	0.03
3,546	Broadridge Financial Solutions	272	0.03
4,319	Eastman Chemical	272	0.03
5,224	Akamai Technologies	272	0.03
12,198	Duke Realty	272	0.03
11,154	Mosaic	270	0.03
3,481	Mid-America Apartment Communities	270	0.03
5,683	Transunion	270	0.03
2,262	Advance Auto Parts	269	0.03
3,747	Tractor Supply	269	0.03
5,332	Vornado Realty Trust	268	0.03
5,789	Molson Coors Brewing (B)	266	0.03
9,948	Tapestry	265	0.03
2,631	Universal Health Services (B)	264	0.03
5,127	Kohls	262	0.03
20,189	AES	260	0.03
2,068	Burlington Stores	260	0.03
13,005	Ally Financial	260	0.03
2,365	IDEX	258	0.03
14,828	Conagra Brands	257	0.03
2,214	Lear	256	0.03
2,550	Jack Henry & Associates	255	0.03
3,123	Kansas City Southern	255	0.03
4,031	Raymond James Financial	254	0.03
3,389	Atmos Energy	252	0.03
8,217	Targa Resources	252	0.03
14,840	Noble Energy	251	0.03
3,125	JB Hunt Transport Services	251	0.03
13,474	Cabot Oil & Gas	251	0.03
4,417	Wabtec	250	0.03
2,445	United Rentals	249	0.03
3,057	Avery Dennison	248	0.03
2,588	International Flavors & Fragrances	248	0.03
8,112	Trimble	245	0.03
7,696	OGE Energy	245	0.03
11,876	LKQ	243	0.03
5,870	UGI	243	0.03
3,380	Tiffany & Company	243	0.03
7,123	Alliant Energy	243	0.03
3,416	Cboe Global Markets	242	0.03
1,534	Huntington Ingalls Industries	242	0.03
3,433	PTC	241	0.03
5,321	CarMax	241	0.03
3,512	Nasdaq	240	0.02
3,410	Pinnacle West Capital	238	0.02
2,099	Old Dominion Freight Lines	237	0.02
5,651	East West Bancorp	235	0.02
3,232	Worldpay (A)	235	0.02
3,691	Hasbro	234	0.02
6,183	Voya Financial	233	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
8,909	Fidelity National Financial	233	0.02
8,819	Iron	232	0.02
8,120	Steel Dynamics	232	0.02
10,654	Viacom (B)	232	0.02
7,129	CF Industries Holdings	232	0.02
6,006	Zions Bancorporation	231	0.02
4,730	Regency Centers Corporation (REIT)	231	0.02
4,423	Qorvo	230	0.02
7,404	Dentsply Sirona	230	0.02
2,288	Federal Realty Investment Trust	229	0.02
7,849	WestRock	228	0.02
4,369	Lamb Weston Holdings	227	0.02
3,655	Torchmark	227	0.02
11,088	NiSource	225	0.02
3,358	Liberty Broadband (C)	225	0.02
13,226	TechnipFMC	223	0.02
3,199	Albemarle	222	0.02
1,171	Dominos Pizza	222	0.02
3,478	Take-Two Interactive Software	221	0.02
3,928	Jacobs Engineering Group	221	0.02
4,316	Robert Half International	221	0.02
16,458	Peoples United Financial	220	0.02
3,452	Garmin	218	0.02
2,924	Packaging of America	218	0.02
10,585	Juniper Networks	218	0.02
13,161	Qurate Retail (A)	217	0.02
6,673	Pentair	216	0.02
5,649	Sensata Technologies Holding	215	0.02
16,318	AGNC Investment	215	0.02
457	Alleghany	215	0.02
5,301	Cognex	215	0.02
2,918	Camden Property Trust	214	0.02
3,147	SL Green Realty	213	0.02
1,733	Wayfair (A)	213	0.02
47,920	Sirius XM Holdings	213	0.02
13,131	ON Semiconductor	213	0.02
1,973	Whirlpool	212	0.02
1,725	Snap-on Incorporated	211	0.02
1,250	Everest Reinsurance Group	211	0.02
4,386	Leidos Holdings	211	0.02
106	NVR	211	0.02
1,954	Reinsurance Group of America	211	0.02
15,686	Western Union	210	0.02
5,299	SEI Investments	210	0.02
10,277	Discovery (C)	209	0.02
2,393	PVH	209	0.02
1,113	Lennox International	206	0.02
10,817	Nielsen Holdings	206	0.02
4,686	Henry Schein	206	0.02
5,129	HollyFrontier	204	0.02
10,317	Vistra Energy	203	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
11,761	Interpublic Group of Companies	203	0.02
1,940	Mohawk Industries	202	0.02
6,451	BorgWarner	201	0.02
2,937	Allegion	200	0.02
5,215	Delta Airlines	198	0.02
1,522	Alliance Data Systems	198	0.02
4,959	Bunge	198	0.02
8,383	Xerox	198	0.02
32,872	VEREIT	197	0.02
5,005	National Retail Properties	196	0.02
5,413	Fortune Brands Home & Security	196	0.02
1,585	Jones Lang LaSalle	195	0.02
4,736	Crown Holdings	194	0.02
1,235	Vail Resorts	193	0.02
1,860	Jazz Pharmaceuticals	193	0.02
6,366	Liberty Sirius Group (C)	193	0.02
4,550	Dell Technologies (C)	192	0.02
2,312	Affiliated Managers Group	191	0.02
4,507	Live Nation Entertainment	191	0.02
14,491	Kimco Realty	190	0.02
6,759	Unum Group	190	0.02
3,144	Arrow Electronics	189	0.02
3,000	Autoliv	188	0.02
3,405	Seattle Genetics	188	0.02
13,298	Arconic	186	0.02
1,876	WABCO Holdings	184	0.02
2,951	W.R. Berkley	184	0.02
5,477	Sealed Air	182	0.02
12,577	Invesco	182	0.02
9,396	Macys	179	0.02
7,600	Aramark	179	0.02
4,515	A.O. Smith	179	0.02
4,364	Helmerich & Payne	178	0.02
2,385	American Financial Group Ohio	178	0.02
2,772	Alnylam Pharmaceuticals	177	0.02
1,713	Signature Bank of New York	176	0.02
4,103	DaVita	176	0.02
5,382	HD Supply Holdings	176	0.02
5,139	Capri Holdings	176	0.02
5,646	Nektar Therapeutics	174	0.02
14,044	Newell Brands	174	0.02
4,261	Southwest Airlines	172	0.02
4,985	Leggett & Platt	171	0.02
6,212	Campbell Soup	169	0.02
8,283	Pulte Group	169	0.02
7,024	Dish Network	169	0.02
4,701	Liberty Property Trust	168	0.02
5,229	Eaton Vance	166	0.02
2,716	Grubhub	166	0.02
3,752	CDK Global	165	0.02
1,714	Ralph Lauren (A)	164	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
4,225	FLIR Systems	164	0.02
9,650	Sabre	163	0.02
9,396	Invitation Homes	163	0.02
1,710	Middleby	161	0.02
2,953	Cimarex Energy	161	0.02
4,799	Athene Holding (A)	159	0.02
5,422	Chemours	158	0.02
11,171	Hanesbrands	158	0.02
1,297	IPG Photonics	154	0.02
2,185	Ingredion	153	0.02
7,748	Liberty Global (A)	153	0.02
5,194	Rollins	153	0.02
2,402	ManpowerGroup	152	0.02
7,220	L Brands	149	0.02
2,242	Polaris Industries	147	0.02
7,920	H & R Block	145	0.02
6,238	Liberty Media Group (C)	145	0.02
3,916	XPO Logistics	144	0.01
5,138	Harley-Davidson	144	0.01
18,218	Flex	144	0.01
9,346	Jefferies Financial Group	144	0.01
1,442	Acuity Brands	142	0.01
4,913	Fluor	142	0.01
4,067	Flowserve	139	0.01
7,182	GAP	137	0.01
3,847	Perrigo	136	0.01
6,617	Axalta Coating Systems	135	0.01
2,050	United Continental Holdings	135	0.01
3,494	CIT Group	135	0.01
1,235	RenaissanceRe Holdings	135	0.01
3,449	Owens Corning	130	0.01
3,142	TripAdvisor (A)	128	0.01
1,349	United Therapeutics	127	0.01
1,643	Assurant	125	0.01
4,911	Knight-Swift Transportation Holdings (A)	125	0.01
4,822	Alkermes	124	0.01
6,456	Zayo Group Holdings	123	0.01
3,995	Brighthouse Financial	123	0.01
7,241	Under Armour (A)	123	0.01
3,418	Nordstrom	121	0.01
14,414	Coty (A)	120	0.01
6,500	CommScope Holding	118	0.01
3,752	Zillow Group (C)	118	0.01
24,646	Sprint	117	0.01
10,746	Mattel	117	0.01
11,759	News Corporation (A)	115	0.01
7,728	AXA Equitable Holdings	112	0.01
3,294	Macerich	106	0.01
7,031	Goodyear Tire & Rubber	105	0.01
7,029	Brookfield Property (REIT) (A)	103	0.01
7,341	Parsley Energy (A)	103	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,916	Continental Resources	99	0.01
3,384	American Airlines Group	91	0.01
3,886	Discovery (A)	84	0.01
4,639	Plains GP Holdings (A)	81	0.01
266	AMERCO	76	0.01
4,972	Under Armour (C)	75	0.01
2,241	Liberty Sirius Group (A)	67	0.01
1,213	Westlake Chemical	66	0.01
8,679	Antero Resources	59	0.01
1,874	Covetrus	53	0.01
65	Equitrans Midstream	1	0.00
46	Resideo Technologies	1	0.00
		<b>603,240</b>	<b>62.66</b>
	<b>Japan - (8.60%)</b>		
71,376	Toyota Motor	3,241	0.34
25,100	SoftBank Group	1,748	0.18
38,600	Sony	1,397	0.15
357,400	Mitsubishi UFJ Finance Group	1,397	0.15
45,181	Takeda Pharmaceutical	1,369	0.14
3,000	Keyence	1,321	0.14
51,300	Honda Motor	1,096	0.11
40,400	Sumitomo Mitsui Financial Group	1,080	0.11
53,900	KDDI	982	0.10
41,000	Mitsubishi	872	0.09
729,300	Mizuho Financial Group	866	0.09
15,100	Kao	862	0.09
22,900	Seven & I Holdings	760	0.08
20,500	Tokio Marine Holdings	755	0.08
4,400	Central Japan Railway	745	0.08
5,900	Fanuc	737	0.08
3,500	Nintendo	722	0.07
33,600	Recruit Holdings	709	0.07
40,300	NTT Docomo	708	0.07
11,100	Shin-Etsu Chemical	697	0.07
21,000	Nippon Telegraph & Telephone	684	0.07
57,800	Astellas Pharma	673	0.07
9,300	East Japan Railway	672	0.07
29,500	Hitachi	667	0.07
30,500	Canon	662	0.07
7,900	Daikin Industries	647	0.07
5,500	Murata Manufacturing	646	0.07
33,400	Japan Tobacco	642	0.07
1,800	Fast Retailing	635	0.07
6,900	Nidec	630	0.07
44,800	ITOCHU	607	0.06
50,400	Mitsui	598	0.06
11,600	Shiseido	578	0.06
58,900	Mitsubishi Electric	557	0.06
18,500	Bridgestone	551	0.06
11,600	Hoya	534	0.06
28,200	Komatsu	522	0.05

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
18,300	Daiichi Sankyo Kabushik Kaisha	516	0.05
8,200	Eisai	511	0.05
6,100	Oriental Land	506	0.05
28,300	Mitsui Fudosan	506	0.05
4,700	Tokyo Electron	483	0.05
1,800	SMC	473	0.05
19,900	Toshiba	471	0.05
36,200	Mitsubishi Estate	469	0.05
67,500	Panasonic	468	0.05
49,000	SoftBank Group Corp.	461	0.05
70,500	Nissan Motor	460	0.05
40,400	ORIX	441	0.05
26,000	Kirin Holdings	438	0.05
47,600	Japan Post Holdings	437	0.05
13,300	Denso	431	0.04
6,600	Secom	430	0.04
9,300	Terumo	429	0.04
8,500	Shionogi	409	0.04
9,800	Kyocera	408	0.04
10,500	Suzuki Motor	405	0.04
17,300	Daiwa House Industry	404	0.04
12,800	Otsuka Holdings	402	0.04
11,800	Fujifilm Holdings	399	0.04
34,300	Dai-ichi Life Holdings	392	0.04
34,400	Sumitomo	373	0.04
11,100	Asahi Group Holdings	362	0.04
18,900	Subaru	362	0.04
6,900	Chugai Pharmaceutical	353	0.04
99,400	JXTG Holdings	351	0.04
24,300	Nippon Steel & Sumitomo Metal	330	0.03
14,500	MS&AD Insurance Group Holdings	328	0.03
38,500	Asahi Kasei	317	0.03
30,300	Kubota	309	0.03
106,000	Nomura Holdings	309	0.03
10,900	Sumitomo Realty & Development	308	0.03
6,000	Fujitsu	305	0.03
18,800	Aeon	299	0.03
8,900	Olympus	297	0.03
12,300	Unicharm	295	0.03
5,100	West Japan Railway	290	0.03
10,100	Sumitomo Mitsui Trust Holdings	289	0.03
10,100	Sompo Holdings	285	0.03
9,200	Mitsubishi Heavy Industries	283	0.03
51,900	Marubeni	280	0.03
2,300	Shimano	264	0.03
2,600	Nitori Holdings	245	0.03
11,700	Tokyo Gas	243	0.03
21,500	Kansai Electric Power	243	0.03
23,100	Sumitomo Electric Industries	242	0.03
4,000	TDK	236	0.02
3,900	Meiji Holdings	233	0.02
6,500	Taisei	232	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
5,100	Sysmex	232	0.02
67,300	Resona Holdings	230	0.02
31,400	Inpex	230	0.02
2,200	Daito Trust Construction	230	0.02
42,700	Toray Industries	224	0.02
18,600	Chubu Electric Power	221	0.02
39,200	Mitsubishi Chemical Holdings	218	0.02
19,000	Sekisui House	215	0.02
15,900	Japan Exchange Group	212	0.02
6,600	Dentsu	208	0.02
43,900	Tokyo Electric Power Company	207	0.02
54,000	Daiwa Securities Group	207	0.02
13,300	Ono Pharmaceutical	206	0.02
5,100	Nitto Denko	205	0.02
6,400	Bandai Namco Holdings	205	0.02
15,600	Tokyu	200	0.02
7,900	NEC	198	0.02
6,000	Omron	195	0.02
12,600	Osaka Gas	195	0.02
39	Nippon Building Fund	192	0.02
7,000	Hankyu Hanshin Holdings	192	0.02
7,100	Makita	190	0.02
14,300	JFE Holdings	188	0.02
3,700	Yakult Honsha	187	0.02
9,400	Yamato Holdings	185	0.02
17,000	Isuzu Motors	184	0.02
89,900	Yahoo! Japan	181	0.02
5,200	Kintetsu Group Holdings	177	0.02
8,200	Yaskawa Electric	176	0.02
40	Japan Real Estate Investment	175	0.02
4,500	Toyota Industries	174	0.02
46,200	Sumitomo Chemical	173	0.02
7,700	Sumitomo Metal Mining	170	0.02
4,500	Kikkoman	169	0.02
14,900	Kajima	166	0.02
7,600	FamilyMart	164	0.02
13,700	Nexon	164	0.02
4,400	Yamaha	163	0.02
13,000	M3	163	0.02
3,600	Pan Pacific International Holdings	162	0.02
19,500	NTT Data	161	0.02
8,800	MISUMI Group	161	0.02
14,100	Ajinomoto	161	0.02
9,000	Odakyu Electric Railway	159	0.02
6,600	Toyota Tsusho	158	0.02
20,500	Ricoh	157	0.02
26,500	Rakuten	157	0.02
17,300	T&D Holdings	157	0.02
21,200	Obayashi	156	0.02
17,100	Mazda Motor	152	0.02
5,800	Asahi Glass	151	0.02
3,900	Nissan Chemical Corporation	148	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
5,000	Aisin Seiki	147	0.02
12,000	Minebea Mitsumi	145	0.02
2,000	OBIC	144	0.01
800	Ryohin Keikaku	143	0.01
4,300	Suntory Beverage & Food	143	0.01
3,200	Keio Corporation	142	0.01
3,200	Koito Manufacturing	139	0.01
2,900	Rohm	138	0.01
9,000	Yamaha Motor	138	0.01
3,700	Trend Micro	138	0.01
11,700	Santen Pharmaceutical	137	0.01
5,200	Kyushu Railway Company	134	0.01
13,200	Tohoku Electric Power	131	0.01
7,000	Shimadzu	130	0.01
11,000	Sekisui Chemical	130	0.01
4,500	Nippon Paint Holdings	130	0.01
5,900	Alfresa Holdings	129	0.01
4,400	TOTO	126	0.01
7,900	SBI Holdings	126	0.01
28,200	Renesas Electronics	125	0.01
5,900	Tobu Railway	124	0.01
10,700	Nikon	122	0.01
7,000	Dai Nippon Printing	122	0.01
18,300	Shimizu	121	0.01
26,400	Oji Holdings	118	0.01
13,100	Kyushu Electric Power	118	0.01
114	Nomura Real Estate Master Fund	118	0.01
8,100	Kyowa Hakko Kirin	117	0.01
3,794	Nomura Research Institute	117	0.01
77	Japan Retail Fund Investment	117	0.01
4,400	Hamamatsu Photonics	117	0.01
3,100	Daifuku	115	0.01
5,500	Nagoya Railroad	114	0.01
7,300	Lion	113	0.01
4,000	Showa Denko K.K.	112	0.01
6,100	Mitsui Chemicals	112	0.01
4,200	Idemitsu Kosan	112	0.01
3,600	Pigeon	111	0.01
900	Kose	110	0.01
3,000	Asahi Intecc	109	0.01
1,800	Kobayashi Pharmaceutical	109	0.01
10,700	Kuraray	108	0.01
7,400	Yokogawa Electric	107	0.01
4,100	Taiheiyo Cement	106	0.01
3,800	ANA Holdings	106	0.01
2,000	Nissin Food Holdings	105	0.01
14,300	Konica Minolta	105	0.01
1,000	Disco	104	0.01
2,300	Nippon Express	102	0.01
3,800	Toho	102	0.01
5,800	Medipal Holdings	102	0.01
8,500	Toppan Printing	102	0.01



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
7,400	USS	102	0.01
33,500	Concordia Financial Group	102	0.01
2,450	Suzuken	101	0.01
7,300	Brother Industries	101	0.01
5,000	IHI	100	0.01
6,205	Nisshin Seifun Group	100	0.01
4,200	Fuji Electric	100	0.01
6,700	Alps Alpine	99	0.01
1,300	Taisho Pharmaceutical Holding	99	0.01
3,600	Japan Airlines	99	0.01
4,500	Aozora Bank	98	0.01
3,800	Keisei Electric Railway	98	0.01
5,200	Electric Power Development Company Ltd	98	0.01
22,900	Mitsubishi Motors	97	0.01
8,700	Tosoh	97	0.01
82	United Urban Investment	96	0.01
8,600	Seiko Epson	96	0.01
700	Hikari Tsushin	95	0.01
5,100	Sumitomo Dainippon Pharmaceuticals	95	0.01
1,400	Tsuruha Holdings	94	0.01
11,200	Japan Post Bank	94	0.01
8,200	NGK Insulators	94	0.01
5,000	THK	93	0.01
4,800	Kawasaki Heavy Industries	93	0.01
11,600	Amada Holdings	92	0.01
2,900	Konami Holdings	90	0.01
3,500	Sumitomo Heavy Industries	90	0.01
6,700	Seibu Holdings	90	0.01
6,300	Zozo	89	0.01
4,100	Stanley Electric	89	0.01
8,700	LIXIL Group	89	0.01
7,000	Keikyu	88	0.01
2,800	Keihan Holdings	87	0.01
18,900	Chiba Bank	87	0.01
1,700	Hoshizaki	87	0.01
6,500	Marui Group	86	0.01
7,900	Mitsubishi Tanabe Pharma	86	0.01
2,500	Toho Gas	86	0.01
14,300	Shizuoka Bank	85	0.01
11,300	Isetan Mitsukoshi Holdings	85	0.01
8,600	The Chugoku Electric Power Company	84	0.01
3,100	Otsuka	84	0.01
7,200	Hakuhodo DY Holdings	83	0.01
3,000	NH Foods	83	0.01
49	Daiwa House REIT Investment Corporation	83	0.01
5,100	Fukuoka Financial Group	83	0.01
19,900	Tokyu Fudosan Holdings	83	0.01
4,100	Nabtesco	82	0.01
1,800	Lawson	82	0.01
4,100	Coca-Cola Bottlers Japan Holdings	80	0.01
6,200	Persol Holdings	80	0.01
7,200	JGC	79	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,300	McDonalds Holdings Company (Japan)	78	0.01
4,800	NGK Spark Plug	77	0.01
3,700	Mitsubishi Materials	77	0.01
10,900	NSK	76	0.01
2,700	Toyo Suisan Kaisha	76	0.01
6,700	Showa Shell Sekiyu K.K.	76	0.01
4,300	Mitsui OSK Lines	76	0.01
5,300	Sony Financial Holdings	76	0.01
3,200	CyberAgent	75	0.01
6,000	JSR	75	0.01
4,700	Toyo Seikan Group Holdings	75	0.01
20,700	Yamada Denki	75	0.01
6,300	Nippon Yusen Kabushiki Kaisha	75	0.01
4,200	Kamigumi	74	0.01
5,300	Kansai Paint Osaka	74	0.01
950	Hirose Electric	74	0.01
7,200	Casio Computer	74	0.01
3,300	SG Holdings	73	0.01
4,000	MonotaRO	71	0.01
24	Japan Prime Realty Investment	71	0.01
7,400	Sumco	71	0.01
3,300	Pola Orbis Holdings	70	0.01
2,100	Sohgo Security Services	69	0.01
8,500	Daicel	68	0.01
5,400	Teijin	68	0.01
8,100	J. Front Retailing	68	0.01
1,800	Hisamitsu Pharmaceuticals	67	0.01
4,600	Kakaku.com	67	0.01
1,200	Oracle Corporation Japan	67	0.01
4,300	Yokohama Rubber	66	0.01
3,600	Park24	65	0.01
2,300	Line	64	0.01
4,600	Iida Group Holdings	63	0.01
2,200	Hitachi High Technologies	63	0.01
5,500	Mitsubishi Gas Chemical	63	0.01
3,300	Kurita Water Industries	63	0.01
3,300	Hitachi Construction Machinery	62	0.01
5,700	Credit Saison	62	0.01
8,900	Hulic	62	0.01
6,300	JTEKT	59	0.01
6,700	Sharp	59	0.01
28,930	Mebuki Financial Group	59	0.01
8,400	Hino Motors	58	0.01
1,700	Bank of Kyoto	57	0.01
4,700	Air Water	57	0.01
4,000	Nomura Real Estate Holding	57	0.01
1,100	Rinnai	56	0.01
2,700	Nippon Electric Glass	55	0.01
3,700	Aeon Financial Service	55	0.01
2,600	Calbee	54	0.01
8,800	Kobe Steel	53	0.01
5,400	Sumitomo Rubber Industries	52	0.01

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
13,500	Mitsubishi UFJ Lease & Finance	52	0.01
2,200	Sundrug	51	0.01
800	Shimamura	51	0.01
6,600	Hitachi Metals	51	0.01
5,000	Asics	50	0.01
4,800	Shinsei Bank	50	0.01
1,500	Tokyo Century	50	0.01
3,800	Yamazaki Baking	49	0.01
3,600	Hitachi Chemical	49	0.01
1,600	Kaneka	47	0.00
2,300	Benesse Holdings	47	0.00
5,400	Sega Sammy Holdings	47	0.00
1,500	Japan Airport Terminal	45	0.00
4,500	Takashimaya	45	0.00
20,200	Seven Bank	45	0.00
1,600	Welcia Holdings	43	0.00
3,510	Aeon Mall	43	0.00
1,000	ABC-Mart	43	0.00
5,900	Yamaguchi Financial Group	42	0.00
1,400	Sankyo Gunma	39	0.00
3,700	Taiyo Nippon Sanso Tokyo	39	0.00
1,700	Maruichi Steel Tube	39	0.00
13,700	Acom	35	0.00
3,000	DeNA	35	0.00
2,000	Toyoda Gosei	34	0.00
17	Nippon Prologis	27	0.00
		<b>76,842</b>	<b>7.98</b>
	<b>United Kingdom - (5.97%)</b>		
604,428	HSBC Holdings	3,711	0.39
145,245	Royal Dutch Shell (A)	3,426	0.36
606,969	BP	3,233	0.34
106,601	Royal Dutch Shell (B)	2,534	0.26
38,533	AstraZeneca	2,367	0.25
150,912	GlaxoSmithKline	2,280	0.24
74,643	Diageo	2,163	0.22
62,364	British American Tobacco	1,715	0.18
35,502	Rio Tinto	1,536	0.16
35,110	Unilever	1,400	0.15
2,161,729	Lloyds Banking Group	1,362	0.14
78,907	Prudential	1,246	0.13
20,402	Reckitt Benckiser Group	1,179	0.12
63,347	BHP	1,111	0.12
812,394	Vodafone Group	1,102	0.11
346,061	Glencore	1,052	0.11
59,832	RELX	1,031	0.11
103,257	National Grid	874	0.09
519,890	Barclays	855	0.09
48,077	Compass Group	802	0.08
28,986	Imperial Brands	723	0.08
298,129	Tesco	678	0.07
31,873	Anglo American	637	0.07

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
25,427	CRH	603	0.06
256,443	BT Group	551	0.06
27,611	Experian	538	0.06
85,475	Standard Chartered	513	0.05
180,796	Legal & General Group	501	0.05
117,831	Aviva	496	0.05
51,130	Rolls-Royce Holdings	483	0.05
73,898	Segro	482	0.05
97,084	BAE Systems	453	0.05
20,217	Admiral Group	442	0.05
9,488	London Stock Exchange	430	0.04
146,675	RBS Group	389	0.04
26,398	Smith & Nephew	376	0.04
30,933	SSE	369	0.04
12,921	British American Tobacco (ADR)	362	0.04
7,070	Ferguson	362	0.04
38,414	WPP	318	0.03
14,373	Ashtead Group	284	0.03
29,611	3i Group	278	0.03
38,792	Informa	272	0.03
5,573	Whitbread	270	0.03
148,744	Melrose Industries	258	0.03
4,963	Intertek Group	253	0.03
10,881	Associated British Foods	245	0.03
5,389	InterContinental Hotels Group	244	0.03
10,172	Bunzl	239	0.02
12,858	Micro Focus International	239	0.02
12,275	Burberry Group	232	0.02
9,520	Persimmon	230	0.02
33,069	Sage Group	217	0.02
4,290	Next	217	0.02
5,117	Carnival	216	0.02
167,302	Centrica	210	0.02
55,946	Merlin Entertainments	204	0.02
11,255	Mondi	199	0.02
23,565	Pearson	198	0.02
22,014	Land Securities Group	196	0.02
3,976	Croda International	190	0.02
5,927	Johnson Matthey	184	0.02
100,480	Taylor Wimpey	178	0.02
30,048	Barratt Developments	177	0.02
7,489	Royal Dutch Shell (A) (NL)	177	0.02
20,719	United Utilities Group	174	0.02
12,129	Smiths Group	173	0.02
28,229	British Land	168	0.02
69,199	Standard Life Aberdeen	168	0.02
69,196	WM Morrison Supermarkets	160	0.02
31,488	RSA Insurance Group	159	0.02
6,211	Coca-Cola HBC	158	0.02
62,625	Kingfisher	152	0.02
3,827	Berkeley Group Holdings	150	0.02
15,293	St. James Place	147	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
8,387	Hargreaves Lansdown	144	0.01
111,164	ITV	142	0.01
7,052	Severn Trent	141	0.01
29,211	Auto Trader Group	139	0.01
38,802	Direct Line Insurance Group	137	0.01
51,414	Marks & Spencer Group	136	0.01
23,721	Meggitt	126	0.01
54,195	Sainsbury (J)	124	0.01
7,621	Weir Group	123	0.01
20,121	John Wood Group	107	0.01
16,108	GVC Holdings	106	0.01
11,188	Antofagasta	105	0.01
13,013	TUI	105	0.01
3,836	Schroders	104	0.01
20,812	Investec	102	0.01
45,729	Group 4 Securicor	94	0.01
3,212	NMC Health	85	0.01
22,379	Hammerson	83	0.01
25,169	Royal Mail	69	0.01
5,120	easyJet	64	0.01
6,122	Fresnillo	53	0.01
37,128	Convatec Group	49	0.01
8,225	Babcock International Group	43	0.00
		<b>54,282</b>	<b>5.64</b>
	<b>France - (3.75%)</b>		
74,999	Total	3,208	0.33
8,706	LVMH Moet Hennessy	2,254	0.23
35,218	Sanofi	2,204	0.23
18,294	Airbus SE	1,779	0.18
7,888	L'Oreal	1,490	0.15
34,199	BNP Paribas	1,315	0.14
13,273	Air Liquide	1,251	0.13
58,810	AXA	1,119	0.12
15,431	Vinci SA	1,105	0.11
19,056	Danone	1,084	0.11
10,441	Safran	1,071	0.11
17,235	Schneider Electric	1,004	0.10
2,310	Kering	956	0.10
6,571	Pernod Ricard	847	0.09
8,755	EssilorLuxottica	796	0.08
32,549	Vivendi	714	0.07
60,369	Orange	695	0.07
55,635	Engie	643	0.07
23,388	Societe Generale France (A)	539	0.06
5,193	Michelin Compagnie Generale Des Etablissements (B)	469	0.05
967	Hermes International	461	0.05
4,061	Dassault Systemes	450	0.05
4,908	Capgemini	443	0.05
15,212	Compagnie de Saint-Gobain	415	0.04
3,381	Unibail-Rodamco-Westfield	413	0.04
8,151	Legrand	403	0.04
18,443	Peugeot	354	0.04

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
35,006	Credit Agricole	336	0.03
5,855	Renault	303	0.03
3,242	Thales	300	0.03
18,864	Carrefour	292	0.03
6,454	Publicis Groupe	270	0.03
16,294	Veolia Environnement	269	0.03
20,954	STMicroelectronics	261	0.03
7,410	Edenred	245	0.03
1,776	Teleperformance	238	0.02
2,772	Sodexo	228	0.02
2,936	Atos	212	0.02
18,305	EDF	200	0.02
6,130	Accor	197	0.02
6,756	Bouygues	192	0.02
7,684	Valeo	182	0.02
2,347	Arkema	178	0.02
2,380	Eiffage	174	0.02
11,313	SES FDR	173	0.02
4,985	SCOR SE	168	0.02
14,869	Getlink (A)	166	0.02
6,270	Klepierre	164	0.02
4,925	Alstom	158	0.02
1,390	Gecina	154	0.02
7,822	Bureau Veritas	139	0.01
925	Aéroports de Paris	136	0.01
2,465	Ubisoft Entertainment	136	0.01
32,668	Natixis	134	0.01
1,186	Ipsen	126	0.01
12,726	Suez	123	0.01
356	Eurofins Scientific	113	0.01
1,380	Covivio	104	0.01
1,991	Amundi	100	0.01
1,935	Ingenico Group	97	0.01
76	Dassault Aviation	95	0.01
732	SEB	92	0.01
9,826	Rexel	92	0.01
2,545	Faurecia	91	0.01
5,166	CNP Assurances	89	0.01
25,654	Bolloré	85	0.01
5,367	Eutelsat Communications	81	0.01
897	Sartorius Stedim Biotech	80	0.01
1,298	BioMérieux	80	0.01
1,375	Eurazeo	78	0.01
807	Wendel	77	0.01
1,874	Casino Guichard Perrachon	74	0.01
863	Iliad Group	68	0.01
1,045	ICADE	66	0.01
657	Remy Cointreau	64	0.01
804	Société BIC	57	0.01
2,421	JC Decaux	56	0.01
1,156	Imerys	49	0.01
		35,124	3.65

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Canada - (3.17%)</b>		
44,864	Royal Bank of Canada	2,644	0.27
56,870	Toronto Dominion Bank	2,509	0.26
38,066	Bank of Nova Scotia	1,581	0.16
22,799	Canadian National Railway	1,478	0.15
52,105	Enbridge	1,458	0.15
51,016	Suncor Energy	1,326	0.14
19,384	Bank of Montreal	1,139	0.12
27,583	TransCanada	926	0.10
26,365	Brookfield Asset Management (A)	888	0.09
13,438	Canadian Imperial Bank of Commerce	880	0.09
38,482	Canadian National Resources	826	0.09
19,241	Nutrien	802	0.08
61,371	Manulife Financial	787	0.08
4,485	Canadian Pacific Railway	702	0.07
13,776	Alimentation Couche-Tard (B)	590	0.06
18,181	Sun Life Financial	530	0.06
53,071	Barrick Gold	498	0.05
11,919	Rogers Communications (B)	494	0.05
15,349	Pembina Pipeline	421	0.04
10,152	Magna International	403	0.04
2,834	Shopify (A)	401	0.04
615	Constellation Software	390	0.04
7,648	Groupe CGI (A)	387	0.04
10,903	National Bank of Canada	385	0.04
7,630	Restaurant Brands International	358	0.04
13,280	Fortis	357	0.04
851	Fairfax Financial Holdings	317	0.03
5,647	Franco Nevada	317	0.03
7,719	Thomson Reuters	312	0.03
11,000	Enbridge	308	0.03
15,524	Teck Resources (B)	266	0.03
4,097	Intact Financial	254	0.03
8,607	Open Text	246	0.03
15,274	Shaw Communications (B)	236	0.02
14,359	Wheaton Precious Metals	236	0.02
7,250	Agnico Eagle Mines	230	0.02
31,958	Cenovus Energy	219	0.02
5,815	Loblaw	218	0.02
26,446	Goldcorp	210	0.02
7,236	Metro	205	0.02
9,810	Dollarama	203	0.02
10,342	Bausch Health Companies	186	0.02
21,080	First Quantum Minerals	185	0.02
6,367	TELUS	174	0.02
7,163	Saputo	174	0.02
8,379	Imperial Oil	171	0.02
6,370	Gildan Activewear	170	0.02
17,881	Barrick Gold	168	0.02
10,508	Power of Canada	168	0.02
4,946	BCE	165	0.02
1,964	Canadian Tire (A)	164	0.02

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
29,373	Encana	152	0.02
8,636	Great West Lifeco	151	0.02
4,502	CCL Industries (B)	140	0.01
11,624	Inter Pipeline (A)	140	0.01
8,124	CAE	128	0.01
7,715	Power Financial	128	0.01
3,123	WSP Global	125	0.01
6,640	Keyera	121	0.01
10,048	Hydro One	117	0.01
2,191	George Weston	116	0.01
5,383	SNV Lavalin Group	113	0.01
12,607	Cameco	112	0.01
2,489	Onex Corporation	111	0.01
15,971	BlackBerry	104	0.01
40,826	Kinross Gold	103	0.01
17,900	Aurora Cannabis	101	0.01
11,563	Husky Energy	98	0.01
64,762	Bombardier (B)	97	0.01
7,992	Tourmaline Oil	96	0.01
3,201	iA Financial Group	93	0.01
5,376	Empire (A)	93	0.01
2,108	Methanex	90	0.01
4,693	Vermilion Energy	90	0.01
8,404	CI Financial	89	0.01
5,752	RioCan Real Estate Investment Trust	82	0.01
4,074	Canadian Utilities (A)	79	0.01
6,391	First Capital Realty	78	0.01
8,242	AltaGas	77	0.01
19,890	Lundin Mining	77	0.01
5,825	H&R Real Estate Investment Trust	76	0.01
5,905	The Stars Group	74	0.01
5,335	Finning International	74	0.01
6,642	PrairieSky Royalty	73	0.01
11,892	ARC Resources	70	0.01
2,802	ATCO (I)	69	0.01
1,810	West Fraser Timber	68	0.01
2,859	SmartCentres Real Estate Investment Trust	55	0.01
9,002	Seven Generations Energy	54	0.01
1,830	Emera	48	0.00
2,333	IGM Financial	45	0.00
32,451	Turquoise Hill Resources	44	0.00
15,718	Crescent Point Energy	39	0.00
		<b>32,552</b>	<b>3.38</b>
	<b>Switzerland - (2.76%)</b>		
95,430	Nestle	6,526	0.68
68,139	Novartis	4,694	0.49
22,067	Roche Holdings	4,615	0.48
4,578	Zurich Insurance Group	1,136	0.12
117,494	UBS Group	1,125	0.12
15,959	Compagnie Finance Richemont (A)	917	0.10
56,144	ABB	835	0.09
77,962	Credit Suisse Group	726	0.08



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
9,265	Swiss Re Group	690	0.07
14,807	LafargeHolcim	554	0.06
288	Givaudan	542	0.06
2,411	Lonza Group	512	0.05
3,958	Sika	403	0.04
1,094	Swiss Life Holding	357	0.04
1,130	Geberit	341	0.04
162	SGS	310	0.03
534	Partners Group Holding	290	0.03
784	Swisscom	272	0.03
1,685	Sonova Holding	236	0.02
6,949	Julius Baer Group	227	0.02
960	Swatch Group	213	0.02
1,917	Temenos	207	0.02
1,158	Schindler Holding	193	0.02
4,870	Adecco Group	188	0.02
318	Straumann Holding	186	0.02
1,445	Baloise Holdings	177	0.02
35	Lindt & Spruengli Chocolad (Participation Certificate)	170	0.02
3	Lindt & Spruengli Chocolad	166	0.02
1,656	Kuehne & Nagel International	162	0.02
1,603	Vifor Pharma	150	0.02
817	Schindler Holding	138	0.01
2,179	Swiss Prime Site	138	0.01
236	EMS-Chemie Holding	103	0.01
6,260	Clariant	102	0.01
1,190	Dufry Group	91	0.01
69	Barry Callebaut	89	0.01
1,694	Swatch Group	73	0.01
1,185	Pargesa Holding	73	0.01
		<b>27,927</b>	<b>2.90</b>
	<b>Germany - (3.38%)</b>		
30,580	SAP SE	2,465	0.26
13,386	Allianz SE	2,232	0.23
23,937	Siemens	1,972	0.20
28,401	Bayer	1,695	0.18
28,963	BASF SE	1,666	0.17
29,004	Daimler	1,311	0.14
100,827	Deutsche Telekom	1,255	0.13
5,734	adidas	1,049	0.11
4,626	Munich RE Group	814	0.08
5,903	Volkswagen Preferred	765	0.08
30,123	Deutsche Post	700	0.07
9,940	BMW	634	0.07
36,460	Infineon Technologies	602	0.06
72,482	E.ON SE	599	0.06
6,118	Deutsche Boerse	581	0.06
15,245	Vonovia SE	557	0.06
12,706	Fresenius SE	531	0.06
5,913	Henkel Preferred	446	0.05
3,357	Continental	413	0.04

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
59,872	Deutsche Bank	412	0.04
6,596	Fresenius Medical Care	385	0.04
10,836	Deutsche Wohnen	382	0.04
3,578	Wirecard	364	0.04
4,200	Merck	329	0.03
15,768	RWE	289	0.03
4,960	HeidelbergCement	275	0.03
1,647	MTU Aero Engines	268	0.03
5,900	Covestro	254	0.03
3,753	Symrise	250	0.03
4,688	Porsche Automobil Holding Non Voting Preferred	235	0.02
3,075	Henkel	215	0.02
3,046	Beiersdorf	212	0.02
7,296	QIAGEN	209	0.02
1,830	Hannover Reins	205	0.02
5,086	Brenntag	190	0.02
30,959	Commerzbank	189	0.02
23,829	Aroundtown	152	0.02
6,647	Uniper	145	0.02
7,383	Deutsche Lufthansa	144	0.01
1,074	Volkswagen	143	0.01
12,692	Thyssenkrupp	143	0.01
4,068	Innogy SE	141	0.01
4,341	Siemens Healthineers	132	0.01
1,094	Sartorius Non-Voting Preferred	131	0.01
2,324	Bayerische Motoren Werke Non Voting Preferred	129	0.01
2,113	Hugo Boss	118	0.01
5,376	Evonik Industries	114	0.01
268	Puma	112	0.01
2,751	LANEXSS	112	0.01
4,056	United Internet	111	0.01
2,287	KION Group	103	0.01
3,057	OSRAM Licht	100	0.01
7,205	ProSiebenSat.1 Media SE	97	0.01
3,458	Zalando SE	94	0.01
5,180	GEA Group	92	0.01
2,879	Delivery Hero SE	84	0.01
668	HOCHTIEF	79	0.01
1,248	Fraport Frankfurt Airport Services	76	0.01
5,844	Metro	73	0.01
2,100	Fuchs Petrolu SE Preferred	71	0.01
1,607	Axel Springer SE	69	0.01
1,368	RTL Group	58	0.01
22,370	Telefonica Deutschland Holding	56	0.01
1,597	1&1 Drillisch	48	0.00
		<b>27,877</b>	<b>2.90</b>
	<b>Australia - (2.40%)</b>		
54,869	Commonwealth Bank Australia	2,178	0.23
95,467	BHP Group	1,908	0.20
107,206	Westpac Banking	1,549	0.16
14,289	CSL	1,486	0.15

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
90,032	ANZ Bank	1,353	0.14
84,004	National Australia Bank	1,132	0.12
10,270	Macquarie Group	708	0.07
35,385	Wesfarmers	629	0.07
40,725	Woolworths Group	627	0.07
29,486	Woodside Petroleum	574	0.06
11,098	Rio Tinto	573	0.06
79,458	Transurban Group	532	0.06
49,385	Goodman Group	339	0.04
161,264	Scentre Group	335	0.03
154,884	South32	325	0.03
23,218	Newcrest Mining	303	0.03
47,957	Brambles	302	0.03
39,554	Suncorp Group	287	0.03
35,492	Amcor	286	0.03
70,536	Insurance Australia Group	278	0.03
41,083	QBE Insurance Group	272	0.03
18,423	Aristocrat Leisure	243	0.03
19,997	AGL Energy	228	0.02
36,268	Coles Group	221	0.02
5,874	ASX	220	0.02
55,837	Origin Energy	220	0.02
126,745	Telstra	213	0.02
56,617	Santos	210	0.02
37,389	APA Group	201	0.02
44,035	Oil Search	198	0.02
29,601	Dexus Property Group	191	0.02
23,399	Treasury Wine Estates	188	0.02
14,080	Sonic Healthcare	182	0.02
53,574	GPT Group	168	0.02
1,766	Cochlear	162	0.02
4,514	Ramsay Healthcare	157	0.02
109,551	Mirvac Group	151	0.02
58,921	Tabcorp Holding	149	0.02
60,306	Aurizon Holdings	146	0.02
45,027	Fortescue Metals Group	146	0.02
70,363	Stockland	132	0.01
14,126	Computershare	131	0.01
13,548	James Hardie Industries	128	0.01
32,416	Sydney Airport	125	0.01
18,131	Lendlease Group	125	0.01
95,014	Vicinity Centres	125	0.01
20,519	Unibail-Rodamco-Westfield (CDI)	124	0.01
81,061	Medibank Private	123	0.01
16,541	BlueScope Steel	119	0.01
7,721	Caltex Australia	118	0.01
89,446	AMP	113	0.01
11,708	Orica	111	0.01
77,243	Alumina	106	0.01
38,052	Boral	102	0.01
10,015	SEEK	99	0.01
50,198	Incitec Pivot	91	0.01

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
10,145	WorleyParsons	81	0.01
15,266	Bendigo & Adelaide Bank	81	0.01
2,853	CIMIC Group	77	0.01
17,554	Challenger	76	0.01
16,301	Coca-Cola Amatil	70	0.01
11,147	Crown Resorts	69	0.01
1,548	REA Group	68	0.01
69,937	AusNet Services	65	0.01
3,485	Washington H. Soul Pattison and Company	55	0.01
11,078	Bank of Queensland	54	0.01
1,946	Dominos Pizza Enterprises	43	0.00
1,759	Flight Centre Travel Group	43	0.00
11,761	TPG Telecom	42	0.00
18,339	Harvey Norman Holdings	35	0.00
		<b>22,301</b>	<b>2.32</b>
	<b>Hong Kong - (1.20%)</b>		
376,600	AIA Group	2,829	0.29
36,311	Hong Kong Exchanges and Clearing	941	0.10
82,548	CK Hutchison Holdings	660	0.07
50,541	Sun Hung Kai Properties	629	0.07
65,070	Link Real Estate Investment Trust	553	0.06
81,548	CK Asset Holdings	508	0.05
285,168	Hong Kong & China Gas	495	0.05
51,500	CLP Holdings	459	0.05
23,900	Hang Seng Bank	444	0.05
73,000	Galaxy Entertainment Group	389	0.04
113,500	BOC Hong Kong Holdings	356	0.04
74,400	Sands China	279	0.03
190,788	New World Development	229	0.02
44,000	Techtronic Industries	221	0.02
42,500	Power Assets Holdings	221	0.02
6,891	Jardine Strategic Holdings	204	0.02
38,000	Wharf Real Estate Investment	201	0.02
46,422	Motor	200	0.02
35,578	Hongkong Land Holdings	191	0.02
279,000	WH Group	186	0.02
40,913	Henderson Land Development	174	0.02
110,694	Sino Land	155	0.02
121,440	HKT Trust & HKT	142	0.01
15,000	Swire Pacific (A)	134	0.01
20,500	Cheung Kong Infrastructure Holdings	128	0.01
24,000	Wheelock	122	0.01
65,000	Hang Lung Properties	115	0.01
36,600	Swire Properties	110	0.01
37,693	Bank of East Asia	99	0.01
51,600	Wynn Macau	96	0.01
37,000	Wharf Holdings	87	0.01
46,130	NWS Holdings	84	0.01
9,900	ASM Pacific Technology	79	0.01
20,000	Hysan Development	79	0.01
10,658	Dairy Farm International Holdings	71	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
27,000	Hang Lung Development	64	0.01
20,000	Kerry Properties	63	0.01
81,000	HK Electric Investments Trust & HK Electric Investments	63	0.01
23,500	Yue Yuen Industrial Holdings	59	0.01
68,000	SJM Holdings	58	0.01
125,400	PCCW	57	0.01
32,800	MGM China Holdings	52	0.01
42,000	Shangri-La Asia	45	0.00
		<b>12,331</b>	<b>1.28</b>
	<b>Netherlands - (1.32%)</b>		
47,912	Unilever	1,944	0.20
12,824	ASML Holding	1,767	0.18
118,565	ING Groep	1,182	0.12
29,291	Koninklijke Philips	872	0.09
38,719	Ahold Delhai (Koninklijke)	752	0.08
10,496	NXP Semiconductors	724	0.08
7,934	Heineken	600	0.06
6,860	Akzo Nobel	470	0.05
5,545	Koninklijke DSM	449	0.05
8,795	Wolters Kluwer	434	0.05
19,660	ArcelorMittal Luxembourg	342	0.04
9,152	NN Group	299	0.03
3,573	Heineken Holding	259	0.03
103,587	Koninklijke KPN	242	0.03
12,955	ABN AMRO Group	235	0.02
6,630	Coca-Cola European Partners	233	0.02
54,490	Aegon	219	0.02
4,380	AerCap Holdings	151	0.02
3,695	Randstad Holding	147	0.02
1,920	Vopak (Koninklijke)	71	0.01
		<b>11,392</b>	<b>1.18</b>
	<b>Spain - (1.12%)</b>		
495,025	Banco Santander	1,802	0.19
203,139	Iberdrola	1,278	0.13
209,613	Banco Bilbao Vizcaya Argentaria	971	0.10
148,117	Telefonica	963	0.10
34,334	Industria de Diseno Textil	777	0.08
13,359	Amadeus IT Group (A)	769	0.08
45,001	Repsol	582	0.06
109,801	CaixaBank	294	0.03
2,060	Aena SME	278	0.03
8,183	ACS Actividades de Construccion y Servicios	273	0.03
15,208	Ferrovial	263	0.03
39,793	International Consolidated Airlines Group	241	0.03
14,414	Red Electrica	234	0.02
10,651	Naturgy Energy Group	218	0.02
9,565	Endesa	180	0.02
9,111	Grifols (A)	178	0.02
186,114	Banco de Sabadell	158	0.02
7,134	Enagas	154	0.02
21,047	Bankinter	129	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
7,698	Siemens Gamesa Renewable Energy	89	0.01
37,274	Bankia	85	0.01
32,906	MAPFRE	70	0.01
		<b>9,986</b>	<b>1.04</b>
	<b>Sweden - (0.95%)</b>		
93,445	Ericsson (B)	641	0.07
47,852	Volvo	528	0.05
31,377	Assa Abloy	488	0.05
14,229	Investor	474	0.05
21,594	Atlas Copco (A)	437	0.05
34,527	Sandvik	423	0.04
19,179	Essity (B)	401	0.04
46,418	Svenska Handelsbanken	400	0.04
28,358	Swedbank	391	0.04
49,583	SEB (A)	377	0.04
8,222	Hexagon	323	0.03
26,733	Hennes & Mauritz (H&M)	304	0.03
85,213	Telia	278	0.03
11,960	Atlas Copco	224	0.02
5,394	Swedish Match	192	0.02
17,244	Tele2	172	0.02
8,331	Boliden	171	0.02
6,344	Lundin Petroleum	159	0.02
9,262	Alfa-Laval	152	0.02
7,618	Electrolux (B)	149	0.02
11,807	SKF	149	0.02
10,535	Skanska	142	0.01
18,669	Epiroc (A)	140	0.01
7,413	Kinnevik Investment	140	0.01
9,311	Securitas	111	0.01
14,504	Epiroc (B)	102	0.01
2,186	Millicom International Cellular	100	0.01
12,952	Husqvarna	79	0.01
4,741	Industrivarden	74	0.01
3,011	Lundbergfoeretag	69	0.01
2,366	ICA Gruppen	69	0.01
		<b>7,859</b>	<b>0.82</b>
	<b>Italy - (0.85%)</b>		
246,575	Enel	1,121	0.12
77,023	ENI	1,000	0.10
453,055	Intesa Sanpaolo	847	0.09
61,294	UniCredit	628	0.07
36,069	Assicurazioni Generali	484	0.05
3,867	Ferrari (IT)	374	0.04
33,133	Fiat Chrysler Automobiles (IT)	369	0.04
15,383	Atlantia	277	0.03
31,208	CNH Industrial (IT)	255	0.03
68,236	Snam	253	0.03
47,933	Terna	225	0.02
5,937	Moncler	172	0.02
3,529	EXOR	164	0.02

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
14,505	Tenaris	147	0.02
19,100	Mediobanca	143	0.01
330,863	Telecom Italia Non-Voting RISP	135	0.01
18,400	Davide Campari-Milano	131	0.01
262,477	Telecom Italia	120	0.01
7,507	Prysmian	116	0.01
15,901	Poste Italiane	108	0.01
12,567	Leonardo	96	0.01
3,313	Recordati Ind Chimica	94	0.01
12,317	Pirelli	62	0.01
		<b>7,321</b>	<b>0.76</b>
	<b>Denmark - (0.65%)</b>		
56,827	Novo-Nordisk (B)	2,093	0.22
5,959	Vestas Wind Systems	375	0.04
5,856	DSV	366	0.04
21,896	Danske Bank	327	0.03
5,763	Orsted	314	0.03
3,296	Carlsberg (B)	301	0.03
3,617	Coloplast (B)	268	0.03
1,882	Genmab	248	0.03
3,023	Chr. Hansen	233	0.02
6,733	Novozymes	231	0.02
173	AP Moller Maersk (B)	174	0.02
152	AP Moller Maersk (A)	145	0.02
3,559	Pandora	141	0.01
5,127	ISS Holdings	121	0.01
2,200	H. Lundbeck	77	0.01
3,426	Tryg	70	0.01
3,069	William Demant Holding	69	0.01
		<b>5,553</b>	<b>0.58</b>
	<b>Singapore - (0.49%)</b>		
54,685	DBS Group Holdings	757	0.08
43,226	United Overseas Bank	603	0.06
96,003	Oversea-Chinese Banking	591	0.06
248,000	Singapore Telecommunications	418	0.04
6,851	Jardine Matheson Holdings	353	0.04
45,800	Keppel	157	0.02
76,600	CapitaLand	146	0.02
75,700	Ascendas (REIT)	118	0.01
25,900	Singapore Exchange	113	0.01
188,400	Genting Singapore	106	0.01
77,000	CapitaLand Mall Trust	103	0.01
57,000	Wilmar International	102	0.01
48,100	Singapore Technologies Engineering	100	0.01
16,800	Singapore Airlines	94	0.01
9,200	Venture Corporation	91	0.01
67,200	ComfortDelGro	90	0.01
75,882	CapitaLand Commercial Trust	82	0.01
66,300	Suntec (REIT)	71	0.01
50,600	Singapore Press Holdings	69	0.01
13,800	City Developments	69	0.01

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
23,400	SATS	67	0.01
3,411	Jardine Cycle & Carriage	63	0.01
80,200	Yangzijiang Shipbuilding Holdings	63	0.01
14,677	UOL Group	54	0.01
30,400	Sembcorp Industries	44	0.00
214,800	Golden Agri-Resources	33	0.00
		<b>4,557</b>	<b>0.47</b>
	<b>Finland - (0.36%)</b>		
171,105	Nokia	779	0.08
92,446	Nordea Bank Abp	630	0.07
13,454	Sampo	490	0.05
16,731	UPM Kymmene	385	0.04
10,293	Kone	376	0.04
4,100	Neste	300	0.03
14,680	Fortum	242	0.03
17,890	Stora Enso	183	0.02
13,650	Wartsila	167	0.02
4,626	Elisa (A)	147	0.02
3,640	Nokian Tyres	97	0.01
3,538	Orion	94	0.01
3,549	Metso	90	0.01
		<b>3,980</b>	<b>0.41</b>
	<b>Ireland - (0.14%)</b>		
16,740	Linde	2,196	0.23
4,875	Kerry Group (A)	379	0.04
2,891	DCC	188	0.02
4,715	Kingspan Group	162	0.02
2,544	Paddy Power	154	0.02
30,223	Bank of Ireland Group	144	0.01
6,697	Smurfit Kappa Group	142	0.01
25,486	AIB Group	89	0.01
1,568	Ryanair Holdings	17	0.00
		<b>3,471</b>	<b>0.36</b>
	<b>Belgium - (0.38%)</b>		
23,926	Anheuser-Busch InBev	1,423	0.15
7,633	KBC Groep	421	0.04
4,105	UCB	259	0.03
6,828	Umicore	221	0.02
5,612	Ageas	208	0.02
2,466	Solvay (A)	206	0.02
2,703	Groupe Bruxelles Lambert	196	0.02
5,021	Proximus	100	0.01
1,849	Colruyt	99	0.01
1,796	Telenet Group Holding	61	0.01
		<b>3,194</b>	<b>0.33</b>
	<b>Norway - (0.24%)</b>		
37,586	Statoil	640	0.07
29,933	DNB	431	0.04
22,394	Telenor	330	0.03
13,138	Marine Harvest	229	0.02



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
5,551	Yara International	177	0.02
25,218	Orkla	150	0.02
42,022	Norsk Hydro	132	0.01
3,732	Aker BP	97	0.01
3,134	Schibsted (B)	87	0.01
5,878	Gjensidige Forsikring	79	0.01
		<b>2,352</b>	<b>0.24</b>
	<b>Israel - (0.16%)</b>		
29,503	Teva Pharmaceutical Industries (ADR)	377	0.04
3,793	Check Point Software Technologies	351	0.04
48,380	Bank Leumi Le-Israel	241	0.03
33,241	Bank Hapoalim	173	0.02
1,882	Nice	167	0.02
1,408	Wix.com	120	0.01
21,202	Israel Chemicals	90	0.01
754	Elbit Systems	76	0.01
4,470	Mizrahi Tefahot Bank	65	0.01
1,188	Azrieli Group	50	0.01
63,206	Bezeq The Israeli Telecommunication	42	0.00
		<b>1,752</b>	<b>0.18</b>
	<b>Futures - ((0.08)%)</b>		
11,250	E-Mini S&P 500 Index Future 15/03/2019	538	0.06
7,700	Mini MSCI EAFE Index Future 15/03/2019	281	0.03
1,000	S&P/TSX 60 Index Future 14/03/2019	58	0.01
		<b>877</b>	<b>0.09</b>
	<b>Austria - (0.09%)</b>		
9,264	Erste Group Bank	254	0.03
4,748	OMV	190	0.02
4,839	Raiffeisen Bank International	93	0.01
2,294	ANDRITZ	85	0.01
3,542	Voestalpine	83	0.01
2,295	Verbund (A)	81	0.01
		<b>786</b>	<b>0.08</b>
	<b>New Zealand - (0.06%)</b>		
23,526	a2 Milk	172	0.02
17,632	Fisher & Paykel Healthcare	133	0.01
28,942	Auckland International Airport	112	0.01
55,356	Spark New Zealand	106	0.01
39,033	Meridian Energy	74	0.01
12,647	Ryman Healthcare Group	71	0.01
26,085	Fletcher Building	66	0.01
		<b>734</b>	<b>0.08</b>
	<b>Portugal - (0.05%)</b>		
82,065	Energias de Portugal	226	0.02
15,045	Galp Energia	186	0.02
8,291	Jeronimo Martins	95	0.01
7,511	Banco Espirito Santo	0	0.00
		<b>507</b>	<b>0.05</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Argentina - (0.03%)</b>		
1,276	MercadoLibre	428	0.04
		<b>428</b>	<b>0.04</b>
	<b>China - (0.03%)</b>		
7,682	Melco Resorts And Entertainment (ADR)	131	0.01
24,000	Minth Group	71	0.01
		<b>202</b>	<b>0.02</b>
	<b>Cayman Islands - (0.00%)</b>		
985	BeiGene (ADR)	104	0.01
		<b>104</b>	<b>0.01</b>
	<b>Portfolio of investments</b>	<b>957,531</b>	<b>99.45</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>5,247</b>	<b>0.55</b>
	<b>Net assets</b>	<b>962,778</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Electric Appliances - (6.74%)</b>		
5,500	Keyence	2,423	5.56
36,500	Koito Manufacturing	1,590	3.65
14,400	Nidec	1,315	3.02
51,000	Yokogawa Electric	740	1.70
36,400	Azbil	607	1.39
15,500	Elecom	355	0.82
2,800	IRISO Electronics	93	0.21
		<b>7,123</b>	<b>16.36</b>
	<b>Information &amp; Communication - (21.91%)</b>		
19,700	OBIC	1,419	3.26
9,100	SoftBank Group	634	1.46
29,600	ITOCHU Techno-Solutions	526	1.21
17,600	Otsuka	478	1.10
12,400	Argo Graphics	413	0.95
12,200	Nomura Research Institute	375	0.86
15,600	Open Door	320	0.74
8,800	Nippon Telegraph & Telephone	287	0.66
20,200	Infocom	275	0.63
4,300	Digital Arts	258	0.59
9,600	Kanematsu Electric	221	0.51
12,200	NSD	208	0.48
7,900	Miroku Jyoho Service	155	0.36
5,700	Comture	124	0.28
		<b>5,693</b>	<b>13.08</b>
	<b>Services - (7.31%)</b>		
93,200	Recruit Holdings	1,966	4.52
60,900	Relo Group	1,199	2.75
9,500	Secom	619	1.42
32,100	Prestige International	282	0.65
7,600	Sohgo Security Services	248	0.57
5,200	TechnoPro Holdings	212	0.49
15,900	Quick	178	0.41
8,600	Ajis	170	0.39
5,700	Abist	125	0.29
9,400	Japan Material	90	0.21
		<b>5,089</b>	<b>11.69</b>
	<b>Machinery - (7.57%)</b>		
5,600	SMC	1,471	3.38
53,300	Makita	1,425	3.27
12,200	Daikin Industries	999	2.30
3,300	Disco	343	0.79
12,000	Komatsu	222	0.51
		<b>4,460</b>	<b>10.25</b>
	<b>Chemicals - (8.82%)</b>		
73,800	NOF	1,918	4.41
16,800	Kao	959	2.20
4,400	Shin-Etsu Chemical	276	0.63
15,300	Kansai Paint Osaka	212	0.49

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
7,800	Aica Kogyo	204	0.47
6,600	Sumitomo Bakelite	188	0.43
12,400	Sekisui Jushi	176	0.40
15,900	Nihon Parkerizing	159	0.37
6,000	Air Water	72	0.17
		<b>4,164</b>	<b>9.57</b>
	<b>Wholesale Trade - (12.29%)</b>		
111,600	ITOCHU	1,512	3.47
23,600	Hitachi High Technologies	677	1.56
43,400	AI Holdings	563	1.29
6,300	One	370	0.85
17,200	Yamazen	140	0.32
9,500	Central Automotive Products	113	0.26
5,300	Nagaileben	87	0.20
		<b>3,462</b>	<b>7.95</b>
	<b>Insurance - (7.13%)</b>		
48,000	Tokio Marine Holdings	1,767	4.06
74,700	Dai-ichi Life Holdings	854	1.96
3,500	Sony Financial Holdings	50	0.11
		<b>2,671</b>	<b>6.14</b>
	<b>Retail Trade - (4.21%)</b>		
13,800	Tsuruha Holdings	923	2.12
2,600	Ryohin Keikaku	466	1.07
28,500	Zozo	405	0.93
900	Fast Retailing	318	0.73
		<b>2,112</b>	<b>4.85</b>
	<b>Transportation Equipment - (4.33%)</b>		
33,300	Suzuki Motor	1,285	2.95
25,500	Isuzu Motors	275	0.63
12,100	Yamaha Motor	185	0.43
		<b>1,745</b>	<b>4.01</b>
	<b>Construction - (2.68%)</b>		
141,700	Hazama Ando	755	1.73
13,200	Daiho Construction	289	0.66
18,300	Raito Kogyo	190	0.44
11,700	Sumitomo Densetsu	153	0.35
12,400	Shinko Plantech	103	0.24
15,200	Nittoc Construction	65	0.15
2,300	Totetsu Kogyo	47	0.11
		<b>1,602</b>	<b>3.68</b>
	<b>Pharmaceutical - (1.98%)</b>		
64,200	Santen Pharmaceutical	754	1.73
8,700	Nippon Shinyaku	417	0.96
17,200	Eiken Chemical	305	0.70
		<b>1,476</b>	<b>3.39</b>
	<b>Rubber Products - (2.04%)</b>		
28,500	Bridgestone	849	1.95
		<b>849</b>	<b>1.95</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Precision Instruments - (0.00%)</b>		
38,800	Shimadzu	722	1.66
4,900	Tokyo Seimitsu	95	0.22
		<b>817</b>	<b>1.88</b>
	<b>Other Financing Business - (6.09%)</b>		
57,900	ORIX	632	1.45
		<b>632</b>	<b>1.45</b>
	<b>Land Transportation - (0.00%)</b>		
10,600	Hitachi Transport System	239	0.55
5,500	Sankyu	203	0.47
		<b>442</b>	<b>1.02</b>
	<b>Glass &amp; Ceramics Products - (1.37%)</b>		
18,000	Fujimi	290	0.67
		<b>290</b>	<b>0.67</b>
	<b>Warehousing &amp; Harbour Transportation Services - (0.28%)</b>		
3,600	Trancom	164	0.38
		<b>164</b>	<b>0.38</b>
	<b>Metal Products - (0.00%)</b>		
18,500	Sanwa Holdings	162	0.37
		<b>162</b>	<b>0.37</b>
	<b>Fishing, Agriculture, &amp; Forestry - (0.00%)</b>		
5,900	Sakata Seed	151	0.35
		<b>151</b>	<b>0.35</b>
	<b>Foods - (0.00%)</b>		
3,600	Ariake Japan	143	0.33
		<b>143</b>	<b>0.33</b>
	<b>Portfolio of investments</b>	<b>43,247</b>	<b>99.37</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>279</b>	<b>0.63</b>
	<b>Net assets</b>	<b>43,526</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Electric Appliances - (8.95%)</b>			
261,800	Yokogawa Electric	3,801	3.82
150,000	Azbil	2,501	2.51
26,400	Nidec	2,411	2.42
60,000	IRISO Electronics	2,003	2.01
87,100	Stanley Electric	1,885	1.89
63,500	Hamamatsu Photonics	1,687	1.69
66,700	Nihon Kohden	1,511	1.52
13,800	Sysmex	626	0.63
12,000	Rohm	572	0.57
16,800	SCREEN Holdings	505	0.51
8,000	TDK	471	0.47
96,700	Ichikoh Industries	432	0.43
13,600	Nippon Ceramic	260	0.26
5,900	Koito Manufacturing	257	0.26
2,100	Murata Manufacturing	247	0.25
		<b>19,169</b>	<b>19.26</b>
<b>Machinery - (16.46%)</b>			
152,200	Makita	4,068	4.09
53,400	Daifuku	1,974	1.98
17,300	Daikin Industries	1,417	1.42
52,600	THK	976	0.98
9,200	Disco	957	0.96
65,700	Kito	795	0.80
2,200	SMC	578	0.58
79,300	CKD	538	0.54
30,600	Amano	490	0.49
43,100	Takuma	430	0.43
17,600	Nabtesco	351	0.35
11,900	Shima Seiki Manufacturing	293	0.29
4,600	Komatsu	85	0.09
		<b>12,952</b>	<b>13.01</b>
<b>Wholesale Trade - (17.41%)</b>			
281,200	MISUMI Group	5,147	5.17
50,000	Hitachi High Technologies	1,435	1.44
58,200	Trusco Nakayama	1,208	1.21
49,200	TOKAI Holdings	309	0.31
10,300	Hanwa	231	0.23
3,200	One	188	0.19
		<b>8,518</b>	<b>8.56</b>
<b>Retail Trade - (7.21%)</b>			
40,200	Pan Pacific International Holdings	1,806	1.81
25,800	Tsuruha Holdings	1,726	1.73
75,100	Marui Group	996	1.00
35,000	Welcia Holdings	937	0.94
23,000	Kura	928	0.93
33,100	Kohnan Shoji	634	0.64
17,000	Izumi	582	0.58
1,900	Nitori Holdings	179	0.18
600	Ryohin Keikaku	108	0.11

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,900	Zozo	27	0.03
		<b>7,923</b>	<b>7.96</b>
	<b>Information &amp; Communication - (13.23%)</b>		
89,000	Otsuka	2,415	2.43
67,300	NS Solutions	1,342	1.35
16,100	OBIC	1,160	1.17
37,800	Raksul	982	0.99
33,800	ITOCHU Techno-Solutions	601	0.60
25,300	Mercari	532	0.53
37,500	GMO Internet	469	0.47
5,600	Digital Garage	114	0.11
		<b>7,615</b>	<b>7.65</b>
	<b>Chemicals - (2.89%)</b>		
97,000	Denka	2,205	2.22
62,200	Nifco	1,193	1.20
33,300	Sumitomo Bakelite	947	0.95
63,200	Air Water	762	0.77
45,900	Kansai Paint Osaka	637	0.64
5,000	Kose	610	0.61
55,400	Nihon Parkerizing	553	0.56
10,800	NOF	281	0.28
12,600	KH Neochem	244	0.25
9,200	Fuso Chemical	131	0.13
		<b>7,563</b>	<b>7.60</b>
	<b>Pharmaceutical - (0.98%)</b>		
58,900	Nippon Shinyaku	2,821	2.83
223,800	Santen Pharmaceutical	2,628	2.64
57,700	Eiken Chemical	1,022	1.03
		<b>6,471</b>	<b>6.50</b>
	<b>Precision Instruments - (1.75%)</b>		
250,400	Shimadzu	4,657	4.68
19,800	Hoya	912	0.92
24,100	Asahi Intecc	873	0.88
		<b>6,442</b>	<b>6.47</b>
	<b>Construction - (3.23%)</b>		
59,700	Kyowa Exeo	1,215	1.22
289,800	Penta Ocean Construction	1,101	1.11
17,100	SHO-BOND Holdings	925	0.93
83,800	Raito Kogyo	872	0.88
42,100	Comsys Holdings	849	0.85
127,900	Hazama Ando	681	0.68
49,300	Toshiba Plant Systems & Services	675	0.68
		<b>6,318</b>	<b>6.35</b>
	<b>Transportation Equipment - (5.02%)</b>		
64,900	Suzuki Motor	2,505	2.52
134,900	Yamaha Motor	2,063	2.07
109,100	Isuzu Motors	1,178	1.18
		<b>5,746</b>	<b>5.77</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Services - (2.23%)</b>		
84,100	Nomura	1,829	1.84
12,100	HIS	350	0.35
11,000	Recruit Holdings	232	0.23
5,900	Benesse Holdings	121	0.12
8,600	Bell System24 Holdings	86	0.09
5,700	Persol Holdings Co Ltd	73	0.07
5,400	Tanseisha	48	0.05
		<b>2,739</b>	<b>2.75</b>
	<b>Other Financing Business - (4.52%)</b>		
47,200	Tokyo Century	1,585	1.59
40,300	Zenkoku Hoshu	1,117	1.12
		<b>2,702</b>	<b>2.71</b>
	<b>Land Transportation - (0.00%)</b>		
86,600	Hitachi Transport System	1,951	1.96
		<b>1,951</b>	<b>1.96</b>
	<b>Insurance - (5.05%)</b>		
96,600	T&D Holdings	875	0.88
39,600	Dai-ichi Life Holdings	453	0.46
		<b>1,328</b>	<b>1.33</b>
	<b>Fishing, Agriculture, &amp; Forestry - (0.29%)</b>		
19,700	Sakata Seed	503	0.51
		<b>503</b>	<b>0.51</b>
	<b>Rubber Products - (0.43%)</b>		
19,000	Nitta	501	0.50
		<b>501</b>	<b>0.50</b>
	<b>Real Estate - (0.24%)</b>		
58,100	Daibiru	427	0.43
		<b>427</b>	<b>0.43</b>
	<b>Glass &amp; Ceramics Products - (3.12%)</b>		
12,600	Fujimi	203	0.20
		<b>203</b>	<b>0.20</b>
	<b>Textiles &amp; Apparels - (0.00%)</b>		
7,400	Fujibo Holdings	141	0.14
		<b>141</b>	<b>0.14</b>
	<b>Other Products - (0.41%)</b>		
9,000	Daiken	124	0.12
		<b>124</b>	<b>0.12</b>



## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Iron &amp; Steel - (0.00%)</b>		
5,500	Yamato Kogyo	114	0.12
		<b>114</b>	<b>0.12</b>
	<b>Portfolio of investments</b>	<b>99,450</b>	<b>99.90</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>96</b>	<b>0.10</b>
	<b>Net assets</b>	<b>99,546</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Gilt Edged Securities - (31.05%)</b>			
40,150,000	UK Gilt 1.75% 22/07/2019 Reg S	40,299	9.40
13,000,000	UK Gilt 4.25% 07/03/2036	17,981	4.19
11,350,000	UK Gilt 5.00% 07/03/2025	13,987	3.26
7,600,000	UK Gilt 4.50% 07/12/2042	11,606	2.71
9,000,000	UK Gilt 3.25% 22/01/2044	11,591	2.70
6,000,000	UK Gilt 3.50% 22/07/2068	9,601	2.24
6,100,000	UK Gilt 4.50% 07/03/2019	6,103	1.42
3,850,000	UK Gilt 4.25% 07/06/2032	5,121	1.19
2,150,000	UK Gilt 4.25% 07/12/2055	3,626	0.85
2,275,000	UK Gilt 6.00% 07/12/2028	3,269	0.76
2,000,000	UK Gilt 2.50% 22/07/2065 Reg S	2,517	0.59
850,000	UK Gilt 4.00% 22/01/2060	1,425	0.33
1,000,000	UK Gilt 2.25% 07/09/2023	1,057	0.25
1,000,000	UK Gilt 1.75% 07/09/2022	1,030	0.24
350,000	UK Gilt 3.75% 07/09/2019	355	0.08
350,000	UK Gilt 1.25% 22/07/2027 Reg S	352	0.08
100,000	UK Gilt 4.50% 07/09/2034	140	0.03
100,000	UK Gilt 2.00% 07/09/2025 Reg S	106	0.02
100,000	UK Gilt 4.75% 07/03/2020	104	0.02
100,000	UK Gilt 1.50% 22/07/2026 Reg S	103	0.02
		<b>130,373</b>	<b>30.40</b>
<b>Financials - (18.44%)</b>			
1,920,799	HSBC Holdings	11,794	2.75
12,447,431	Lloyds Banking Group	7,844	1.83
2,952,017	RBS Group	7,823	1.82
471,702	Prudential	7,448	1.74
876,058	Phoenix Group Holdings	6,051	1.41
931,607	British Land	5,549	1.29
184,438	Admiral Group	4,035	0.94
2,644,344	Greencost UK Wind	3,617	0.84
1,303,486	Legal & General Group	3,612	0.84
609,297	Direct Line Insurance Group	2,158	0.50
1,542,315	Primary Health Properties	1,875	0.44
115,283	Close Brothers Group	1,734	0.40
1,016,527	Redde	1,519	0.35
249,359	Ashmore Group	1,048	0.24
188,798	Chesnara	666	0.16
1	Fidelity Institutional Liquidity Fund - Sterling A Acc	11	0.00
		<b>66,784</b>	<b>15.57</b>
<b>Consumer Goods - (13.75%)</b>			
369,371	Diageo	10,703	2.50
251,372	Unilever	10,026	2.34
128,427	Reckitt Benckiser Group	7,423	1.73
258,438	British American Tobacco	7,107	1.66
274,555	Imperial Brands	6,852	1.60
110,149	Coca-Cola	3,721	0.87
115,520	Bellway	3,467	0.81
82,963	Berkeley Group Holdings	3,247	0.76
97,504	Cranswick	2,401	0.56
76,483	Kraft Heinz	1,851	0.43

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
195,748	Tate & Lyle	1,355	0.32
82,302	Nichols	1,280	0.30
		<b>59,433</b>	<b>13.86</b>
	<b>Health Care - (7.47%)</b>		
268,467	AstraZeneca	16,495	3.85
907,160	GlaxoSmithKline	13,705	3.20
		<b>30,200</b>	<b>7.04</b>
	<b>Oil &amp; Gas - (5.44%)</b>		
2,637,548	BP	14,048	3.28
556,142	Royal Dutch Shell (A)	13,119	3.06
		<b>27,167</b>	<b>6.33</b>
	<b>Utilities - (4.48%)</b>		
685,339	National Grid	5,799	1.35
609,474	Pennon Group	4,687	1.09
529,346	United Utilities Group	4,436	1.03
186,628	Severn Trent	3,740	0.87
274,121	SSE	3,273	0.76
1,899,963	Centrica	2,383	0.56
517,504	Drax Group	1,849	0.43
		<b>26,167</b>	<b>6.10</b>
	<b>Consumer Services - (7.04%)</b>		
1,304,835	International Consolidated Airlines Group	7,907	1.84
295,753	easyJet	3,679	0.86
71,066	Whitbread	3,445	0.80
161,361	Greggs	2,875	0.67
325,646	WPP	2,693	0.63
109,706	Go-Ahead Group	2,209	0.52
949,122	Stagecoach Group	1,501	0.35
179,269	Dignity	1,322	0.31
		<b>25,631</b>	<b>5.98</b>
	<b>Telecommunications - (2.44%)</b>		
5,335,152	Vodafone Group	7,239	1.69
3,345,646	BT Group	7,188	1.68
2,577,609	KCOM Group	1,797	0.42
		<b>16,224</b>	<b>3.78</b>
	<b>Corporate Bonds - (3.29%)</b>		
1,500,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	1,785	0.42
1,000,000	Transport for London 4.00% 07/04/2064 EMTN Reg S	1,356	0.32
700,000	EDF 6.00% 23/01/2114 EMTN Reg S	967	0.23
1,000,000	Roche Holdings 3.35% 30/09/2024 144A	762	0.18
560,000	Broadgate Financing 4.821% 05/07/2036	710	0.17
500,000	Reseau Ferre de France 5.25% 07/12/2028 EMTN Reg S	644	0.15
500,000	Porterbrook Rail Finance 7.125% 20/10/2026 EMTN	634	0.15
750,000	Time Warner Cable 5.875% 15/11/2040	558	0.13
500,000	Society of Lloyds 4.75% 30/10/2024 Reg S	533	0.12
500,000	British Telecommunications 9.625% VRN 15/12/2030	526	0.12
500,000	AA Bond 4.2487% 31/07/2043 Reg S	507	0.12
497,000	Intu SGS Finance 3.875% 17/03/2023 Reg S	482	0.11
450,000	Southern Water Services Finance 5.00% 31/03/2021 EMTN	480	0.11

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
400,000	Abbey National Treasury Services 5.125% 14/04/2021 EMTN Reg S	431	0.10
300,000	Northern Gas Networks 5.625% 23/03/2040 EMTN	412	0.10
500,000	EDF 6.00% 22/01/2114 144A	380	0.09
350,000	Great Rolling Stock 6.25% 27/07/2020 EMTN Reg S	371	0.09
300,000	Southern Gas Networks 4.875% 05/10/2023 EMTN	338	0.08
300,000	BUPA Finance 5.00% 25/04/2023 Reg S	323	0.08
300,000	Co-Operative Bank 4.75% 11/11/2021 Reg S	318	0.07
250,000	Annes Gate Property 5.661% 30/06/2031	318	0.07
200,000	EDF Energy Networks 6.375% VRN 12/11/2031 EMTN Reg S	274	0.06
250,000	Porterbrook Rail Finance 6.50% 20/10/2020 EMTN Reg S	268	0.06
250,000	Intu SGS Finance 4.625% 17/03/2028 Reg S	240	0.06
200,000	BAT International Finance 4.00% 04/09/2026 EMTN Reg S	211	0.05
150,000	HSBC Bank Funding Sterling I 5.844% VRN (Perpetual)	190	0.04
150,000	Wales & West Utilities Finance 5.00% 07/03/2028 EMTN	180	0.04
150,000	Gatwick Funding 5.25% 23/01/2026 EMTN	170	0.04
150,000	Wales & West Utilities Finance 4.625% 13/12/2023 EMTN	170	0.04
150,000	BAT International Finance 6.375% 12/12/2019 EMTN	155	0.04
200,000	Imperial Tobacco Finance 3.50% 11/02/2023 144A	148	0.03
165,000	Microsoft 3.50% 12/02/2035	121	0.03
100,000	Imperial Tobacco Finance 9.00% 17/02/2022 EMTN Reg S	119	0.03
100,000	SP Manweb 4.875% 20/09/2027 EMTN Reg S	118	0.03
150,000	Hewlett Packard Enterprise 4.90% VRN 15/10/2025	117	0.03
100,000	Telefonica Emisiones SAU 5.597% 12/03/2020 EMTN Reg S	104	0.02
50,000	Yorkshire Water Services 6.375% 19/08/2039	75	0.02
50,000	Wales & West Utilities Finance 6.25% 30/11/2021	56	0.01
		<b>15,551</b>	<b>3.63</b>
	<b>Basic Materials - (2.83%)</b>		
211,663	Rio Tinto	9,157	2.14
167,569	BHP	2,939	0.69
		<b>12,096</b>	<b>2.82</b>
	<b>Industrials - (2.75%)</b>		
703,811	Forterra	1,967	0.46
210,832	PayPoint	1,826	0.43
1,154,051	Hays	1,730	0.40
675,681	Ibstock	1,676	0.39
369,445	PageGroup	1,643	0.38
		<b>8,842</b>	<b>2.06</b>
	<b>Technology - (0.00%)</b>		
34,774	Apple	4,571	1.07
		<b>4,571</b>	<b>1.07</b>
	<b>Mortgage Related Bonds - (0.83%)</b>		
687,533	Aspire Defence Finance 4.674% 31/03/2040	834	0.19
415,525	Great Rolling Stock 6.875% 27/07/2035 EMTN	516	0.12
389,670	Telereal Securitisation 5.5534% 10/12/2033	464	0.11
403,776	Dignity Finance 3.5456% 31/12/2034 Reg S	421	0.10
300,000	Dali Capital 4.7992% 21/12/2037	368	0.09
229,178	Aspire Defence Finance 4.674% 31/03/2040	278	0.06
200,000	Peel South East 10.00% 30/04/2026	272	0.06
217,105	Delamare Finance 5.5457% 19/02/2029	244	0.06
145,461	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	170	0.04

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
125,000	Community Finance 1 5.017% 31/07/2034 EMTN	162	0.04
145,572	Unique Pub Finance 5.659% 30/06/2027	156	0.04
128,364	Tesco Property Finance 2 6.0517% 13/10/2039	154	0.04
		<b>4,039</b>	<b>0.94</b>
	<b>Government Bonds - (0.24%)</b>		
800,000	US Treasury Note 1.625% 15/02/2026	565	0.13
250,000	Germany 3.25% 04/07/2021	234	0.05
300,000	US Treasury Bond 2.50% 15/02/2046	202	0.05
250,000	US Treasury Note 3.50% 15/05/2020	190	0.04
50,000	US Treasury Note 2.375% 15/08/2024	37	0.01
		<b>1,228</b>	<b>0.29</b>
	<b>Forward Foreign Exchange Contracts - (0.00%)</b>		
(4,807,000)	Bought GBP sold USD @ 1.303375 for settlement 14/05/2019	88	0.02
(352,000)	Bought GBP sold EUR @ 1.135538 for settlement 14/05/2019	7	0.00
		<b>95</b>	<b>0.02</b>
	<b>Futures - (0.00%)</b>		
(7,200,000)	Long Gilt Commodity Future 26/06/2019	85	0.02
(1,800,000)	US 10 Year Treasury Note (CBT) Commodity Future 19/06/2019	(1)	0.00
(700,000)	EURO-BUND Commodity Future 07/03/2019	(21)	0.00
		<b>63</b>	<b>0.01</b>
	<b>Portfolio of investments</b>	<b>428,464</b>	<b>99.90</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>380</b>	<b>0.10</b>
	<b>Net assets</b>	<b>428,844</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Financials - (29.91%)</b>			
5,006,630	HSBC Holdings	30,741	4.23
7,743,827	RBS Group	20,521	2.83
32,444,658	Lloyds Banking Group	20,447	2.82
1,229,507	Prudential	19,414	2.67
2,283,475	Phoenix Group Holdings	15,772	2.17
2,428,267	British Land	14,463	1.99
633	Fidelity Institutional Liquidity Fund - Sterling A Acc	13,183	1.82
480,743	Admiral Group	10,519	1.45
3,439,075	Legal & General Group	9,530	1.31
6,906,193	Greencoat UK Wind	9,448	1.30
1,610,215	Direct Line Insurance Group	5,702	0.79
4,029,609	Primary Health Properties	4,900	0.67
298,566	Close Brothers Group	4,490	0.62
2,655,881	Redde	3,968	0.55
653,726	Ashmore Group	2,747	0.38
506,813	Chesnara	1,789	0.25
		<b>187,634</b>	<b>25.83</b>
<b>Consumer Goods - (21.25%)</b>			
962,779	Diageo	27,897	3.84
655,209	Unilever	26,133	3.60
334,750	Reckitt Benckiser Group	19,349	2.66
673,628	British American Tobacco	18,525	2.55
715,637	Imperial Brands	17,859	2.46
284,577	Coca-Cola	9,613	1.32
301,106	Bellway	9,036	1.24
213,527	Berkeley Group Holdings	8,357	1.15
254,750	Cranswick	6,272	0.86
201,859	Kraft Heinz	4,886	0.67
516,212	Tate & Lyle	3,574	0.49
212,795	Nichols	3,309	0.46
		<b>154,810</b>	<b>21.31</b>
<b>Health Care - (11.53%)</b>			
699,769	AstraZeneca	42,994	5.92
2,364,543	GlaxoSmithKline	35,724	4.92
		<b>78,718</b>	<b>10.84</b>
<b>Oil &amp; Gas - (8.45%)</b>			
6,874,861	BP	36,615	5.04
1,449,603	Royal Dutch Shell (A)	34,196	4.71
		<b>70,811</b>	<b>9.75</b>
<b>Utilities - (6.91%)</b>			
1,786,359	National Grid	15,116	2.08
1,588,615	Pennon Group	12,216	1.68
1,379,759	United Utilities Group	11,562	1.59
486,453	Severn Trent	9,748	1.34
714,505	SSE	8,531	1.17
4,964,034	Centrica	6,225	0.86
1,367,629	Drax Group	4,885	0.67
		<b>68,283</b>	<b>9.40</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Consumer Services - (10.81%)</b>		
3,401,097	International Consolidated Airlines Group	20,611	2.84
766,352	easyJet	9,533	1.31
185,236	Whitbread	8,980	1.24
421,587	Greggs	7,513	1.03
859,834	WPP	7,111	0.98
286,628	Go-Ahead Group	5,773	0.79
2,453,995	Stagecoach Group	3,880	0.53
463,398	Dignity	3,417	0.47
		<b>66,818</b>	<b>9.20</b>
	<b>Telecommunications - (3.75%)</b>		
13,906,257	Vodafone Group	18,868	2.60
8,720,542	BT Group	18,736	2.58
6,811,955	KCOM Group	4,748	0.65
		<b>42,352</b>	<b>5.83</b>
	<b>Basic Materials - (4.36%)</b>		
551,708	Rio Tinto	23,867	3.29
436,775	BHP	7,661	1.05
		<b>31,528</b>	<b>4.34</b>
	<b>Industrials - (4.23%)</b>		
1,819,303	Forterra	5,085	0.70
550,840	PayPoint	4,770	0.66
3,031,300	Hays	4,544	0.63
1,747,004	Ibstock	4,332	0.60
965,249	PageGroup	4,293	0.59
		<b>23,024</b>	<b>3.17</b>
	<b>Technology - (0.00%)</b>		
90,640	Apple	11,914	1.64
		<b>11,914</b>	<b>1.64</b>
	<b>Portfolio of investments</b>	<b>735,892</b>	<b>101.31</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>(9,571)</b>	<b>(1.31)</b>
	<b>Net assets</b>	<b>726,321</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (22.06%)</b>		
33,233,152	Lloyds Banking Group	20,943	4.89
1,288,340	Prudential	20,343	4.75
9,618,540	Barclays	15,821	3.69
4,071,734	RBS Group	10,790	2.52
1,500,000	Standard Chartered	9,004	2.10
879,184	St. James Place	8,460	1.97
800,000	Beazley	4,336	1.01
82	Fidelity Institutional Liquidity Fund - Sterling A Acc	1,703	0.40
		<b>91,400</b>	<b>21.32</b>
	<b>Industrials - (20.86%)</b>		
1,000,000	Experian	19,485	4.54
728,141	CRH (GB)	17,301	4.04
2,900,000	Meggitt	15,347	3.58
7,208,902	Serco Group	9,299	2.17
546,145	Weir Group	8,817	2.06
2,497,629	Balfour Beatty	7,168	1.67
140,000	Ferguson	7,162	1.67
54,703	DCC	3,553	0.83
2,192,625	Eddie Stobart Logistics	2,149	0.50
		<b>90,281</b>	<b>21.06</b>
	<b>Consumer Services - (16.00%)</b>		
8,400,000	Tesco	19,102	4.46
1,952,809	Informa	13,717	3.20
2,109,000	International Consolidated Airlines Group	12,781	2.98
3,014,018	Merlin Entertainments	10,989	2.56
258,865	Carnival	10,906	2.54
748,792	Just Eat	5,553	1.30
200,000	GVC Holdings	1,313	0.31
		<b>74,361</b>	<b>17.34</b>
	<b>Consumer Goods - (13.90%)</b>		
594,979	Diageo	17,240	4.02
531,068	Associated British Foods	11,954	2.79
6,297,519	Cairn Homes	7,274	1.70
565,485	Bovis Homes Group	5,994	1.40
90,000	Cranswick	2,216	0.52
		<b>44,678</b>	<b>10.42</b>
	<b>Oil &amp; Gas - (5.27%)</b>		
4,450,000	BP	23,701	5.53
715,892	Royal Dutch Shell (B)	17,017	3.97
		<b>40,718</b>	<b>9.50</b>
	<b>Health Care - (9.00%)</b>		
409,442	AstraZeneca	25,156	5.87
39,396	Roche Holdings	8,239	1.92
118,696	GlaxoSmithKline	1,793	0.42
		<b>35,188</b>	<b>8.21</b>



# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Basic Materials - (7.67%)</b>		
5,817,460	Glencore	17,691	4.13
727,389	BHP	12,758	2.98
		<b>30,449</b>	<b>7.10</b>
	<b>Telecommunications - (2.94%)</b>		
4,990,194	BT Group	10,721	2.50
1,310,788	Inmarsat	4,961	1.16
		<b>15,682</b>	<b>3.66</b>
	<b>Technology - (2.98%)</b>		
1,478,348	Sage Group	9,710	2.26
		<b>9,710</b>	<b>2.26</b>
	<b>Portfolio of investments</b>	<b>432,467</b>	<b>100.87</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>(3,746)</b>	<b>(0.87)</b>
	<b>Net assets</b>	<b>428,721</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (72.91%)</b>		
36,200,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	43,067	1.29
30,450,000	European Investment Bank 6.00% 07/12/2028	42,235	1.27
17,440,000	Thames Water Utilities 7.738% 09/04/2058 Reg S	31,419	0.94
21,000,000	EDF 6.00% 23/01/2114 EMTN Reg S	28,999	0.87
22,005,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	28,750	0.86
25,585,000	Co-Operative Bank 4.75% 11/11/2021 Reg S	27,114	0.81
20,000,000	Thames Water Utilities Cayman Finance 5.50% 11/02/2041 EMTN	26,196	0.79
24,000,000	Abbey National Treasury Services 5.125% 14/04/2021 EMTN Reg S	25,845	0.78
20,000,000	Reseau Ferre de France 5.25% 07/12/2028 EMTN Reg S	25,766	0.77
23,750,000	BUPA Finance 5.00% 08/12/2026 Reg S	25,603	0.77
20,000,000	HSBC Bank Funding Sterling I 5.844% VRN (Perpetual)	25,287	0.76
17,500,000	Heathrow Funding 6.45% VRN 10/12/2031 Reg S	24,363	0.73
25,000,000	Cadent Finance 2.75% 22/09/2046 EMTN Reg S	22,532	0.68
15,000,000	E.ON International Finance 6.75% 27/01/2039 EMTN	22,252	0.67
22,150,000	Dwr Cymru (Financing) 2.50% 31/03/2036 EMTN Reg S	21,887	0.66
20,300,000	Aviva 6.125% VRN (Perpetual)	21,597	0.65
25,300,000	Blackstone Property Partners EUR Holdings 2.20% 24/07/2025 EMTN Reg S	21,574	0.65
22,100,000	HSBC Holdings 2.256% VRN 13/11/2026 Reg S	21,516	0.65
27,900,000	EDF 6.00% 22/01/2114 144A	21,183	0.64
19,500,000	AT&T 4.375% 14/09/2029	21,094	0.63
15,000,000	Network Rail Finance 4.75% 29/11/2035 EMTN	21,026	0.63
18,799,000	Koninklijke KPN 5.75% 17/09/2029 GMTN Reg S	21,019	0.63
21,400,000	Pension Insurance 5.625% 20/09/2030 Reg S	20,961	0.63
20,200,000	CPUK Finance 3.69% 28/02/2047 Reg S	20,764	0.62
20,000,000	Orbit Capital 3.375% 14/06/2048 Reg S	20,046	0.60
16,200,000	SPD Finance UK 5.875% 17/07/2026 Reg S	19,834	0.60
20,000,000	Alberta Province CDA 1.00% 15/11/2021 Reg S	19,817	0.59
19,800,000	Quadgas Finance 3.375% 17/09/2029 EMTN Reg S	19,653	0.59
20,000,000	Digital Stout Holding 3.30% 19/07/2029 Reg S	19,652	0.59
20,350,000	Akelius Residential 2.375% 15/08/2025 EMTN Reg S	19,403	0.58
16,600,000	Prudential 5.70% VRN 19/12/2063 EMTN Reg S	19,018	0.57
12,900,000	AT&T 7.00% 30/04/2040 EMTN	18,326	0.55
15,450,000	Direct Line Insurance Group 9.25% VRN 27/04/2042	18,157	0.54
18,800,000	RAC Bond 4.87% 06/05/2046 EMTN Reg S	17,967	0.54
15,550,000	Wheatley Group Capital 4.375% 28/11/2044 Reg S	17,732	0.53
13,600,000	Abbey National Treasury 5.25% 16/02/2029 EMTN Reg S	17,335	0.52
17,600,000	Barclays 2.375% VRN 06/10/2023 Reg S	17,292	0.52
12,500,000	EDF Energy Networks 6.375% VRN 12/11/2031 EMTN Reg S	17,146	0.51
17,000,000	Royal Bank of Canada 1.125% 22/12/2021 Reg S	16,848	0.51
13,950,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	16,819	0.50
11,900,000	Western Power Distribution (South Wales) Plc 5.75% 23/03 /2040	16,346	0.49
17,305,000	Virgin Money Holdings UK 3.375% VRN 24/04/2026 GMTN Reg S	16,179	0.49
15,000,000	Severn Trent Water Utilities Finance 3.625% 16/01/2026 EMTN	16,081	0.48
16,286,000	WM Treasury 3.25% 20/10/2048 Reg S	16,079	0.48
10,980,000	THFC Funding No 2 6.35% 08/07/2041 EMTN	15,914	0.48
16,000,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	15,699	0.47
14,509,000	Enterprise Inns 6.375% 26/09/2031	15,583	0.47
14,062,000	ENW Finance 6.125% 21/07/2021 EMTN	15,480	0.46
15,350,000	TSB Banking Group 5.75% VRN 06/05/2026 EMTN	15,312	0.46
10,000,000	Yorkshire Water Services 6.375% 19/08/2039	15,012	0.45
15,000,000	Santander UK Group Holdings 2.92% VRN 08/05/2026 EMTN Reg S	14,767	0.44

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
18,000,000	Roadster Finance Designated Activity 2.375% 08/12/2032 EMTN Reg S	14,726	0.44
15,000,000	Westfield America Management 2.625% 30/03/2029 Reg S	14,711	0.44
15,000,000	Lloyds Banking Group 2.25% 16/10/2024 EMTN Reg S	14,618	0.44
14,500,000	Liberty Living Finance 3.375% 28/11/2029 Reg S	14,270	0.43
11,723,000	BAT International Finance 7.25% 12/03/2024 EMTN	14,127	0.42
10,000,000	South West Water Finance 5.875% 16/07/2040 EMTN	14,125	0.42
10,000,000	RWE Finance 6.125% 06/07/2039 EMTN	13,997	0.42
11,600,000	Clydesdale Bank 4.625% 08/06/2026 EMTN	13,829	0.41
11,000,000	Heathrow Funding 4.625% 31/10/2048 Reg S	13,766	0.41
13,050,000	AA Bond 6.269% 02/07/2043 EMTN Reg S	13,237	0.40
12,125,000	APT Pipelines 4.25% 26/11/2024 EMTN Reg S	13,153	0.39
15,000,000	University of Southampton 2.25% 11/04/2057 Reg S	13,025	0.39
10,500,000	Telefonica Emisiones SAU 5.445% 08/10/2029 EMTN Reg S	12,687	0.38
11,150,000	Daily Mail & General Trust 6.375% 21/06/2027	12,633	0.38
10,000,000	European Investment Bank 4.50% 07/06/2029 EMTN	12,618	0.38
13,000,000	Intu SGS Finance 3.875% 17/03/2023 Reg S	12,607	0.38
10,950,000	Imperial Tobacco Finance 5.50% 28/09/2026 EMTN Reg S	12,535	0.38
12,794,000	Intu Metrocentre Finance 4.125% 06/12/2028	12,486	0.37
11,240,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	12,433	0.37
10,000,000	Scottish Widows 7.00% 16/06/2043 Reg S	12,333	0.37
10,000,000	Dong Energy 4.875% 12/01/2032 EMTN Reg S	12,268	0.37
11,295,000	Barclays Bank 4.25% 12/01/2022 Reg S	12,172	0.37
12,000,000	PRS Finance 2.00% 23/01/2029 Reg S	12,121	0.36
11,786,000	BNP Paribas 3.375% 23/01/2026 EMTN Reg S	12,097	0.36
10,200,000	RWE Finance 4.75% 31/01/2034 EMTN Reg S	12,023	0.36
10,000,000	Northumbrian Services 6.875% 06/02/2023	11,875	0.36
14,200,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	11,566	0.35
11,625,000	London & Quadrant Housing Trust 2.625% 28/02/2028 Reg S	11,517	0.35
10,000,000	Motability Operations Group 3.625% 10/03/2036 Reg S	11,266	0.34
8,800,000	EDF 5.125% 22/09/2050 EMTN Reg S	11,241	0.34
10,950,000	Deutsche Telekom International Finance 2.50% 10/10/2025 EMTN Reg S	10,996	0.33
8,500,000	South Eastern Power Networks 5.625% 30/09/2030 EMTN	10,792	0.32
8,250,000	RWE Finance 6.25% 03/06/2030 EMTN	10,777	0.32
10,350,000	Prudential 5.625% VRN 20/10/2051 Reg S	10,701	0.32
10,600,000	NIE Finance 2.50% 27/10/2025 Reg S	10,687	0.32
9,000,000	General Electric Capital 5.375% 18/12/2040 EMTN	10,639	0.32
9,000,000	Edinburgh Investment Trust 7.75% 30/09/2022	10,631	0.32
9,610,000	National Westminster Bank 6.50% 07/09/2021	10,573	0.32
7,700,000	Northern Gas Networks 5.625% 23/03/2040 EMTN	10,571	0.32
8,300,000	Imperial Tobacco Finance 8.125% 15/03/2024 EMTN	10,304	0.31
10,200,000	ING Groep 3.00% 18/02/2026 EMTN Reg S	10,293	0.31
9,700,000	SPI Assets 5.125% 11/02/2021 EMTN Reg S	10,290	0.31
7,951,000	Yorkshire Water Services Odsal Finance 6.454% 28/05/2027	10,284	0.31
9,900,000	APT Pipelines 3.50% 22/03/2030 EMTN Reg S	10,240	0.31
9,800,000	Prudential 6.25% VRN 20/10/2068 Reg S	10,223	0.31
9,575,000	Enel 6.625% VRN 15/09/2076 Reg S	10,221	0.31
12,000,000	ADLER Real Estate 1.875% 27/04/2023 Reg S	10,187	0.31
8,000,000	EDP Finance Amsterdam 8.625% 04/01/2024 EMTN Reg S	10,126	0.30
10,000,000	Annington Funding 3.685% 12/07/2034 Reg S	10,020	0.30
10,000,000	Bank of America Corporation 2.30% 25/07/2025 EMTN Reg S	9,991	0.30
7,600,000	EDF 5.50% 17/10/2041 EMTN Reg S	9,937	0.30
10,000,000	Annington Funding 2.646% 12/07/2025 EMTN Reg S	9,821	0.29

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
10,000,000	Hiscox 2.00% 14/12/2022 Reg S	9,802	0.29
10,000,000	Northumbrian Water Finance 2.375% 05/10/2027 Reg S	9,793	0.29
10,000,000	Deutsche Bahn Finance 1.375% 07/07/2025 Reg S	9,791	0.29
9,600,000	Anglian Water Services Finance 2.75% 26/10/2029 EMTN Reg S	9,771	0.29
7,650,000	British Land 5.264% 24/09/2035	9,648	0.29
10,000,000	Deutsche Bank 1.75% 16/12/2021 Reg S	9,596	0.29
10,100,000	BAT Capital 2.125% 15/08/2025 EMTN Reg S	9,583	0.29
8,400,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	9,411	0.28
7,000,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	9,388	0.28
9,000,000	Western Power Distribution 3.625% 06/11/2023 Reg S	9,355	0.28
9,700,000	Northumbrian Water Finance 1.625% 11/10/2026 Reg S	9,103	0.27
8,900,000	Orange 3.25% 15/01/2032 EMTN Reg S	9,102	0.27
7,060,000	London Merchant Securities 6.50% 16/03/2026	8,820	0.26
8,300,000	BAT International Finance 4.00% 04/09/2026 EMTN Reg S	8,742	0.26
11,500,000	Enel Finance International 4.625% 14/09/2025 Reg S	8,648	0.26
7,500,000	Barclays Bank 10.00% 21/05/2021 EMTN	8,629	0.26
9,200,000	Shaftesbury Carnaby 2.487% 30/09/2031	8,607	0.26
7,618,000	London Power Networks 5.125% 31/03/2023 EMTN	8,588	0.26
8,700,000	Motability Operations Group 2.375% 14/03/2032 EMTN Reg S	8,542	0.26
7,300,000	Anglian Water Services Finance 4.50% 05/10/2027 EMTN Reg S	8,439	0.25
8,300,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	8,412	0.25
6,626,000	Porterbrook Rail Finance 7.125% 20/10/2026 EMTN	8,398	0.25
7,500,000	Royal London Finance Bonds 6.125% VRN 30/11/2043 Reg S	8,269	0.25
8,116,000	AA Bond 4.2487% 31/07/2043 Reg S	8,225	0.25
7,000,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	8,191	0.25
8,200,000	National Express Group 2.50% 11/11/2023 EMTN Reg S	8,082	0.24
7,920,000	Citigroup 2.75% 24/01/2024	8,073	0.24
8,000,000	Annington Funding 3.935% 12/07/2047 EMTN Reg S	8,045	0.24
7,750,000	Legal & General Group 5.125% VRN 14/11/2048 Reg S	8,035	0.24
8,000,000	Banco Santander 2.75% 12/09/2023 EMTN Reg S	8,035	0.24
9,200,000	Wendel 2.50% 09/02/2027 Reg S	8,023	0.24
5,360,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	7,956	0.24
7,454,000	UNITE (USAF) II 3.374% 30/06/2028	7,870	0.24
7,290,000	Enterprise Inns 6.875% 09/05/2025	7,854	0.24
8,900,000	Logicor Financing SARL 1.50% 14/11/2022 EMTN Reg S	7,649	0.23
6,450,000	HBOS Treasury Services 4.875% 20/12/2024 EMTN	7,547	0.23
7,000,000	Global Switch Holdings 4.375% 13/12/2022 EMTN Reg S	7,501	0.23
6,454,000	Time Warner Cable 5.75% 02/06/2031	7,484	0.22
6,750,000	Time Warner Cable 5.25% 15/07/2042	7,474	0.22
7,450,000	Provident Financial 7.00% 04/06/2023 EMTN Reg S	7,431	0.22
5,600,000	Peabody Capital 5.25% 17/03/2043 EMTN Reg S	7,378	0.22
6,000,000	Manchester Airport Group Funding 4.75% 31/03/2034 EMTN Reg S	7,282	0.22
6,500,000	CGNU 6.125% VRN 14/11/2036	7,205	0.22
7,200,000	Marks & Spencer 3.00% 08/12/2023 EMTN Reg S	7,181	0.22
6,800,000	Barclays Bank 7.125% VRN (Perpetual) Reg S	7,149	0.21
8,108,000	Blackstone Property Partners EUR Holdings 2.00% 15/02/2024 EMTN Reg S	6,982	0.21
6,800,000	Wales & West Utilities Finance 3.00% 03/08/2038 EMTN Reg S	6,873	0.21
7,500,000	Heathrow Funding 2.75% 09/08/2049 Reg S	6,825	0.20
6,000,000	Rothsay Life 8.00% 30/10/2025 Reg S	6,766	0.20
6,700,000	Assura Financing 3.00% 19/07/2028 Reg S	6,740	0.20
5,300,000	EDF Energy Networks 6.125% 07/06/2027 EMTN	6,692	0.20
7,500,000	Vodafone Group 3.375% 08/08/2049 EMTN Reg S	6,663	0.20

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
6,452,000	Southern Housing Group 3.50% 19/10/2047 Reg S	6,592	0.20
6,850,000	Thames Water Utilities 2.875% 03/05/2027 EMTN Reg S	6,562	0.20
5,064,000	GE Capital UK Funding 6.25% 05/05/2038 EMTN	6,542	0.20
5,625,000	Arqiva Financing 5.34% 30/06/2030 Reg S	6,514	0.20
5,015,000	Broadgate Financing 4.821% 05/07/2036	6,354	0.19
7,500,000	Autostrade Per L'Italia 1.625% 12/06/2023	6,330	0.19
7,500,000	Unibail-Rodamco 2.125% VRN (Perpetual)	6,287	0.19
5,250,000	AT&T 5.50% 15/03/2027 Reg S	6,144	0.18
6,200,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	6,107	0.18
5,000,000	GE Capital UK Funding 5.875% 18/01/2033 EMTN	6,063	0.18
6,250,000	Thames Water Utilities 2.375% 03/05/2023 EMTN Reg S	6,048	0.18
5,744,000	Phoenix Life 7.25% VRN (Perpetual)	5,945	0.18
8,450,000	Enterprise Products Operating 4.875% VRN 16/08/2077	5,828	0.17
5,000,000	Barclays Bank 5.75% 14/09/2026 EMTN	5,718	0.17
7,400,000	UniCredit 6.572% 14/01/2022 144A	5,705	0.17
7,000,000	Vodafone Group 3.00% 12/08/2056 EMTN Reg S	5,685	0.17
5,350,000	BUPA Finance 6.125% VRN (Perpetual)	5,642	0.17
5,250,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	5,483	0.16
5,000,000	Atlantia 6.25% 09/06/2022 EMTN	5,439	0.16
5,100,000	Admiral Group 5.50% 25/07/2024 Reg S	5,378	0.16
4,950,000	Western Power Distribution West Midlands 3.875% 17/10/2024 EMTN Reg S	5,349	0.16
5,000,000	Southern Water Services Finance 5.00% 31/03/2021 EMTN	5,338	0.16
5,000,000	Society of Lloyds 4.75% 30/10/2024 Reg S	5,325	0.16
5,000,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	5,227	0.16
4,600,000	Wales & West Utilities Finance 4.625% 13/12/2023 EMTN	5,200	0.16
5,500,000	Hastings Insurance Group Finance 3.00% 24/05/2025 Reg S	5,198	0.16
4,600,000	Southern Gas Networks 4.875% 05/10/2023 EMTN	5,187	0.16
4,100,000	Wales & West Utilities Finance 5.00% 07/03/2028 EMTN	4,915	0.15
4,800,000	Arqiva Financing 4.04% 30/06/2035 EMTN Reg S	4,913	0.15
4,000,000	Freshwater Finance 4.556% 03/04/2036 Reg S	4,853	0.15
5,000,000	Cadent Finance 2.125% 22/09/2028 EMTN Reg S	4,774	0.14
3,355,000	Wal-Mart Stores 5.25% 28/09/2035	4,704	0.14
4,550,000	United Utilities Water Finance 2.625% 12/02/2031 EMTN Reg S	4,550	0.14
5,425,000	Roadster Finance Designated Activity 1.625% 09/12/2029 EMTN Reg S	4,479	0.13
4,400,000	Digital Stout Holding 3.75% 17/10/2030 Reg S	4,423	0.13
5,900,000	Time Warner Cable 5.875% 15/11/2040	4,393	0.13
4,550,000	HBOS 4.50% VRN 18/03/2030 EMTN	4,234	0.13
3,499,082	THFC Social Housing Finance 8.75% 18/12/2021	4,074	0.12
3,000,000	Annes Gate Property 5.661% 30/06/2031	3,811	0.11
3,640,000	Kennedy Wilson Europe Real Estate 3.95% 30/06/2022 Reg S	3,652	0.11
2,582,000	Western Power Distribution West Midlands 6.00% VRN 09/05/2025 EMTN Reg S	3,107	0.09
2,150,000	Electricity North West 8.875% 25/03/2026 Reg S	3,030	0.09
4,000,000	Telecom Italia Capital 7.20% 18/07/2036	2,984	0.09
2,399,000	British Land 5.357% 31/03/2028	2,878	0.09
2,142,000	British Land 5.357% 31/03/2028	2,570	0.08
2,000,000	Bankers Investment Trust 8.00% 31/10/2023	2,400	0.07
1,850,000	Woolwich Building Society 9.50% 07/08/2021	2,125	0.06
2,700,000	Reynolds American 6.15% 15/09/2043	2,006	0.06
2,000,000	Koninklijke KPN 8.375% 01/10/2030	1,816	0.05
2,000,000	Telefonica Emisiones SAU 5.213% 08/03/2047	1,445	0.04
900,000	Peel Holdings 8.375% STEP 30/04/2040	1,264	0.04
1,000,000	Telecom Italia Capital 6.00% 30/09/2034	675	0.02

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
460,000	Wales & West Utilities Finance 6.25% 30/11/2021	517	0.02
1,000,000	British & Commonwealth Holding 10.50% 31/07/2012 (Defaulted)	0	0.00
5,100,000	TXU Europe Funding 7.00% 31/12/2049 (Defaulted)	0	0.00
		<b>2,361,342</b>	<b>70.86</b>
	<b>Mortgage Related Bonds - (15.79%)</b>		
44,344,930	Aspire Defence Finance 4.674% 31/03/2040	53,774	1.61
19,626,044	UPP Bond 1 Issuer 4.9023% 28/02/2040 EMTN Reg S	23,641	0.71
18,163,647	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	21,942	0.66
19,559,691	Dignity Finance 3.5456% 31/12/2034 Reg S	20,401	0.61
20,000,000	Channel Link Enterprises Finance 3.043% VRN 30/06/2050 Reg S	19,662	0.59
17,625,000	TC Dudgeon Ofco 3.158% 12/11/2038 Reg S	18,203	0.55
14,656,000	Telereal Securitisation 6.1645% 10/12/2031	17,997	0.54
19,220,000	Marstons Issuer 5.158% VRN 15/10/2027	17,353	0.52
21,334,000	Mitchells & Butler Finance 1.1912% VRN 15/12/2033 Reg S	17,077	0.51
14,481,717	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	16,813	0.50
15,606,721	Unique Pub Finance 5.659% 30/06/2027	16,774	0.50
12,837,000	Community Finance 1 5.017% 31/07/2034 EMTN	16,612	0.50
13,760,904	Highbury Finance 7.017% 20/03/2023	15,638	0.47
12,650,340	Channel Link Enterprises Finance 5.892% 30/06/2041	14,943	0.45
15,471,000	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	14,365	0.43
12,986,149	Arsenal Securities 5.1418% 01/09/2029	14,360	0.43
11,631,250	Equity Release Funding 2 5.88% 26/05/2032	14,052	0.42
11,976,260	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	14,029	0.42
12,528,110	Bishopsgate Asset Finance 4.808% 14/08/2044	13,855	0.42
13,500,000	Spirit Issuer FRN 28/12/2031 Reg S	13,096	0.39
11,123,854	Premiertel 6.175% 08/05/2032	12,961	0.39
10,189,360	RMPA Services 5.337% 30/09/2038	12,823	0.38
11,058,286	Longstone Finance 4.791% 19/04/2036	12,615	0.38
12,140,248	Together Asset Backed Securitisation 2018-1 2.0482% VRN 12/07/2050 Reg S	12,120	0.36
10,971,600	Greene King Finance 4.0643% 15/03/2035 Reg S	11,542	0.35
9,199,438	Tesco Property Finance 2 6.0517% 13/10/2039	11,028	0.33
10,041,533	WoDS Transmission 3.446% 24/08/2034 Reg S	10,803	0.32
7,950,000	Sunderland (SHG) Finance 6.38% 31/03/2042 Reg S	10,722	0.32
11,000,000	Penarian Housing Finance 3.212% 07/06/2052 Reg S	10,579	0.32
10,400,000	Housing & Care Twenty One 3.288% 08/11/2049 Reg S	10,364	0.31
8,644,768	Nats En Route 5.25% 31/03/2026	9,782	0.29
7,476,430	Channel Tunnel Rail Link 5.234% 02/05/2035	9,356	0.28
7,208,895	Telereal Securitisation 5.9478% 10/12/2033	8,753	0.26
6,381,218	Aspire Defence Finance 4.674% 31/03/2040	7,738	0.23
6,397,718	Telereal Securitisation 5.3887% 10/12/2033	7,577	0.23
6,519,262	Together Asset Backed Securitisation 1 1.8682% VRN 12/03/2049 Reg S	6,514	0.20
5,898,543	Capital & Counties Debenture 5.562% 31/12/2027	5,997	0.18
4,823,868	Great Rolling Stock 6.875% 27/07/2035 EMTN	5,990	0.18
4,337,198	Trafford Centre Finance 6.50% 28/07/2033	5,686	0.17
4,500,000	Dali Capital 4.7992% 21/12/2037	5,521	0.17
5,168,520	Unique Pub Finance 6.542% 30/03/2021	5,419	0.16
3,818,766	Telereal Securitisation 5.5534% 10/12/2033	4,548	0.14
3,250,000	Canary Wharf Finance II 5.952% 22/10/2037	4,523	0.14
5,000,000	Dignity Finance 4.6956% 31/12/2049 Reg S	4,398	0.13
3,578,658	Meadowhall Finance 4.986% 12/07/2037 Reg S	4,308	0.13
3,794,990	Delamare Finance 5.5457% 19/02/2029	4,265	0.13

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,587,888	Ribbon Finance 2018 1.7048% VRN 20/04/2028 Reg S	3,516	0.11
2,803,043	Mitchells & Butler Finance 6.013% 15/12/2028 Reg S	3,152	0.09
1,000,000	Southern Water Services Finance 3.706% 31/03/2034	2,577	0.08
2,161,615	Mitchells & Butler Finance 5.574% 15/12/2030 Reg S	2,429	0.07
1,935,000	Telereal Securitisation 4.9741% 10/12/2033 Reg S	2,174	0.07
1,500,000	British Empire Trust 8.125% 02/07/2023	1,830	0.05
1,320,509	BL Superstores Finance 4.482% 04/10/2030	1,480	0.04
1,261,560	Telereal Securitisation 5.5653% 10/12/2033	1,468	0.04
698,127	BL Superstores Finance 5.27% 04/10/2030	756	0.02
597,936	Greene King Finance 1.8375% VRN 15/09/2021	587	0.02
443,431	Marstons Issuer 1.9543% VRN 15/07/2020	436	0.01
		<b>610,924</b>	<b>18.33</b>
	<b>Gilt Edged Securities - (8.56%)</b>		
43,250,000	UK Gilt 6.00% 07/12/2028	62,141	1.86
30,000,000	UK Gilt 4.50% 07/09/2034	41,934	1.26
30,000,000	UK Gilt 4.75% 07/12/2030	40,944	1.23
40,000,000	UK Gilt 1.25% 22/07/2027 Reg S	40,259	1.21
19,600,000	UK Gilt 4.25% 07/09/2039	28,086	0.84
14,050,000	UK Gilt 4.00% 22/01/2060	23,552	0.71
20,000,000	UK Gilt 1.50% 22/07/2026 Reg S	20,592	0.62
6,050,000	UK Gilt 3.50% 22/07/2068	9,682	0.29
6,700,000	UK Gilt 3.25% 22/01/2044	8,629	0.26
7,950,000	UK Gilt 1.50% 22/07/2047 Reg S	7,416	0.22
3,850,000	UK Gilt 4.50% 07/12/2042	5,879	0.18
2,700,000	UK Gilt 3.75% 22/07/2052	4,068	0.12
3,200,000	UK Gilt 2.50% 22/07/2065 Reg S	4,027	0.12
150,000	UK Gilt 4.25% 07/12/2046	230	0.01
		<b>297,439</b>	<b>8.93</b>
	<b>Government Bonds - (0.23%)</b>		
13,750,000	US Treasury Bond 3.00% 15/02/2048	10,210	0.31
3,150,000	US Treasury Note 2.00% 15/08/2025	2,289	0.07
		<b>12,499</b>	<b>0.38</b>
	<b>Forward Foreign Exchange Contracts - ((0.02)%)</b>		
(114,373,000)	Bought GBP sold EUR @ 1.135538 for settlement 14/05/2019	2,332	0.07
(99,201,000)	Bought GBP sold USD @ 1.301980 for settlement 14/05/2019	1,903	0.06
(9,797,000)	Bought GBP sold EUR @ 1.136944 for settlement 14/05/2019	189	0.01
9,171,000	Bought USD sold GBP @ 0.766518 for settlement 14/05/2019	(162)	0.00
		<b>4,262</b>	<b>0.13</b>
	<b>Futures - (0.04%)</b>		
(287,800,000)	Long Gilt Commodity Future 26/06/2019	3,363	0.10
(28,500,000)	US Ultra Bond Commodity Future 19/06/2019	108	0.00
(23,600,000)	US 20 Year Long Bond (CBT) Commodity Future 19/06/2019	44	0.00
71,600,000	US 10 Year Treasury Note (CBT) Commodity Future 19/06/2019	24	0.00
(4,400,000)	US 5 Year Treasury Note (CBT) Commodity Future 28/06/2019	1	0.00
55,800,000	Uxym9 19/06/2019	(94)	0.00
(29,400,000)	Euro-BOBL Commodity Future 07/03/2019	(109)	0.00
(4,200,000)	EURO BUXL 30 Year Commodity Future 07/03/2019	(304)	(0.01)
(20,600,000)	EURO-BUND Commodity Future 07/03/2019	(614)	(0.02)
		<b>2,419</b>	<b>0.07</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Credit Default Swaps - (0.00%)</b>		
8,000,000	Bought Protection on Royal KPN 5.625% 20/12/2023	21	0.00
5,000,000	Bought Protection on Royal KPN 5.625% 20/12/2023	13	0.00
		<b>34</b>	<b>0.00</b>
	<b>Financials - (0.38%)</b>		
0	Fidelity Institutional Liquidity Fund - Sterling A Acc	9	0.00
		<b>9</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>3,288,928</b>	<b>98.70</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>43,700</b>	<b>1.30</b>
	<b>Net assets</b>	<b>3,332,628</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



# Fidelity Short Dated Corporate Bond Fund

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (84.45%)</b>		
2,005,000	Temasek Financial 4.625% 26/07/2022 GMTN Reg S	2,213	1.85
2,050,000	Co-Operative Bank 4.75% 11/11/2021 Reg S	2,172	1.82
1,580,000	First Hydro Finance 9.00% 31/07/2021	1,842	1.54
1,750,000	Thames Water Utility Finance 5.05% 30/06/2020 EMTN Reg S	1,823	1.53
1,500,000	Yorkshire Water Services 6.5876% 21/02/2023	1,770	1.48
1,500,000	Barclays Bank 14.00% VRN (Perpetual)	1,551	1.30
1,350,000	Halifax 9.375% 15/05/2021 Reg S	1,547	1.29
1,282,000	Direct Line Insurance Group 9.25% VRN 27/04/2042	1,507	1.26
1,350,000	Great Rolling Stock 6.25% 27/07/2020 EMTN Reg S	1,431	1.20
1,350,000	GKN Holdings 6.75% 28/10/2019 Reg S	1,387	1.16
1,500,000	Blackstone Property Partners EUR Holdings 1.40% 06/07/2022 EMTN Reg S	1,294	1.08
1,149,000	Western Power Distribution (South Wales) 9.25% 09/11/2020	1,291	1.08
1,250,000	Arqiva Financing 4.04% 30/06/2035 EMTN Reg S	1,279	1.07
1,250,000	Svenska Handelsbanken Institute BE 1.625% 18/06/2022 EMTN Reg S	1,249	1.04
1,000,000	Edinburgh Investment Trust 7.75% 30/09/2022	1,181	0.99
1,150,000	Yorkshire Building Society 4.125% VRN 20/11/2024 EMTN Reg S	1,162	0.97
950,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	1,145	0.96
1,000,000	Heathrow Funding 5.225% VRN 15/02/2023 Reg S	1,127	0.94
900,000	Credit Agricole 7.375% 18/12/2023 GMTN	1,104	0.92
1,000,000	National Westminster Bank 6.50% 07/09/2021	1,100	0.92
1,000,000	Tennessee Valley Authority 5.35% 07/06/2021	1,084	0.91
1,000,000	Porterbrook Rail Finance 6.50% 20/10/2020 EMTN Reg S	1,072	0.90
1,000,000	Eversholt Funding 5.831% 02/12/2020 EMTN	1,068	0.89
1,000,000	General Electric Capital UK Funding 5.875% 04/11/2020 EMTN	1,063	0.89
900,000	Friends Provident Holdings UK 8.25% 21/04/2022 Reg S	1,060	0.89
975,000	APT Pipelines 4.25% 26/11/2024 EMTN Reg S	1,058	0.88
900,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	1,008	0.84
1,000,000	New York Life Global Funding 1.75% 15/12/2022 GMTN Reg S	1,005	0.84
1,000,000	Southern Water Services Finance 6.125% 31/03/2019 EMTN	1,003	0.84
1,000,000	SpareBank 1 Boligkreditt 1.75% 18/12/2023 EMTN Reg S	1,000	0.84
1,000,000	Santander UK 1.625% 10/05/2021 EMTN Reg S	998	0.83
1,000,000	BFCM Paris 1.875% 13/12/2022 EMTN Reg S	997	0.83
1,000,000	HSBC Holdings 2.175% VRN 27/06/2023	994	0.83
1,000,000	Royal Bank of Canada 1.125% 22/12/2021 Reg S	991	0.83
1,000,000	Cadent Finance 1.125% 22/09/2021 EMTN Reg S	989	0.83
1,000,000	Barclays 2.375% VRN 06/10/2023 Reg S	982	0.82
983,000	Quilter 4.478% VRN 28/02/2028 Reg S	981	0.82
800,000	Imperial Tobacco Finance 9.00% 17/02/2022 EMTN Reg S	949	0.79
850,000	Digital Stout Holding 4.75% 13/10/2023 Reg S	926	0.77
900,000	Japan Bank International Cooperation 2.625% 15/12/2020	921	0.77
900,000	Telecom Italia 6.375% 24/06/2019 EMTN	911	0.76
1,000,000	Harman Finance International SCA 2.00% 27/05/2022	893	0.75
900,000	Daimler International Finance 1.50% 18/08/2021 EMTN Reg S	891	0.75
800,000	BAT International Finance 6.00% 29/06/2022 EMTN	891	0.75
800,000	Tesco 6.125% 24/02/2022 EMTN	882	0.74
800,000	Innogy Finance 6.50% 20/04/2021 EMTN Reg S	878	0.73
900,000	Intu SGS Finance 3.875% 17/03/2023 Reg S	873	0.73
850,000	AA Bond 4.2487% 31/07/2043 Reg S	861	0.72
1,000,000	CPI Property Group 1.45% 14/04/2022 EMTN Reg S	858	0.72
750,000	Monks Investment Trust 6.375% 01/03/2023	851	0.71
850,000	TSB Banking Group 5.75% VRN 06/05/2026 EMTN	848	0.71

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
700,000	Friends Provident Group 12.00% 21/05/2021 EMTN	848	0.71
737,000	Enel Finance International 5.625% 14/08/2024 EMTN Reg S	843	0.70
1,100,000	ENI 4.00% 12/09/2023 144A	837	0.70
700,000	EDF 6.875% 12/12/2022 EMTN	833	0.70
750,000	General Electric Capital UK Funding 5.125% 24/05/2023 EMTN Reg S	819	0.68
751,000	Atlantia 6.25% 09/06/2022 EMTN	817	0.68
800,000	Elm 6.3024% VRN (Perpetual) EMTN Reg S	805	0.67
800,000	Banco Santander 2.75% 12/09/2023 EMTN Reg S	804	0.67
800,000	ABN AMRO Bank 1.00% 30/06/2020 EMTN Reg S	795	0.66
700,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	774	0.65
700,000	Scottish Widows Funding 5.50% 16/06/2023 Reg S	766	0.64
650,000	THFC Social Housing Finance 8.75% 18/12/2021	757	0.63
750,000	Swedbank 1.625% 28/12/2022 EMTN Reg S	743	0.62
650,000	Iberdrola Finanzas SAU 6.00% 01/07/2022 EMTN	736	0.62
750,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	736	0.62
800,000	ATF Netherlands 2.125% 13/03/2023 Reg S	708	0.59
700,000	BFCM Paris 2.25% 18/12/2023 EMTN Reg S	702	0.59
700,000	UBS 1.25% 10/12/2020 EMTN Reg S	697	0.58
700,000	Fidelity National Information Services 1.70% 30/06/2022	689	0.58
800,000	Eurofins Scientific SE 2.25% 27/01/2022 Reg S	678	0.57
600,000	BNP Paribas 5.75% 24/01/2022 EMTN	658	0.55
600,000	BUPA Finance 5.00% 25/04/2023 Reg S	646	0.54
850,000	CVS Health 3.70% 09/03/2023	643	0.54
650,000	Hiscox 2.00% 14/12/2022 Reg S	637	0.53
650,000	Student Finance 2.6663% 30/09/2029 GMTN Reg S	633	0.53
600,000	Credit Agricole 8.125% VRN (Perpetual)	622	0.52
585,000	Northern Rock 6.375% 02/12/2019 EMTN	603	0.50
500,000	Legal & General Group 10.00% VRN 23/07/2041	589	0.49
500,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	585	0.49
700,000	Roadster Finance Designated Activity 1.625% 09/12/2029 EMTN Reg S	578	0.48
550,000	South East Water 5.6577% 30/09/2019	562	0.47
500,000	Bank of America Corporation 6.125% 15/09/2021 EMTN Reg S	553	0.46
400,000	Anheuser-Busch InBev 9.75% 30/07/2024 EMTN Reg S	547	0.46
500,000	UNITE (USAF) II 3.374% 30/06/2028	528	0.44
500,000	Finmeccanica Finance 8.00% 16/12/2019 EMTN	521	0.44
500,000	Marks & Spencer 6.125% 02/12/2019 EMTN Reg S	515	0.43
500,000	Friends Provident Group 6.875% VRN (Perpetual)	514	0.43
600,000	ADLER Real Estate 1.875% 27/04/2023 Reg S	509	0.43
500,000	Southern Water Greensand 8.50% 15/04/2019 GMTN Reg S	505	0.42
500,000	Kennedy Wilson Europe Real Estate 3.95% 30/06/2022 Reg S	502	0.42
500,000	Severn Trent Water Utilities Finance 1.625% 04/12/2022 EMTN Reg S	496	0.41
500,000	Severn Trent Water Utilities Finance 1.125% 07/09/2021 EMTN Reg S	494	0.41
500,000	Coventry Building Society 1.875% 24/10/2023 EMTN Reg S	492	0.41
450,000	AXA 7.125% 15/12/2020	492	0.41
480,000	Citigroup 2.75% 24/01/2024	489	0.41
550,000	AA Bond 2.75% 31/07/2043 EMTN Reg S	488	0.41
450,000	Global Switch Holdings 4.375% 13/12/2022 EMTN Reg S	482	0.40
500,000	Deutsche Bank 1.75% 16/12/2021 Reg S	480	0.40
400,000	Northern Powergrid Holdings 7.25% 15/12/2022	479	0.40
450,000	Yorkshire Electricity Group 9.25% 17/01/2020	479	0.40
550,000	Logicor Financing SARL 1.50% 14/11/2022 EMTN Reg S	473	0.40
550,000	Altria Group 1.00% 15/02/2023	471	0.39

# Fidelity Short Dated Corporate Bond Fund

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
450,000	John Lewis 8.375% 08/04/2019 EMTN	453	0.38
450,000	National Express Group 2.50% 11/11/2023 EMTN Reg S	444	0.37
400,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	430	0.36
500,000	ADLER Real Estate 1.50% 06/12/2021 Reg S	429	0.36
400,000	Volkswagen Finance Services 1.875% 07/09/2021 EMTN Reg S	396	0.33
350,000	Royal London Finance Bonds 6.125% VRN 30/11/2043 Reg S	386	0.32
300,000	EDP Finance Amsterdam 8.625% 04/01/2024 EMTN Reg S	380	0.32
350,000	The Goldman Sachs Group 5.50% 12/10/2021	380	0.32
500,000	ING Groep 4.70% VRN 22/03/2028 EMTN Reg S	377	0.32
500,000	Discovery Communications 2.95% 20/03/2023	364	0.30
350,000	SSE 3.875% VRN (Perpetual) Reg S	350	0.29
350,000	Provident Financial 7.00% 04/06/2023 EMTN Reg S	349	0.29
300,000	Xstrata Canada Finance 7.375% 27/05/2020 EMTN	319	0.27
325,000	Intu Metrocentre Finance 4.125% 06/12/2028	317	0.27
300,000	E.ON International Finance 6.00% 30/10/2019 EMTN	309	0.26
300,000	Enel 6.25% 20/06/2019 EMTN Reg S	304	0.25
300,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	304	0.25
250,000	Heathrow Funding 9.20% VRN 29/03/2023 EMTN Reg S	288	0.24
275,000	Sky 2.875% 24/11/2020 EMTN Reg S	281	0.23
255,000	National Express Group 6.625% 17/06/2020 EMTN Reg S	270	0.23
250,000	Volkswagen Financial Services 2.75% 02/10/2020 EMTN Reg S	253	0.21
300,000	Unibail-Rodamco 2.125% VRN (Perpetual)	251	0.21
275,000	Akelius Residential 3.875% VRN 05/10/2078 Reg S	239	0.20
200,000	Orange 7.25% 10/11/2020 EMTN	219	0.18
250,000	CNRC Capital 1.871% 07/12/2021 Reg S	217	0.18
200,000	BUPA Finance 6.125% VRN (Perpetual)	211	0.18
200,000	Commerzbank 6.625% 30/08/2019 EMTN	205	0.17
200,000	UniCredit 6.95% 31/10/2022 EMTN Reg S	196	0.16
250,000	Sabine Pass Liquefaction 5.625% VRN 01/02/2021	194	0.16
150,000	HSBC Bank Capital Funding Sterling 2 5.862% VRN (Perpetual)	155	0.13
150,000	AXA 6.772% VRN (Perpetual) EMTN	154	0.13
150,000	Prudential 11.375% VRN 29/05/2039	153	0.13
		<b>101,190</b>	<b>84.61</b>
	<b>Mortgage Related Bonds - (12.61%)</b>		
1,469,735	Longstone Finance 4.791% 19/04/2036	1,677	1.40
1,376,090	Highbury Finance 7.017% 20/03/2023	1,564	1.31
1,550,000	Westfield Stratford City Finance 1.2664% VRN 04/11/2024 Reg S	1,548	1.29
1,249,287	Silver Arrow Compartment Silver Arrow UK 2018-1 1.2101% VRN 20/06/2024 Reg S	1,248	1.04
1,200,000	Newday Funding 2017 1 0.00% VRN (Perpetual) Reg S	1,200	1.00
1,089,960	Unique Pub Finance 6.542% 30/03/2021	1,143	0.96
1,000,000	PCL Funding III 1.1564% VRN 15/06/2023 Reg S	992	0.83
1,050,000	Channel Link Enterprises Finance 1.761% VRN 30/06/2050 Reg S	895	0.75
750,000	Newday Partnership Funding 2017 1 1.4798% VRN 15/12/2027 Reg S	738	0.62
628,950	Nats En Route 5.25% 31/03/2026	712	0.60
651,201	Together Asset Backed Securitisation 2018-1 2.0482% VRN 12/07/2050 Reg S	650	0.54
635,884	Income Contingent Student Loans 1 2002-2006 2.0308% VRN 24/07/2056 Reg S	630	0.53
537,935	Ribbon Finance 2018 1.7048% VRN 20/04/2028 Reg S	527	0.44
687,500	Sprint Spectrum 3.36% 20/03/2023 144A	514	0.43
475,000	Income Contingent Student Loans 2 2007-2009 2.05% VRN 24/07/2058 Reg S	466	0.39
372,529	Together Asset Backed Securitisation 1 1.8682% VRN 12/03/2049 Reg S	372	0.31
326,400	North British House Association 8.625% 26/09/2020	349	0.29

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
208,763	Mitchells & Butler Finance 5.965% 15/12/2025 Reg S	223	0.19
125,000	Telereal Securitisation 4.0902% VRN 10/12/2033	129	0.11
32,000	City Greenwich Lewisham Rail 9.375% 11/10/2020	34	0.03
		<b>15,611</b>	<b>13.05</b>
	<b>Government Bonds - (0.26%)</b>		
750,000	Qatar 3.875% 23/04/2023 Reg S	577	0.48
		<b>577</b>	<b>0.48</b>
	<b>Forward Foreign Exchange Contracts - (0.00%)</b>		
(9,094,000)	Bought GBP sold EUR @ 1.135832 for settlement 14/05/2019	183	0.15
(4,877,000)	Bought GBP sold USD @ 1.303305 for settlement 14/05/2019	90	0.08
(593,000)	Bought GBP sold EUR @ 1.138298 for settlement 14/05/2019	11	0.01
173,000	Bought USD sold GBP @ 1.000000 for settlement 14/05/2019	(3)	0.00
		<b>281</b>	<b>0.23</b>
	<b>Financials - (0.00%)</b>		
0	Fidelity Institutional Liquidity Fund - Sterling A Acc	2	0.00
		<b>2</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>117,661</b>	<b>98.37</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,934</b>	<b>1.63</b>
	<b>Net assets</b>	<b>119,595</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Financials - (37.61%)</b>			
11,386	Fidelity Institutional Liquidity Fund - Sterling A Acc	237,111	8.02
2,562,958	Citigroup	124,045	4.20
16,907,626	Phoenix Group Holdings	116,781	3.95
29,691,628	John Laing Group	114,313	3.87
41,938,513	RBS Group	111,137	3.76
17,996,632	Aviva	75,730	2.56
28,002,533	CLS Holdings	65,666	2.22
101,265,090	Lloyds Banking Group	63,817	2.16
22,481,636	Legal & General Group	62,297	2.11
52,146,390	Sherborne Investors Guernsey C	30,766	1.04
14,906,321	International Personal Finance	29,872	1.01
538,384	Discover Financial Services	28,829	0.98
2,131	Fidelity Institutional Liquidity Fund - USD A Acc	28,404	0.96
26,502,178	Summit Properties	23,653	0.80
7,708,131	U & I Group	15,046	0.51
14,112,194	Zegona Communications	14,818	0.50
10,505,724	Trian Investors 1	10,453	0.35
2,447,478	Electra Private Equity	8,933	0.30
526,733	Brooks MacDonald Group	8,322	0.28
3,841,866	Marwyn Value Investors	5,763	0.19
25,792,630	Sherborne Investors Guernsey B	2,321	0.08
2,346,514	LXB Retail Properties	106	0.00
0	Fidelity Institutional Liquidity Fund - Euro A Acc	4	0.00
		<b>1,178,187</b>	<b>39.85</b>
<b>Industrials - (23.33%)</b>			
17,589,149	Meggitt	93,082	3.15
63,387,146	Serco Group	81,770	2.77
4,044,123	Ultra Electronics Holdings	49,824	1.69
681,612	DCC	44,271	1.50
13,276,310	Senior	30,297	1.02
652,314	RHI Magnesita	28,871	0.98
2,345,373	Vitec Group	28,145	0.95
9,754,779	Balfour Beatty	27,996	0.95
18,547,579	SIG	23,351	0.79
6,181,497	Essentra	23,131	0.78
14,516,457	Chemring Group	21,223	0.72
16,029,952	Eddie Stobart Logistics	15,709	0.53
26,279,336	Speedy Hire	14,927	0.50
5,399,681	Royal Mail	14,909	0.50
3,483,069	Charles Taylor	7,489	0.25
16,265,736	Connect Group	6,441	0.22
2,475,170	Norcros	4,703	0.16
4,408,243	Promethean	0	0.00
		<b>516,139</b>	<b>17.46</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Oil &amp; Gas - (4.02%)</b>		
6,149,355	Royal Dutch Shell (B)	146,170	4.94
25,083,949	BP	133,597	4.52
2,865,257	Kosmos Energy (GB)	14,332	0.48
21,612,944	Ophir Energy	11,930	0.40
51,462,392	Amerisur Resources	8,409	0.28
8,424,110	SOCO International	5,560	0.19
		<b>319,998</b>	<b>10.82</b>
	<b>Consumer Services - (14.26%)</b>		
15,447,164	Pearson	130,065	4.40
6,332,745	GVC Holdings	41,574	1.41
8,238,726	Millennium & Copthorne Hotels	37,939	1.28
13,107,685	Tesco	29,807	1.01
8,160,212	William Hill	15,096	0.51
6,299,357	Halfords Group	14,791	0.50
5,355,893	Sports Direct International	14,343	0.49
5,248,746	Findel	9,658	0.33
9,904,007	Huntsworth	9,607	0.32
6,846,514	McColls Retail Group	3,889	0.13
		<b>306,769</b>	<b>10.38</b>
	<b>Health Care - (3.49%)</b>		
686,143	Roche Holdings	143,495	4.85
937,677	Takeda Pharmaceutical	28,405	0.96
622,491	Mylan	12,165	0.41
10,683,316	Indivior	11,501	0.39
3,045,764	Spire Healthcare Group	3,832	0.13
		<b>199,398</b>	<b>6.74</b>
	<b>Basic Materials - (3.97%)</b>		
993,347	Johnson Matthey	30,784	1.04
14,987,361	Semafo	30,471	1.03
11,539,616	Central Asia Metals	29,195	0.99
8,646,525	Acacia Mining	19,031	0.64
4,680,172	Synthomer	17,710	0.60
65,925,301	Gemfields Group	6,920	0.23
4,235,776	Tharisa (GB)	4,659	0.16
586,187	SolGold	219	0.01
		<b>138,989</b>	<b>4.70</b>
	<b>Consumer Goods - (3.78%)</b>		
20,129,413	C Group (GB)	51,132	1.73
1,494,893	Imperial Brands	37,305	1.26
25,080,051	Photo-Me International	22,998	0.78
		<b>111,435</b>	<b>3.77</b>
	<b>Technology - (4.41%)</b>		
2,831,360	Micro Focus International	52,578	1.78
		<b>52,578</b>	<b>1.78</b>
	<b>Utilities - (0.74%)</b>		
11,200,386	ContourGlobal	19,802	0.67
		<b>19,802</b>	<b>0.67</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Corporate Bonds - (0.67%)</b>			
19,731,000	International Personal Finance 5.75% 07/04/2021 EMTN Reg S	15,552	0.53
		<b>15,552</b>	<b>0.53</b>
<b>Contracts for Difference - (0.21%)</b>			
522,242	Sanofi (CFD)	1,410	0.05
(2,659,013)	Sabre Insurance Group (CFD)	91	0.00
2,929,180	IFG Group (GB) (CFD)	(73)	0.00
2,789,649	Engie (CFD)	(326)	(0.01)
41,942,071	Glenveagh Properties (CFD)	(425)	(0.01)
(308,275)	Berkeley Group (CFD)	(866)	(0.03)
994,416	ArcelorMittal Luxembourg (CFD)	(936)	(0.03)
37,068,877	Cairn Homes (CFD)	(1,332)	(0.05)
6,026,863	CRH (CFD)	(2,103)	(0.07)
18,335,100	AIB Group (GB) (CFD)	(6,770)	(0.23)
10,817,658	Bank of Ireland Group (CFD)	(19,271)	(0.65)
		<b>(30,601)</b>	<b>(1.04)</b>
	<b>Portfolio of investments</b>	<b>2,828,246</b>	<b>95.66</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>128,063</b>	<b>4.34</b>
	<b>Net assets</b>	<b>2,956,309</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Fidelity Sterling Core Plus Reduced Duration Bond Fund

## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Financials - (88.84%)</b>			
5,428,511	Fidelity Institutional Sterling Core Plus Bond Acc	67,151	87.82
		<b>67,151</b>	<b>87.82</b>
<b>Gilt Edged Securities - (8.66%)</b>			
3,600,000	UK Gilt 3.75% 07/09/2019	3,654	4.78
1,400,000	UK Gilt 1.75% 22/07/2019 Reg S	1,405	1.84
900,000	UK Gilt 4.75% 07/03/2020	936	1.22
		<b>5,995</b>	<b>7.84</b>
<b>Index Credit Default Swap - (0.11%)</b>			
3,300,000	Sold Protection on ITRAXX XOver S30 20/12/2023 V2 20/12/2023	279	0.36
		<b>279</b>	<b>0.36</b>
<b>Forward Foreign Exchange Contracts - ((0.01)%)</b>			
(1,431,000)	Bought GBP sold USD @ 1.303305 for settlement 14/05/2019	26	0.03
(102,000)	Bought GBP sold EUR @ 1.135832 for settlement 14/05/2019	2	0.00
(93,000)	Bought GBP sold EUR @ 1.140706 for settlement 14/05/2019	1	0.00
684,000	Bought USD sold GBP @ 1.000000 for settlement 14/05/2019	(5)	(0.01)
		<b>24</b>	<b>0.03</b>
<b>Futures - (0.01%)</b>			
(1,000,000)	US 20 Year Long Bond (CBT) Commodity Future 19/06/2019	2	0.00
700,000	Long Gilt Commodity Future 26/06/2019	(8)	(0.01)
7,000,000	US Ultra Bond Commodity Future 19/06/2019	(28)	(0.04)
		<b>(34)</b>	<b>(0.04)</b>
<b>Interest Rate Swaps - (0.30%)</b>			
10,000,000	Pay fixed 2.4182% receive float 3 Month USD LIBOR 25/08/2047	653	0.85
20,000,000	Receive fixed 1.4073% pay float 6 Month GBP LIBOR 16/02/2023	127	0.17
11,000,000	Receive fixed 1.3533% pay float 6 Month GBP LIBOR 03/04/2023	47	0.06
2,000,000	Receive fixed 1.6208% pay float 6 Month GBP LIBOR 01/02/2057	10	0.01
4,000,000	Pay fixed 1.6042% receive float 6 Month GBP LIBOR 04/07/2037	8	0.01
6,000,000	Receive fixed 1.2518% pay float 6 Month GBP LIBOR 04/01/2024	(11)	(0.01)
7,900,000	Pay fixed 1.415% receive float 6 Month GBP LIBOR 27/01/2026	(20)	(0.03)
3,000,000	Receive fixed 0.9538% pay float 6 Month GBP LIBOR 04/07/2022	(26)	(0.03)
1,000,000	Receive fixed 1.4103% pay float 6 Month GBP LIBOR 07/09/2037	(34)	(0.04)
9,500,000	Receive fixed 1.06% pay float 6 Month GBP LIBOR 27/01/2022	(36)	(0.05)
5,000,000	Receive fixed 0.9208% pay float 6 Month GBP LIBOR 18/01/2022	(38)	(0.05)
12,000,000	Receive fixed 1.0648% pay float 6 Month GBP LIBOR 01/02/2022	(43)	(0.06)
6,100,000	Pay fixed 1.6375% receive float 6 Month GBP LIBOR 27/01/2056	(53)	(0.07)
5,000,000	Pay fixed 1.645% receive float 6 Month GBP LIBOR 26/01/2057	(60)	(0.08)
4,000,000	Receive fixed 1.5273% pay float 6 Month GBP LIBOR 12/12/2038	(68)	(0.09)
5,400,000	Pay fixed 1.725% receive float 6 Month GBP LIBOR 26/01/2046	(114)	(0.15)
6,750,000	Pay fixed 1.7125% receive float 6 Month GBP LIBOR 27/01/2046	(124)	(0.16)



## Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
9,000,000	Pay fixed 1.6842% receive float 6 Month GBP LIBOR 16/02/2028	(184)	(0.24)
10,000,000	Pay fixed 1.7332% receive float 6 Month GBP LIBOR 01/02/2037	(191)	(0.25)
11,100,000	Pay fixed 1.7325% receive float 6 Month GBP LIBOR 27/01/2036	(214)	(0.28)
		<b>(371)</b>	<b>(0.49)</b>
	<b>Portfolio of investments</b>	<b>73,044</b>	<b>95.52</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,422</b>	<b>4.48</b>
	<b>Net assets</b>	<b>76,466</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (60.62%)</b>		
25,400,000	Petroleos Mexicanos 5.35% 12/02/2028	17,086	1.22
15,700,000	Unibail-Rodamco 0.125% 14/05/2021 EMTN Reg S	13,476	0.96
11,933,000	Enterprise Inns 6.375% 26/09/2031	12,817	0.92
14,350,000	ADLER Real Estate 2.125% 06/02/2024 Reg S	12,199	0.87
11,875,000	ESB Finance 2.125% 05/11/2033 EMTN Reg S	10,556	0.75
12,150,000	Blackstone Property Partners EUR Holdings 2.20% 24/07/2025 EMTN Reg S	10,361	0.74
11,800,000	Tele2 2.125% 15/05/2028 EMTN Reg S	10,240	0.73
10,450,000	Areva 4.875% 23/09/2024 EMTN	9,425	0.67
9,175,000	Jerrold Finco 6.125% 15/01/2024 Reg S	9,083	0.65
9,300,000	International Bank Reconstruction & Development 0.625% 15/12/2023	9,012	0.64
4,740,000	Thames Water Utilities 7.738% 09/04/2058 Reg S	8,539	0.61
7,050,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	8,250	0.59
9,500,000	UniCredit 4.875% VRN 20/02/2029 EMTN Reg S	8,235	0.59
8,200,000	Pension Insurance 5.625% 20/09/2030 Reg S	8,032	0.57
10,775,000	SPCM 4.875% 15/09/2025 144A	7,957	0.57
9,350,000	Volvo Car 2.00% 24/01/2025 EMTN Reg S	7,843	0.56
10,725,000	Hess 4.30% 01/04/2027	7,811	0.56
8,900,000	AXA 3.25% VRN 28/05/2049 EMTN Reg S	7,746	0.55
7,700,000	BFCM Paris 1.875% 13/12/2022 EMTN Reg S	7,677	0.55
8,875,000	Celanese US Holdings 2.125% 01/03/2027	7,616	0.54
8,875,000	FCA Bank Ireland 1.00% 21/02/2022 EMTN Reg S	7,596	0.54
10,000,000	EDF 6.00% 22/01/2114 144A	7,593	0.54
9,000,000	Banco de Sabadell 1.625% 07/03/2024 EMTN Reg S	7,575	0.54
8,500,000	AT&T 2.35% 05/09/2029	7,430	0.53
7,450,000	Aviva 6.125% VRN 05/07/2043 EMTN	7,340	0.52
5,735,000	HSBC Bank Funding Sterling I 5.844% VRN (Perpetual)	7,251	0.52
10,250,000	AT Securities 5.25% VRN (Perpetual) Reg S	7,223	0.52
7,950,000	Federal-Mogul / Federal-Mogul Financing 5.00% 15/07/2024 Reg S	7,139	0.51
8,200,000	Danske Bank 1.375% 24/05/2022 EMTN Reg S	7,042	0.50
9,675,000	Nuoxi Capital 4.70% 24/01/2021 Reg S	6,919	0.49
6,750,000	Virgin Media Secured Finance 5.125% 15/01/2025 Reg S	6,869	0.49
7,600,000	Banco Comercial Portugues 9.25% VRN (Perpetual) Reg S	6,702	0.48
9,500,000	Broadcom / Broadcom Cayman Finance 3.875% 15/01/2027	6,598	0.47
5,550,000	Arqiva Financing 5.34% 30/06/2030 Reg S	6,427	0.46
7,450,000	Globalworth Real Est Invlt'd 3.00% 29/03/2025 EMTN Reg S	6,370	0.46
7,870,000	Sigma Holdco 5.75% 15/05/2026 Reg S	6,298	0.45
7,250,000	Volkswagen Leasing 1.00% 16/02/2023 EMTN Reg S	6,172	0.44
6,050,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	6,132	0.44
6,250,000	HSBC Holdings 2.256% VRN 13/11/2026 Reg S	6,085	0.44
7,000,000	Altria Group 3.125% 15/06/2031	6,006	0.43
8,100,000	Yuzhou Properties 8.50% 26/02/2024 Reg S	5,998	0.43
8,000,000	Time Warner Cable 5.875% 15/11/2040	5,956	0.43
6,850,000	Blackstone Property Partners EUR Holdings 1.40% 06/07/2022 EMTN Reg S	5,907	0.42
8,225,000	Greenko Dutch 5.25% 24/07/2024 Reg S	5,817	0.42
6,675,000	Autostrade Per Litalia 1.625% 12/06/2023	5,633	0.40
6,950,000	Wind Tre FRN 20/01/2024 Reg S	5,606	0.40
6,600,000	Unibail-Rodamco 2.875% VRN (Perpetual) Reg S	5,542	0.40
6,300,000	Assicurazioni Generali 0.00% VRN (Perpetual) EMTN	5,406	0.39
6,400,000	Volkswagen International Finance 3.375% VRN (Perpetual) Reg S	5,365	0.38
7,000,000	Credit Agricole 6.875% VRN (Perpetual) 144A	5,288	0.38
4,800,000	Digital Stout Holding 4.75% 13/10/2023 Reg S	5,227	0.37

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
8,200,000	General Electric 4.125% 09/10/2042	5,221	0.37
3,550,000	International Bank for Reconstruction & Development 5.75% 07/06/2032 EMTN	5,206	0.37
7,200,000	SGSP Australia Assets Pty 3.50% 07/07/2027 EMTN Reg S	5,154	0.37
5,150,000	Barclays Bank 6.625% 30/03/2022 Reg S	5,062	0.36
5,750,000	James Hardie International Finance 3.625% 01/10/2026 Reg S	5,013	0.36
5,600,000	Engie 3.25% VRN (Perpetual) Reg S	4,939	0.35
6,437,000	China Aoyuan Property Group 8.50% 23/01/2022 Reg S	4,934	0.35
6,900,000	Petkim Petrokimya Holding 5.875% 26/01/2023 Reg S	4,927	0.35
6,850,000	Transocean 7.25% 01/11/2025 144A	4,914	0.35
97,060,000,000	Wijaya Karya PT 7.70% 31/01/2021 Reg S	4,912	0.35
6,350,000	MPLX 4.80% 15/02/2029	4,898	0.35
5,600,000	Altria Group 2.20% 15/06/2027	4,795	0.34
5,050,000	Enel 5.451% VRN 10/01/2074 Reg S	4,756	0.34
5,750,000	Holcim Finance Luxembourg 1.75% 29/08/2029 EMTN Reg S	4,699	0.34
6,250,000	Welltower 4.125% 15/03/2029	4,680	0.33
5,425,000	BMW Finance 1.50% 06/02/2029 EMTN Reg S	4,607	0.33
6,250,000	Syngenta Finance 5.182% 24/04/2028 Reg S	4,591	0.33
3,760,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	4,533	0.32
4,800,000	Assicurazioni Generali 5.50% VRN 27/10/2047 EMTN	4,475	0.32
4,776,875	Shaftesbury Carnaby 2.487% 30/09/2031	4,469	0.32
4,400,000	Annington Funding 3.685% 12/07/2034 Reg S	4,409	0.32
5,800,000	ABN AMRO Bank 3.40% 27/08/2021 144A	4,389	0.31
5,000,000	Iberdrola International 3.25% VRN (Perpetual) Reg S	4,387	0.31
4,100,000	Great Rolling Stock 6.25% 27/07/2020 EMTN Reg S	4,345	0.31
5,500,000	Wind Tre 3.125% 20/01/2025 Reg S	4,334	0.31
4,300,000	Porterbrook Rail Finance 5.50% 20/04/2019 EMTN Reg S	4,320	0.31
3,049,000	Rabobank 6.91% VRN (Perpetual)	4,192	0.30
3,900,000	Porterbrook Rail Finance 6.50% 20/10/2020 EMTN Reg S	4,179	0.30
5,375,000	Easy Tactic 9.125% 28/07/2022 Reg S	4,163	0.30
5,000,000	Telefonica Europe 2.625% VRN (Perpetual) Reg S	4,137	0.30
4,800,000	KBC Groupe KBC Groep 4.75% VRN (Perpetual) Reg S	4,128	0.30
5,400,000	Agile Property Holdings 8.25% VRN (Perpetual) Reg S	4,098	0.29
4,300,000	UniCredit 9.25% VRN (Perpetual) Reg S	4,082	0.29
6,150,000	Modern Land China 7.95% 05/03/2021 Reg S	4,048	0.29
5,175,000	Albertsons 7.5% 15/03/2026	3,977	0.28
4,600,000	EDP Finance Amsterdam 1.625% 26/01/2026 EMTN Reg S	3,968	0.28
5,250,000	ING Groep 6.75% VRN (Perpetual) Reg S	3,946	0.28
4,500,000	Garfunkelux Holdco 3 8.50% 01/11/2022 Reg S	3,927	0.28
6,750,000	Pacific Gas & Electric 3.95% 01/12/2047 (Defaulted)	3,907	0.28
6,350,000	Fage International Sa/Fage USA Dairy Ind 5.625% 15/08/2026 144A	3,890	0.28
4,600,000	EDP Finance Amsterdam 1.50% 22/11/2027 EMTN Reg S	3,870	0.28
6,750,000	KCA Deutag UK Finance 9.625% 01/04/2023 144A	3,856	0.28
5,125,000	Match Group 5.625% 15/02/2029 144A	3,828	0.27
5,650,000	Enel Finance International 3.50% 06/04/2028 144A	3,802	0.27
3,750,000	Stichting AK Rabobank Certificaten 6.50% (Perpetual) Reg S	3,767	0.27
4,900,000	Light Service de Eletricidade Sa/Light Energia 7.25% 03/05/2023 Reg S	3,725	0.27
5,900,000	Envision Energy Overseas Capital 7.50% 26/04/2021 Reg S	3,724	0.27
4,300,000	CEMEX 2.75% 05/12/2024 Reg S	3,675	0.26
5,100,000	Fxi Holdings 7.875% 01/11/2024 144A	3,671	0.26
4,300,000	Volkswagen International Finance 4.625% VRN (Perpetual)	3,668	0.26
4,800,000	CVS Health 4.30% 25/03/2028	3,613	0.26
4,800,000	Parsley Energy / Parsley Finance 5.625% 15/10/2027 144A	3,581	0.26

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
4,400,000	CaixaBank 2.25% VRN 17/04/2030 EMTN Reg S	3,546	0.25
4,300,000	Sabine Pass Liquefaction 5.875% 30/06/2026	3,526	0.25
4,000,000	Wendel 2.50% 09/02/2027 Reg S	3,488	0.25
4,825,000	Campbell Soup 4.15% 15/03/2028	3,468	0.25
3,600,000	CYBG 8.00% VRN (Perpetual) Reg S	3,430	0.25
3,800,000	Energias de Portugal 4.496% VRN 30/04/2079 Reg S	3,391	0.24
3,804,000	RAC Bond 5.00% 06/05/2046 Reg S	3,382	0.24
3,950,000	DS Smith 1.375% 26/07/2024 Reg S	3,343	0.24
3,700,000	Unitymedia Kabelbw 3.75% 15/01/2027 Reg S	3,331	0.24
4,350,000	Denbury Resources 9.00% 15/05/2021 144A	3,304	0.24
4,425,000	Telecom Italia Capital 7.20% 18/07/2036	3,301	0.24
3,800,000	Akelius Residential 3.875% VRN 05/10/2078 Reg S	3,298	0.24
3,800,000	National Australia Bank 0.625% 30/08/2023 Reg S	3,282	0.23
4,225,000	Cfld Cayman Investment 8.625% 28/02/2021 Reg S	3,247	0.23
3,300,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	3,238	0.23
3,750,000	Intrum Justitia 2.75% 15/07/2022 Reg S	3,153	0.23
4,000,000	AES Andres / Dominican Power Partners 7.95% 11/05/2026 Reg S	3,142	0.22
3,500,000	Grand City Properties 3.75% VRN (Perpetual)	3,071	0.22
3,200,000	RBS Group 7.648% VRN (Perpetual)	3,004	0.21
2,744,000	Co-Operative Bank 4.75% 11/11/2021 Reg S	2,908	0.21
3,500,000	Telecom Italia 3.00% 30/09/2025 Reg S	2,901	0.21
4,775,000	RKI Overseas Finance 2017 (A) 7.00% (Perpetual) Reg S	2,874	0.21
3,250,000	Becton Dickinson 1.401% 24/05/2023	2,835	0.20
3,350,000	CTC Bondco 5.25% 15/12/2025 Reg S	2,807	0.20
3,800,000	MPLX 4.125% 01/03/2027	2,806	0.20
3,800,000	SES 3.60% 04/04/2023 144A	2,791	0.20
3,350,000	Intrum 3.125% 15/07/2024 Reg S	2,763	0.20
2,750,909	Jpimedia 9.00% VRN 17/11/2023	2,751	0.20
2,400,000	Daily Mail & General Trust 6.375% 21/06/2027	2,719	0.19
3,600,000	Svenska Handelsbanken 6.25% VRN (Perpetual) EMTN Reg S	2,719	0.19
3,450,000	AstraZeneca 4.00% 17/01/2029	2,602	0.19
2,400,000	Enterprise Inns 6.875% 09/05/2025	2,586	0.18
2,900,000	Telefonica Europe 3.75% VRN (Perpetual) Reg S	2,579	0.18
3,400,000	Demeter Investments for Zurich Insurance 5.125% VRN 01/06/2048 Reg S	2,549	0.18
3,475,000	Neptune Energy Bondco 6.625% 15/05/2025 144A	2,547	0.18
2,000,000	Lloyds Bank 7.625% 22/04/2025 EMTN Reg S	2,521	0.18
2,550,000	Lloyds Banking Group 2.25% 16/10/2024 EMTN Reg S	2,485	0.18
2,800,000	CNRC Capital 1.871% 07/12/2021 Reg S	2,428	0.17
3,200,000	AstraZeneca 3.50% 17/08/2023	2,421	0.17
2,400,000	EDF 5.875% VRN (Perpetual) Reg S	2,388	0.17
3,800,000	Sino-Ocean Land Treasure Finance III 4.90% VRN (Perpetual) Reg S	2,304	0.16
2,750,000	Rail Transit International Investment Company 1.625% 22/06/2022 Reg S	2,291	0.16
2,750,000	Unipol Gruppo 3.50% 29/11/2027 EMTN Reg S	2,263	0.16
3,350,000	CIFI Holdings (Group) 5.375% VRN (Perpetual) Reg S	2,243	0.16
2,600,000	ADLER Real Estate 3.00% 27/04/2026 Reg S	2,203	0.16
3,000,000	Marathon Petroleum 3.80% 01/04/2028 Reg S	2,179	0.16
2,250,000	DS Smith 2.875% 26/07/2029 EMTN Reg S	2,147	0.15
1,500,000	HBOS Sterling Finance Jersey 7.881% VRN (Perpetual)	2,145	0.15
3,075,000	AES Argentina Generacion 7.75% 02/02/2024 Reg S	2,056	0.15
2,000,000	Arqiva Financing 4.04% 30/06/2035 EMTN Reg S	2,047	0.15
3,067,000	Mexico City Airport Trust 5.50% 31/10/2046 Reg S	1,968	0.14
2,300,000	Annington Funding 1.65% 12/07/2024 EMTN Reg S	1,959	0.14

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
4,400,000	Nostrum Oil & Gas Finance 7.00% 16/02/2025 Reg S	1,941	0.14
1,450,000	Thames Water Utilities Cayman Finance 5.50% 11/02/2041 EMTN	1,899	0.14
2,375,000	CommScope Finance 6.00% 01/03/2026 144A	1,821	0.13
2,350,000	Syngenta Finance 4.892% 24/04/2025 144A	1,767	0.13
2,125,000	Roadster Finance Designated Activity 1.625% 09/12/2029 EMTN Reg S	1,754	0.13
2,050,000	Roadster Finance Designated Activity 2.375% 08/12/2032 EMTN Reg S	1,677	0.12
1,550,000	Eversholt Funding 5.831% 02/12/2020 EMTN	1,655	0.12
2,000,000	Enel 3.375% VRN 24/11/2081 Reg S	1,654	0.12
1,500,000	SPI Assets 5.125% 11/02/2021 EMTN Reg S	1,591	0.11
2,100,000	CVS Health 4.78% 25/03/2038	1,533	0.11
1,980,000	CommScope Finance 5.50% 01/03/2024 144A	1,514	0.11
2,050,000	Neerg Energy 6.00% 13/02/2022 Reg S	1,511	0.11
1,725,000	Telecom Italia 4.00% 11/04/2024 EMTN Reg S	1,509	0.11
1,472,512	Jpimedia 7.00% VRN 17/11/2020	1,473	0.11
1,964,000	Global Partners / GLP Finance 6.25% 15/07/2022	1,450	0.10
2,098,000	Mexico City Airport Trust 3.875% 30/04/2028 Reg S	1,374	0.10
1,710,000	Bausch Health Cos 5.75% 15/08/2027 144A	1,298	0.09
1,400,000	BHP Billiton Finance USA 6.75% VRN 19/10/2075	1,150	0.08
1,000,000	EDF 6.00% VRN (Perpetual) EMTN Reg S	1,028	0.07
1,140,000	Global Partners / GLP Finance 7.00% 15/06/2023	847	0.06
1,050,000	Syngenta Finance 5.182% 24/04/2028 144A	771	0.06
500,000	Woolwich Building Society 9.50% 07/08/2021	574	0.04
250,000	Yorkshire Water Services 6.375% 19/08/2039	375	0.03
400,000	Telecom Italia Capital 6.00% 30/09/2034	270	0.02
142,000	Yorkshire Water Services Odsal Finance 6.454% 28/05/2027	184	0.01
100,000	Telefonica Emisiones SAU 5.597% 12/03/2020 EMTN Reg S	104	0.01
50,000	Dwr Cymru (Financing) 6.015% 31/03/2028	66	0.00
1,650,000	Cattles 7.125% 05/07/2017 (Defaulted)	1	0.00
310,000	Cattles 6.875% VRN 17/01/2014 EMTN (Defaulted)	0	0.00
1,200,387	Hellas Telecommun Finance 8.011% VRN 15/07/2015 Reg S (Defaulted)	0	0.00
		<b>794,385</b>	<b>56.81</b>
	<b>Government Bonds - (14.78%)</b>		
71,950,000	US Treasury I/L 0.75% 15/07/2028	54,373	3.89
65,150,000	US Treasury Note 2.875% 31/10/2023	49,810	3.56
57,850,000	US Treasury Note 2.625% 15/02/2029	43,303	3.10
30,000,000	US Treasury Note 3.00% 31/10/2025	23,149	1.66
21,950,000	France 1.50% 25/05/2050 144A Regs	18,335	1.31
25,450,000	US Treasury Bond 2.50% 15/02/2045	17,225	1.23
30,000,000	Canada 3.75% 01/06/2019	17,219	1.23
13,438,372	Belgium 1.70% 22/06/2050 144A Regs	11,542	0.83
11,020,000	Netherlands 0.25% 15/07/2029 144A Regs	9,340	0.67
14,900,000	Argentina 5.875% 11/01/2028	8,778	0.63
10,350,000	Columbia 3.875% 25/04/2027	7,678	0.55
10,450,000	Saudi Arabia 3.625% 04/03/2028 Reg S	7,661	0.55
8,250,000	Italy BTPS 2.05% 01/08/2027	6,821	0.49
9,500,000	Turkey 6.125% 24/10/2028	6,781	0.48
9,200,000	US Treasury Bond 2.50% 15/02/2046	6,202	0.44
7,700,000	US Treasury Bond 2.75% 15/11/2047	5,440	0.39
7,100,000	US Treasury Note 1.875% 28/02/2022	5,247	0.38
5,750,000	US Treasury Bond 3.00% 15/11/2045	4,284	0.31
4,450,000	Ecuador 8.875% 23/10/2027 Reg S	3,314	0.24

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,925,000	Ukraine 8.994% 01/02/2024 Reg S	2,913	0.21
3,650,000	Egypt 7.6003% 01/03/2029 Reg S	2,798	0.20
3,600,000	US Treasury Note 1.375% 30/09/2020	2,658	0.19
3,500,000	US Treasury Note 1.75% 30/09/2022	2,566	0.18
2,650,000	Egypt 8.7002% 01/03/2049 Reg S	2,057	0.15
2,600,000	US Treasury Note 1.625% 31/08/2022	1,899	0.14
2,700,000	Oman 6.75% 17/01/2048 Reg S	1,836	0.13
2,050,000	US Treasury Bond 2.875% 15/08/2045	1,492	0.11
1,900,000	US Treasury Note 1.875% 31/10/2022	1,398	0.10
		<b>326,119</b>	<b>23.32</b>
	<b>Gilt Edged Securities - (13.47%)</b>		
62,300,000	UK Gilt 1.75% 22/07/2019 Reg S	62,532	4.47
16,400,000	UK Gilt 4.75% 07/03/2020	17,050	1.22
16,050,000	UK Gilt 2.25% 07/09/2023	16,974	1.21
11,900,000	UK Gilt 1.50% 22/07/2026 Reg S	12,252	0.88
4,300,000	UK Gilt 2.00% 07/09/2025 Reg S	4,563	0.33
100,000	UK Gilt 1.50% 22/01/2021 Reg S	101	0.01
		<b>113,472</b>	<b>8.11</b>
	<b>Mortgage Related Bonds - (6.63%)</b>		
6,156,499	Channel Link Enterprises Finance 5.892% 30/06/2041	7,272	0.52
5,519,663	Tesco Property Finance 2 6.0517% 13/10/2039	6,617	0.47
5,491,250	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	5,099	0.36
4,576,040	Unique Pub Finance 5.659% 30/06/2027	4,918	0.35
6,045,450	Star Energy Geothermal Wayang 6.75% 24/04/2033 Reg S	4,466	0.32
4,650,000	Channel Link Enterprises Finance 2.706% VRN 30/06/2050 Reg S	4,030	0.29
3,570,072	Together Asset Backed Securitisation 1 1.8276% VRN 12/03/2049 Reg S	3,567	0.26
3,750,000	Intesa Sanpaolo 7.75% VRN (Perpetual) Reg S	3,433	0.25
3,425,000	Income Contingent Student Loans 2 2007-2009 2.05% VRN 24/07/2058 Reg S	3,358	0.24
2,850,000	Greene King Finance 3.593% 15/03/2035 Reg S	2,832	0.20
2,700,000	Channel Link Enterprises Finance 3.043% VRN 30/06/2050 Reg S	2,654	0.19
2,426,040	Unique Pub Finance 6.542% 30/03/2021	2,544	0.18
2,125,548	Capital & Counties Debenture 5.562% 31/12/2027	2,161	0.15
1,600,730	Bishopsgate Asset Finance 4.808% 14/08/2044	1,770	0.13
1,260,659	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	1,477	0.11
1,050,000	Cabot Financial Luxembourg II FRN 15/11/2021 Reg S	893	0.06
1,522,644	Johnston Press Bond 8.625% 01/06/2019 Reg S	668	0.05
250,000	Dali Capital 4.7992% 21/12/2037	307	0.02
499,893	Blue Ocean Resources 4.00% STEP 31/12/2021 Reg S	139	0.01
6,246	Marstons Issuer 1.9543% VRN 15/07/2020	6	0.00
		<b>58,211</b>	<b>4.16</b>
	<b>Financials - (0.57%)</b>		
1,153	Fidelity Institutional Liquidity Fund - Sterling A Acc	24,011	1.72
71,200	Jpimedia	1,654	0.12
		<b>25,665</b>	<b>1.84</b>
	<b>Forward Foreign Exchange Contracts - ((0.08)%)</b>		
(101,000,000)	Bought GBP sold EUR @ 1.134790 for settlement 14/05/2019	2,118	0.15
(103,000,000)	Bought GBP sold EUR @ 1.135538 for settlement 14/05/2019	2,100	0.15
(102,000,000)	Bought GBP sold EUR @ 1.135486 for settlement 14/05/2019	2,084	0.15
(100,000,000)	Bought GBP sold EUR @ 1.135454 for settlement 14/05/2019	2,045	0.15
(105,000,000)	Bought GBP sold USD @ 1.301980 for settlement 14/05/2019	2,015	0.14

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(99,668,000)	Bought GBP sold EUR @ 1.135832 for settlement 14/05/2019	2,009	0.14
(104,000,000)	Bought GBP sold USD @ 1.302395 for settlement 14/05/2019	1,970	0.14
(103,000,000)	Bought GBP sold USD @ 1.302420 for settlement 14/05/2019	1,949	0.14
(102,000,000)	Bought GBP sold USD @ 1.302360 for settlement 14/05/2019	1,934	0.14
(106,000,000)	Bought GBP sold USD @ 1.303700 for settlement 14/05/2019	1,926	0.14
(101,000,000)	Bought GBP sold USD @ 1.302203 for settlement 14/05/2019	1,925	0.14
(100,000,000)	Bought GBP sold USD @ 1.302395 for settlement 14/05/2019	1,894	0.14
(88,304,000)	Bought GBP sold USD @ 1.303375 for settlement 14/05/2019	1,622	0.12
(426,969,000)	Bought GBP sold ZAR @ 17.795700 for settlement 14/05/2019	1,294	0.09
(27,752,000)	Bought GBP sold EUR @ 1.140706 for settlement 14/05/2019	455	0.03
(27,179,000)	Bought GBP sold CAD @ 1.714175 for settlement 14/05/2019	365	0.03
(26,431,000)	Bought GBP sold EUR @ 1.146715 for settlement 14/05/2019	312	0.02
(11,965,000)	Bought GBP sold USD @ 1.291107 for settlement 14/05/2019	307	0.02
(367,531,000)	Bought GBP sold MXN @ 25.345050 for settlement 14/05/2019	307	0.02
(8,978,000)	Bought GBP sold EUR @ 1.130403 for settlement 14/05/2019	219	0.02
(9,783,000)	Bought GBP sold EUR @ 1.137449 for settlement 14/05/2019	185	0.01
(28,497,000)	Bought GBP sold PLN @ 4.897168 for settlement 14/05/2019	152	0.01
(4,561,000)	Bought GBP sold USD @ 1.283142 for settlement 14/05/2019	139	0.01
(7,611,000)	Bought GBP sold USD @ 1.304600 for settlement 14/05/2019	134	0.01
(5,288,000)	Bought GBP sold USD @ 1.294364 for settlement 14/05/2019	125	0.01
(49,220,000)	Bought GBP sold HKD @ 10.191180 for settlement 14/05/2019	123	0.01
(134,972,000)	Bought GBP sold THB @ 40.676000 for settlement 14/05/2019	106	0.01
(8,570,000)	Bought GBP sold EUR @ 1.148284 for settlement 14/05/2019	91	0.01
(95,859,000)	Bought GBP sold THB @ 40.502000 for settlement 14/05/2019	85	0.01
33,676,000	Bought PEN sold USD @ 0.298820 for settlement 14/05/2019	84	0.01
(3,935,000)	Bought GBP sold EUR @ 1.143351 for settlement 14/05/2019	57	0.00
(3,076,000)	Bought GBP sold USD @ 1.302940 for settlement 14/05/2019	57	0.00
(76,789,000)	Bought GBP sold ZAR @ 18.563504 for settlement 14/05/2019	54	0.00
(14,580,000)	Bought GBP sold TRY @ 7.196639 for settlement 14/05/2019	54	0.00
20,487,000	Bought PEN sold USD @ 0.298713 for settlement 14/05/2019	53	0.00
(24,469,000)	Bought GBP sold PLN @ 4.976307 for settlement 14/05/2019	51	0.00
(3,213,000)	Bought GBP sold USD @ 1.309070 for settlement 14/05/2019	48	0.00
463,144,000	Bought INR sold USD @ 0.013858 for settlement 14/05/2019	45	0.00
7,176,878	Bought USD sold IDR @ 14084.507042 for settlement 14/05/2019	42	0.00
(1,047,344,000)	Bought GBP sold HUF @ 362.361232 for settlement 14/05/2019	42	0.00
12,026,236,000	Bought COP sold USD @ 0.000320 for settlement 14/05/2019	39	0.00
2,994,292,000	Bought CLP sold USD @ 0.001527 for settlement 14/05/2019	28	0.00
20,017,000	Bought SEK sold GBP @ 0.081186 for settlement 14/05/2019	18	0.00
6,748,000	Bought PEN sold USD @ 0.299016 for settlement 14/05/2019	16	0.00
450,874,000	Bought TWD sold USD @ 0.032527 for settlement 14/05/2019	15	0.00
(3,429,000)	Bought GBP sold CAD @ 1.745650 for settlement 14/05/2019	10	0.00
8,433,175,000	Bought KRW sold USD @ 0.000891 for settlement 14/05/2019	8	0.00
10,581,000	Bought PLN sold GBP @ 0.198197 for settlement 14/05/2019	7	0.00
5,523,536	Bought USD sold TWD @ 30.655099 for settlement 14/05/2019	6	0.00
1,832,888	Bought USD sold BRL @ 3.746006 for settlement 14/05/2019	5	0.00
2,781,532	Bought USD sold TWD @ 30.658859 for settlement 14/05/2019	3	0.00
56,756,000	Bought TWD sold USD @ 0.032526 for settlement 14/05/2019	2	0.00
3,004,505,000	Bought CLP sold USD @ 0.001539 for settlement 14/05/2019	0	0.00
14,916,000	Bought CLP sold USD @ 0.001537 for settlement 14/05/2019	0	0.00
15,007,000	Bought MYR sold USD @ 0.245640 for settlement 14/05/2019	(2)	0.00
(2,906,000)	Bought GBP sold USD @ 1.337442 for settlement 14/05/2019	(3)	0.00
7,523,239	Bought USD sold KRW @ 1121.076233 for settlement 14/05/2019	(3)	0.00

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
15,399,000	Bought MYR sold USD @ 0.245761 for settlement 14/05/2019	(4)	0.00
924,000	Bought USD sold GBP @ 0.753384 for settlement 14/05/2019	(4)	0.00
3,634,250	Bought USD sold IDR @ 14285.714286 for settlement 14/05/2019	(6)	0.00
9,805,000	Bought TRY sold GBP @ 0.136354 for settlement 14/05/2019	(11)	0.00
526,471,000	Bought HUF sold GBP @ 0.002750 for settlement 14/05/2019	(16)	0.00
169,324,000	Bought TWD sold USD @ 0.032709 for settlement 14/05/2019	(17)	0.00
6,866,000	Bought BRL sold USD @ 0.269175 for settlement 14/05/2019	(17)	0.00
4,405,000	Bought EUR sold GBP @ 0.864896 for settlement 14/05/2019	(20)	0.00
7,435,684	Bought USD sold MYR @ 4.089193 for settlement 14/05/2019	(20)	0.00
(5,471,000)	Bought GBP sold EUR @ 1.167800 for settlement 14/05/2019	(22)	0.00
520,873,000	Bought HUF sold GBP @ 0.002766 for settlement 14/05/2019	(24)	0.00
3,197,000	Bought USD sold GBP @ 1.000000 for settlement 14/05/2019	(40)	0.00
2,012,000	Bought EUR sold GBP @ 0.880041 for settlement 14/05/2019	(40)	0.00
82,700,000	Bought CZK sold GBP @ 0.033953 for settlement 14/05/2019	(43)	0.00
10,198,000	Bought ILS sold GBP @ 0.213304 for settlement 14/05/2019	(47)	0.00
9,936,000	Bought ILS sold GBP @ 0.213465 for settlement 14/05/2019	(47)	0.00
10,063,000	Bought ILS sold GBP @ 0.213663 for settlement 14/05/2019	(50)	0.00
2,024,000	Bought USD sold GBP @ 0.773969 for settlement 14/05/2019	(51)	0.00
4,536,806	Bought USD sold CLP @ 660.066007 for settlement 14/05/2019	(54)	0.00
77,810,000	Bought ZAR sold GBP @ 0.053869 for settlement 14/05/2019	(55)	0.00
4,572,109	Bought USD sold CLP @ 660.501982 for settlement 14/05/2019	(57)	0.00
2,742,000	Bought USD sold GBP @ 0.771634 for settlement 14/05/2019	(62)	0.00
6,385,991	Bought USD sold INR @ 72.526835 for settlement 14/05/2019	(69)	0.00
12,702,063	Bought USD sold PEN @ 3.339300 for settlement 14/05/2019	(85)	(0.01)
7,876,000	Bought USD sold GBP @ 0.761864 for settlement 14/05/2019	(102)	(0.01)
6,980,000	Bought USD sold GBP @ 0.767799 for settlement 14/05/2019	(132)	(0.01)
35,056,000	Bought TRY sold GBP @ 0.139184 for settlement 14/05/2019	(139)	(0.01)
49,220,000	Bought HKD sold GBP @ 0.098710 for settlement 14/05/2019	(152)	(0.01)
6,146,000	Bought USD sold GBP @ 0.774365 for settlement 14/05/2019	(157)	(0.01)
8,660,000	Bought EUR sold GBP @ 0.878505 for settlement 14/05/2019	(158)	(0.01)
20,252,000	Bought EUR sold GBP @ 1.000000 for settlement 14/05/2019	(210)	(0.02)
230,831,000	Bought THB sold GBP @ 0.024746 for settlement 14/05/2019	(218)	(0.02)
10,103,000	Bought USD sold GBP @ 0.773063 for settlement 14/05/2019	(244)	(0.02)
10,641,000	Bought USD sold GBP @ 0.772410 for settlement 14/05/2019	(250)	(0.02)
14,986,000	Bought USD sold GBP @ 0.767378 for settlement 14/05/2019	(277)	(0.02)
11,535,000	Bought USD sold GBP @ 0.773066 for settlement 14/05/2019	(279)	(0.02)
13,760,000	Bought USD sold GBP @ 0.770606 for settlement 14/05/2019	(299)	(0.02)
23,020,000	Bought EUR sold GBP @ 0.874670 for settlement 14/05/2019	(332)	(0.02)
19,826,000	Bought USD sold GBP @ 0.771469 for settlement 14/05/2019	(448)	(0.03)
324,406,000	Bought ZAR sold GBP @ 0.055062 for settlement 14/05/2019	(616)	(0.04)
54,229,000	Bought EUR sold GBP @ 0.877550 for settlement 14/05/2019	(938)	(0.07)
		<b>24,914</b>	<b>1.78</b>
	<b>Convertible Bonds - (0.00%)</b>		
5,650,000	Twitter 0.25% 15/06/2024 144A	3,837	0.27
3,800,000	Intu Jersey 2 2.875% 01/11/2022 Reg S	3,116	0.22
4,000,000	Shui On Development Holdings 7.50% VRN (Perpetual) Reg S	3,037	0.22
1,000,000	Takeaway.Com Holding 2.25% 25/01/2024 Reg S	989	0.07
570,000	Azion Bao 0.00% 31/12/2022 Reg S	34	0.00
		<b>11,013</b>	<b>0.79</b>



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Index Credit Default Swaps - ((0.22)%)</b>			
31,000,000	Sold Protection on CDX NA HY Series 31 5yr V3 20/12/2023	1,563	0.11
24,500,000	Sold Protection on CDX NA HY Series 31 5yr V3 20/12/2023	1,235	0.09
22,500,000	Sold Protection on CDX NA IG Series 31 5yr 20/12/2023	303	0.02
13,500,000	Bought Protection on CDX EM CDSI S30 5yr 20/12/2023	279	0.02
16,300,000	Sold Protection on CDX NA IG Series 28 5yr 20/06/2022	220	0.02
2,500,000	Sold Protection on CDX NA HY Series 31 5yr V3 20/12/2023	126	0.01
9,000,000	Sold Protection on CDX NA IG Series 31 5yr 20/12/2023	121	0.01
950,000	Sold Protection on CDX NA HY Series 31 5yr 20/12/2023	48	0.00
2,000,000	Bought Protection on CDX EM CDSI S30 5yr 20/12/2023	41	0.00
500,000	Sold Protection on CDX EM CDSI S30 5yr 20/12/2023	(10)	0.00
10,050,000	Bought Protection on CDX NA IG Series 29 5yr 20/12/2022	(148)	(0.01)
14,500,000	Sold Protection on CDX EM CDSI S30 5yr 20/12/2023	(300)	(0.02)
		<b>3,478</b>	<b>0.25</b>
<b>Interest Rate Swaps - (0.06%)</b>			
38,700,000	Receive fixed 1.4648% pay float 6 Month EURIBOR 14/08/2048	1,574	0.11
103,000,000	Receive fixed 2.9875% pay float Wibor 6mo Off/Bid 12/11/2028	994	0.07
625,020,000	Receive fixed 8.685% pay float MXN Interbank TIIE 28d 27/12/2028	544	0.04
17,590,000	Receive fixed 0.9948% pay float 6 Month EURIBOR 12/11/2028	491	0.04
15,000,000	Receive fixed 0.8993% pay float 6 Month EURIBOR 25/09/2027	391	0.03
16,700,000	Receive fixed 0.8253% pay float 6 Month EURIBOR 22/08/2027	353	0.03
13,500,000	Receive fixed 0.5323% pay float 6mo CHF Libor 12/11/2028	347	0.02
14,650,000	Receive fixed 0.8363% pay float 6 Month EURIBOR 18/09/2027	316	0.02
32,800,000	Receive fixed 2.3075% pay float ILS Interbank 3 Month 12/11/2028	302	0.02
10,900,000	Receive fixed 0.9188% pay float 6 Month EURIBOR 30/10/2027	296	0.02
16,848,120,000	Receive fixed 2.0675% pay float Korean 3mo Cert of Deposit 13/11/2028	274	0.02
16,910,000	Receive fixed 0.2985% pay float 6mo CHF Libor 31/07/2027	253	0.02
12,500,000	Receive fixed 0.4123% pay float 6mo CHF Libor 04/06/2028	236	0.02
117,900,000	Receive fixed 4.163% pay float 3 Month KLIBOR 09/11/2028	207	0.01
5,090,000	Pay fixed 1.1642% receive float 6 Month GBP LIBOR 18/08/2027	109	0.01
16,700,000	Pay fixed 1.4067% receive float 6 Month GBP LIBOR 03/01/2029	106	0.01
18,000,000	Pay fixed 0.6312% receive float 6 Month EURIBOR 12/02/2029	75	0.01
29,400,000	Receive fixed 2.7163% pay float 3 Month USD LIBOR 19/02/2029	68	0.00
2,158,550,000	Receive fixed 2.33% pay float 6mo CZK Pribor 10/12/2020	57	0.00
37,100,000	Pay fixed 2.415% receive float New Zealand Bank Bill 3mth Index 12/02/2029	48	0.00
2,300,000	Receive fixed 0.4098% pay float 6mo CHF Libor 04/04/2028	45	0.00
4,810,000	Pay fixed 2.1395% receive float 3 Month CDOR 18/08/2027	40	0.00
5,660,000	Receive fixed 0.1818% pay float 6mo CHF Libor 04/09/2027	39	0.00
10,940,000	Pay fixed 2.253% receive float 3 Month CDOR 27/07/2027	35	0.00
6,600,000	Pay fixed 2.2225% receive float 3 Month CDOR 23/11/2027	35	0.00
3,590,000	Pay fixed 2.1525% receive float 3 Month CDOR 31/08/2027	28	0.00
2,355,700,000	Pay fixed 0.1497% receive float 6 Month JPY LIBOR 08/01/2029	13	0.00
5,600,000	Pay fixed 1.4532% receive float 6 Month GBP LIBOR 13/12/2028	10	0.00
29,600,000	Receive fixed 2.6843% pay float 3 Month USD LIBOR 04/02/2029	6	0.00
6,930,000	Pay fixed 2.37% receive float 3 Month CDOR 14/09/2027	(12)	0.00
28,490,000	Receive fixed 2.6708% pay float 3 Month USD LIBOR 07/01/2029	(13)	0.00
7,670,000	Pay fixed 2.379% receive float 3 Month Cdor 21/09/2027	(17)	0.00
12,700,000	Pay fixed 1.2577% receive float 3 Month STIBOR 09/10/2027	(34)	0.00
8,100,000	Pay fixed 1.5572% receive float 6 Month GBP LIBOR 01/03/2028	(77)	(0.01)
5,100,000	Pay fixed 1.7062% receive float 6 Month GBP LIBOR 08/11/2028	(111)	(0.01)
361,500,000	Receive fixed 8.15% pay float MXN Interbank TIIE 28d 19/05/2028	(132)	(0.01)

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
21,400,000	Pay fixed 9.66% receive float Brazil CETIP Interbank 02/01/2025	(145)	(0.01)
149,300,000	Pay fixed 1.2922% receive float 3 Month STIBOR 29/10/2028	(374)	(0.03)
22,800,000	Pay fixed 2.699% receive float Singapore Bank Swap Offer Rate 13/11/2028	(422)	(0.03)
184,400,000	Pay fixed 1.3022% receive float 3 Month STIBOR 12/11/2028	(472)	(0.03)
196,400,000	Pay fixed 1.2777% receive float 3 Month STIBOR 01/10/2028	(477)	(0.03)
475,000,000	Pay fixed 2.332% receive float 6mo CZK Pribor 10/12/2028	(477)	(0.03)
13,795,800,000	Pay fixed 4.4575% receive float CLP Interbank Avg 13/11/2028	(508)	(0.04)
2,525,200,000	Pay fixed 3.245% receive float 6 Month HUF BUBOR 12/11/2028	(601)	(0.04)
745,600,000	Pay fixed 2.565% receive float 6mo CZK Pribor 13/11/2028	(1,267)	(0.09)
		<b>2,153</b>	<b>0.15</b>
	<b>Energy - (0.01%)</b>		
55,078	Fara Holdco (Unlisted)	275	0.02
		<b>275</b>	<b>0.02</b>
	<b>Credit Default Swaps - ((0.02)%)</b>		
22,050,000	Bought Protection on Russia 7.50% 20/06/2023	134	0.01
10,000,000	Sold Protection on EDF 5.625% 20/06/2019	24	0.00
20,400,000	Bought Protection on Mexico United Mexican States 4.15% 20/12/2022	(11)	0.00
20,300,000	Bought Protection on Mexico United Mexican States 4.15% 20/12/2022	(11)	0.00
		<b>136</b>	<b>0.01</b>
	<b>Industrials - (0.00%)</b>		
182	Delta Airlines	7	0.00
		<b>7</b>	<b>0.00</b>
	<b>Futures - (0.10%)</b>		
6,200,000,000	Japan 10 Year Bond (OSE) Commodity Future 13/03/2019	412	0.03
(29,500,000)	Long Gilt Commodity Future 26/06/2019	349	0.02
71,600,000	Australian 10 Year Bond Commodity Future 15/03/2019	328	0.02
(45,300,000)	Euro Oat Commodity Future 07/03/2019	73	0.01
11,000,000	Euro-BTP Commodity Future 07/03/2019	63	0.00
(26,800,000)	US 10 Year Ultra Future 19/06/2019	41	0.00
89,400,000	US 10 Year Treasury Note (CBT) Commodity Future 19/06/2019	25	0.00
(10,200,000)	Euro-BOBL Commodity Future 07/03/2019	24	0.00
(67,100,000)	US 5 Year Treasury Note (CBT) Commodity Future 28/06/2019	10	0.00
(4,400,000)	Canadian 10 Year Commodity Bond Future 19/06/2019	2	0.00
1,400,000	Euro-Schatz Commodity Future 07/03/2019	0	0.00
6,000,000	US Ultra Bond Commodity Future 19/06/2019	(25)	0.00
23,700,000	US 20 Year Long Bond (CBT) Commodity Future 19/06/2019	(55)	0.00
(63,800,000)	Euro-BUND Commodity Future 07/03/2019	(372)	(0.03)
(33,000,000)	EURO BUXL 30 Year Commodity Future 07/03/2019	(933)	(0.07)
		<b>(58)</b>	<b>0.00</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Index Credit Default Swap - ((1.07)%)</b>		
35,850,000	Bought Protection on ITRAXX XOver S30 20/12/2023 V2 20/12/2023	(3,032)	(0.22)
		<b>(3,032)</b>	<b>(0.22)</b>
	<b>Portfolio of investments</b>	<b>1,356,738</b>	<b>97.02</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>41,684</b>	<b>2.98</b>
	<b>Net assets</b>	<b>1,398,422</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Consumer Services - (15.48%)</b>			
935,231	RELX	16,114	3.55
2,823,219	Rightmove	13,577	2.99
270,005	InterContinental Hotels Group	12,225	2.69
654,050	Compass Group	10,906	2.40
191,840	Next	9,692	2.14
3,917,768	Dominos Pizza UK & Ireland	9,030	1.99
1,053,307	Pearson	8,869	1.95
1,503,298	Auto Trader Group	7,169	1.58
929,873	Just Eat	6,896	1.52
526,771	Ryanair Holdings (GB)	5,581	1.23
		<b>100,059</b>	<b>22.05</b>
<b>Industrials - (29.23%)</b>			
258,249	Ferguson	13,212	2.91
2,399,645	Meggitt	12,699	2.80
2,384,895	Polypipe Group	9,935	2.19
1,632,596	Howden Joinery Group	8,013	1.77
2,070,268	Essentra	7,747	1.71
490,579	Diploma	6,623	1.46
277,472	Bunzl	6,532	1.44
417,329	Ultra Electronics Holdings	5,141	1.13
305,655	Weir Group	4,935	1.09
1,703,950	Rotork	4,831	1.06
68,461	Spirax-Sarco Engineering	4,532	1.00
1,855,738	BBA Aviation	4,491	0.99
		<b>88,691</b>	<b>19.55</b>
<b>Financials - (18.31%)</b>			
30,264,645	Lloyds Banking Group	19,073	4.20
328,091	London Stock Exchange	14,866	3.28
1,219,578	St. James Place	11,735	2.59
437,247	Rathbone Brothers	9,917	2.19
477	Fidelity Institutional Liquidity Fund - USD A Acc	6,355	1.40
985,163	HSBC Holdings	6,049	1.33
158,034	Hiscox	2,492	0.55
134,448	Hargreaves Lansdown	2,302	0.51
170,977	Provident Financial	1,037	0.23
0	Fidelity Institutional Liquidity Fund - Sterling A Acc	6	0.00
		<b>73,832</b>	<b>16.27</b>
<b>Consumer Goods - (13.93%)</b>			
867,692	Diageo	25,141	5.54
581,718	Unilever	23,202	5.11
1,721,479	Headlam Group	7,342	1.62
43,445	Electronic Arts	3,195	0.70
109,157	Fevertree Drinks	2,871	0.63
		<b>61,751</b>	<b>13.61</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Oil &amp; Gas - (6.86%)</b>		
3,681,965	BP	19,610	4.32
575,295	Royal Dutch Shell (A)	13,571	2.99
560,847	Royal Dutch Shell (B)	13,331	2.94
46,391	Pioneer Natural Resources	4,936	1.09
		<b>51,448</b>	<b>11.34</b>
	<b>Health Care - (4.09%)</b>		
65,997	Roche Holdings	13,802	3.04
309,516	Novo-Nordisk (B)	11,402	2.51
207,893	Dechra Pharmaceuticals	5,035	1.11
		<b>30,239</b>	<b>6.67</b>
	<b>Basic Materials - (4.31%)</b>		
335,750	Rio Tinto	14,525	3.20
243,591	Johnson Matthey	7,549	1.66
547,189	Antofagasta	5,156	1.14
		<b>27,230</b>	<b>6.00</b>
	<b>Technology - (7.89%)</b>		
1,444,993	Sage Group	9,491	2.09
294,640	Micro Focus International	5,471	1.21
		<b>14,962</b>	<b>3.30</b>
	<b>Utilities - (0.00%)</b>		
542,873	National Grid	4,594	1.01
		<b>4,594</b>	<b>1.01</b>
	<b>Portfolio of investments</b>	<b>452,806</b>	<b>99.80</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>886</b>	<b>0.20</b>
	<b>Net assets</b>	<b>453,692</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (29.44%)</b>		
1,650	Fidelity Institutional Liquidity Fund - Sterling A Acc	34,361	9.54
3,530,256	John Laing Group	13,590	3.77
3,612,973	CLS Holdings	8,471	2.35
6,636,607	Summit Properties	5,922	1.64
326,211	Brooks MacDonald Group	5,154	1.43
5,013,821	Triam Investors 1	4,989	1.38
2,278,386	International Personal Finance	4,566	1.27
3,092,011	IFG Group (GB)	4,174	1.16
6,909,346	Sherborne Investors Guernsey C	4,077	1.13
1,976,300	U & I Group	3,858	1.07
1,348,430	H&T Group	3,789	1.05
2,144,759	Macau Property Opportunities Fund	3,057	0.85
982,499	Brewin Dolphin Holding	3,046	0.85
488,582	Provident Financial	2,963	0.82
5,262,877	Miton Group	2,474	0.69
521,860	Electra Private Equity	1,905	0.53
770,059	McKay Securities	1,810	0.50
1,542,905	Zegona Communications	1,620	0.45
565,736	Charles Stanley Group	1,471	0.41
4,369,300	LXB Retail Properties	197	0.05
120,328	Marwyn Value Investors	180	0.05
		<b>111,674</b>	<b>31.00</b>
	<b>Industrials - (31.70%)</b>		
11,469,054	Serco Group	14,795	4.11
1,496,527	Meggitt	7,920	2.20
4,943,234	SIG	6,224	1.73
4,104,963	Chemring Group	6,001	1.67
443,827	Vitec Group	5,326	1.48
2,637,275	Norcros	5,011	1.39
405,543	Ultra Electronics Holdings	4,996	1.39
2,187,779	Senior	4,993	1.39
4,864,097	Kin & Carta plc	4,791	1.33
1,419,048	Balfour Beatty	4,073	1.13
1,394,661	Morgan Advanced Materials	3,590	1.00
5,994,687	Speedy Hire	3,405	0.95
808,981	Essentra	3,027	0.84
812,164	Cohort	3,005	0.83
1,503,511	RPS Group	2,812	0.78
3,061,335	Augean	2,541	0.71
1,085,222	Charles Taylor	2,333	0.65
813,723	Royal Mail	2,247	0.62
1,286,237	Gordon Dadds	1,826	0.51
94,235,502	Management Consulting Group	1,762	0.49
1,004,192	Xaar	1,498	0.42
350,131	De La Rue	1,462	0.41
3,347,926	Connect Group	1,326	0.37
105,307	Oxford Instruments Group	1,050	0.29
1,029,509	Renold	294	0.08

# Portfolio Statement

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,355,000	WYG	190	0.05
4,178,172	Tanfield Group	189	0.05
849,345	Low & Bonar	142	0.04
		<b>96,829</b>	<b>26.88</b>
	<b>Consumer Services - (16.00%)</b>		
1,866,400	Millennium & Cophorne Hotels	8,595	2.39
3,087,545	William Hill	5,712	1.59
5,864,816	Huntsworth	5,689	1.58
838,697	GVC Holdings	5,506	1.53
1,796,473	DFS Furniture	4,078	1.13
2,321,326	Rank Group	3,788	1.05
1,943,037	888 Holdings	3,414	0.95
5,132,319	Begbies Traynor Group	3,131	0.87
6,335,947	Centaur Media	3,003	0.83
1,256,548	Hostelworld Group	2,415	0.67
953,561	Halfords Group	2,239	0.62
3,018,137	GoCompare.Com Group	1,974	0.55
1,039,135	Wilmington	1,912	0.53
11,171,186	Mothercare	1,868	0.52
1,765,375	Brown (N) Group	1,799	0.50
1,398,760	Vivo Energy	1,749	0.49
1,472,560	Stride Gaming	1,649	0.46
3,423,136	Ebiquity	1,643	0.46
808,311	Findel	1,487	0.41
528,154	Kingfisher	1,284	0.36
2,999,629	French Connection Group	1,170	0.32
1,739,919	McColls Retail Group	988	0.27
325,268	Sports Direct International	871	0.24
1,132,267	Topps Tiles	751	0.21
642,149	Nahl Group	518	0.14
1,267,681	Quiz	388	0.11
1,856,675	Tasty	167	0.05
16,071,539	Porta Communications	145	0.04
		<b>67,933</b>	<b>18.86</b>
	<b>Consumer Goods - (5.37%)</b>		
2,684,073	C Group (GB)	6,818	1.89
655,692	Headlam Group	2,797	0.78
2,907,549	Finsbury Food Group	2,239	0.62
3,223,512	Walker Greenbank	2,128	0.59
2,315,415	Photo-Me International	2,123	0.59
1,235,886	McCarthy & Stone	1,531	0.42
692,900	Swallowfield	1,490	0.41
1,399,252	McBride	1,375	0.38
316,099	Crest Nicholson	1,236	0.34
484,110	Ti Fluid Systems	892	0.25
		<b>22,629</b>	<b>6.28</b>

**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Basic Materials - (5.75%)</b>			
1,585,648	Synthomer	6,000	1.67
1,649,364	Central Asia Metals	4,173	1.16
10,410,740	Sylvania Platinum	2,655	0.74
2,143,916	Tharisa (GB)	2,358	0.65
1,067,157	Acacia Mining	2,349	0.65
938,990	Hochschild Mining	1,890	0.52
3,420,425	Capital Drilling	1,437	0.40
14,913,000	Goldplat	522	0.14
4,491,423	Ambrian (GB)	0	0.00
		<b>21,384</b>	<b>5.94</b>
<b>Oil &amp; Gas - (2.89%)</b>			
8,403,583	Ophir Energy	4,639	1.29
1,538,343	Cairn Energy	3,138	0.87
3,469,184	SOCO International	2,290	0.64
5,152,023	Savannah Petroleum	1,345	0.37
1,529,214	Premier Oil	1,153	0.32
3,635,859	Rockhopper Exploration	789	0.22
1,236,890	Amerisur Resources	202	0.06
		<b>13,556</b>	<b>3.76</b>
<b>Technology - (5.19%)</b>			
3,942,697	Spirent Communications	5,867	1.63
1,666,155	RM	3,932	1.09
1,745,309	Castleton Technology	1,553	0.43
5,679,933	Stanley Gibbons Group	142	0.04
		<b>11,494</b>	<b>3.19</b>
<b>Health Care - (1.02%)</b>			
3,147,965	Cello Group	3,400	0.94
4,228,842	Vectura Group	3,353	0.93
1,773,850	Indivior	1,910	0.53
		<b>8,663</b>	<b>2.40</b>
<b>Contracts for Difference - (0.50%)</b>			
719,990	FBD Holdings (CFD)	1,283	0.36
1,802,237	Semafo (CFD)	877	0.24
480,310	Sports Direct International (CFD)	144	0.04
4,706,231	Cairn Homes (CFD)	89	0.02
5,900,427	Glenveagh Properties (CFD)	(15)	0.00
(180,116)	Marshalls (CFD)	(67)	(0.02)
(1,674,845)	Coats Group (CFD)	(83)	(0.02)
(55,729)	Burford Capital (CFD)	(103)	(0.03)
704,489	CPL Resources (CFD)	(108)	(0.03)
(287,209)	John Menzies (CFD)	(128)	(0.04)
728,042	Cobalt 27 Capital (CFD)	(292)	(0.08)
8,440,400	Bumitama Agri (CFD)	(305)	(0.08)
		<b>1,292</b>	<b>0.36</b>



**Portfolio Statement**

as at 28 February 2019

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Futures - (0.00%)</b>		
596	FTSE 250 Y2 Index Future 15/03/2019	870	0.24
		<b>870</b>	<b>0.24</b>
	<b>Utilities - (0.00%)</b>		
120,216	ContourGlobal	213	0.06
		<b>213</b>	<b>0.06</b>
	<b>Portfolio of investments</b>	<b>356,537</b>	<b>98.97</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,754</b>	<b>1.03</b>
	<b>Net assets</b>	<b>360,291</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 28 February 2018. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

## EU Securities Financing Transaction Regulation

The Securities Financing Transaction Regulation (SFTR) requires further transparency to address perceived risks in the use of securities financing transactions.

A fund may use Total Return Swaps or other financial derivative instruments with similar characteristics to meet the investment objective of a fund and in accordance with the provisions on the use of financial derivative instruments. The following type of assets can be subject to Total Return Swaps (TRS) or other financial derivative instruments with similar characteristics: equity stocks, equity indices, commodity indices and credit indices.

Counterparties to such transactions must be subject to prudential supervision rules considered by the FCA as equivalent to those prescribed by EU law and specialised in these types of transactions. The counterparties to such transactions will generally be financial institutions based in an OECD member state and have an investment grade credit rating. At present only Contracts For Difference (CFDs) are used in relation to the funds.

## Global Data

Fund Name	Broker	Total Return Swaps £'000	Percentage of NAV
Fidelity American Fund	Goldman Sachs	(35)	-0.01%
	UBS	(20)	
	<b>Total</b>	<b>(55)</b>	
Fidelity Asian Dividend Fund	UBS	277	1.24%
	<b>Total</b>	<b>277</b>	
Fidelity Enhanced Income Fund	Goldman Sachs	(378)	-0.12%
	<b>Total</b>	<b>(378)</b>	
Fidelity Global Enhanced Income Fund	Goldman Sachs	406	0.17%
	<b>Total</b>	<b>406</b>	
Fidelity Global High Yield Fund	JP Morgan	12	0.01%
	<b>Total</b>	<b>12</b>	
Fidelity Global Property Fund	UBS	58	0.03%
	<b>Total</b>	<b>58</b>	
Fidelity Global Special Situations Fund	Deutsche Bank	2,289	0.58%
	Goldman Sachs	3,525	
	HSBC Global Markets	1,287	
	UBS	7,344	
	<b>Total</b>	<b>14,445</b>	
Fidelity Special Situations Fund	Goldman Sachs	(7,096)	-1.04%
	HSBC Global Markets	(3,860)	
	Morgan Stanley	(19,180)	
	UBS	(466)	
	<b>Total</b>	<b>(30,602)</b>	
Fidelity UK Smaller Companies Fund	Deutsche Bank	1,174	0.36%
	Goldman Sachs	(143)	
	Morgan Stanley	331	
	UBS	(70)	
	<b>Total</b>	<b>1,292</b>	

All TRSs have open maturity tenors based the contractual settlement date of each position and are all settled bi-laterally with the respective counterparty. Funds not listed make no use of securities financing transactions.

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

## Collateral

Fund Name	Broker	Received	Granted	
		UK Pound £'000	UK Pound £'000	US Dollar £'000
Fidelity American Fund	UBS	-	47	-
	<b>Total</b>	-	<b>47</b>	-
Fidelity Enhanced Income Fund	JP Morgan	-	310	-
	UBS	-	7,457	-
	<b>Total</b>	-	<b>7,767</b>	-
Fidelity Global Enhanced Income Fund	Goldman Sachs	450	-	-
	UBS	-	-	9,837
	<b>Total</b>	<b>450</b>	-	<b>9,837</b>
Fidelity Global High Yield Fund	BNP Paribas	199	-	-
	CitiGroup	-	1,025	-
	Morgan Stanley	-	2	-
	UBS	-	367	-
	<b>Total</b>	<b>199</b>	<b>1,394</b>	-
Fidelity Global Special Situations Fund	Deutsche Bank	3,305	-	-
	Goldman Sachs	4,420	-	-
	HSBC	1,580	-	-
	UBS	10,610	-	-
	<b>Total</b>	<b>19,915</b>	-	-
Fidelity Special Situations Fund	Goldman Sachs	-	7,450	-
	HSBC	-	8,070	-
	Morgan Stanley	-	19,825	-
	UBS	1,062	-	-
	<b>Total</b>	<b>1,062</b>	<b>35,345</b>	-
Fidelity UK Smaller Companies Fund	Deutsche Bank	1,566	-	-
	Goldman Sachs	-	150	-
	Morgan Stanley	452	-	-
	UBS	-	417	-
	<b>Total</b>	<b>2,018</b>	<b>567</b>	-

All collateral is cash maturing within 1 day and where received by brokers is held in segregated accounts.

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

## Cost and Return

Fund Name	Finance Cost	Return	Total
Fidelity American Special Situations Fund	(59)	9	(50)
Fidelity American Fund	(335)	505	170
Fidelity Global Focus Fund	(81)	10	(71)
Fidelity Special Situations Fund	(350)	4,792	4,442
Fidelity Global Special Situations Fund	(2,226)	1,093	(1,133)
Fidelity Global Property Fund	(122)	325	203
Fidelity Enhanced Income Fund	(74)	426	352
Fidelity UK Smaller Companies Fund	(69)	235	166
Fidelity Asian Dividend Fund	-	7	7
Fidelity Global Enhanced Income Fund	(61)	30	(31)

All TRS gains and losses for the year end are attributable 100% to the respective fund and are not subject to any returns sharing arrangements with the Fund's Manager or any other third parties.

## Further Information

### **Fidelity Investment Funds Registered Office**

Oakhill House  
130 Tonbridge Road  
Hildenborough  
Tonbridge  
Kent TN11 9DZ  
United Kingdom  
[www.fidelity.co.uk](http://www.fidelity.co.uk)  
Authorised and regulated in the UK by the Financial Conduct Authority.

### **Authorised Corporate Director (ACD), General Distributor, Administrator and Registrar**

FIL Investment Services (UK) Limited  
Oakhill House  
130 Tonbridge Road  
Hildenborough  
Tonbridge  
Kent TN11 9DZ  
United Kingdom  
The ACD is FIL Investment Services (UK) Limited and is the sole director.  
Authorised and regulated in the UK by the Financial Conduct Authority.  
Registered in England and Wales No 2016555.

### **Depositary**

J.P. Morgan Europe Limited  
Registered Office:  
25 Bank Street  
London E14 5JP  
United Kingdom

### **Head Office:**

Chaseside  
Bournemouth  
Dorset BH7 7DA  
United Kingdom  
Authorised and regulated in the UK by the Financial Conduct Authority.

### **Independent Auditors**

PricewaterhouseCoopers LLP  
7 More London Riverside  
London SE1 2RT  
United Kingdom

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

## Further Information

- All Fidelity employees are subject to a Code of Ethics which, among other things, sets out procedures for personal account dealings in securities. These procedures, which are rigorously monitored, are designed to ensure that there is no conflict between personal account dealing by Fidelity staff and the interests of Fidelity's customers.

The two basics of the Code of Ethics require that deals have to be pre-authorised before an individual may undertake them, and they must afterwards be reported to the Compliance Department. Individuals are required to use specified brokers which enables this process to be checked on a continual basis.

In addition, there are specific provisions to ensure that any investment idea is first acted upon by the funds Fidelity manages, and that fund managers may not deal within a defined period either side of a fund (for which they are responsible) dealing in that stock.

- The Report and Financial Statements of the Company and the Instrument of Incorporation may be inspected free of charge between 9.00 a.m. and 5.00 p.m. on every business day at the offices of the Authorised Corporate Director (ACD) at Oakhill House, 130 Tonbridge Road, Hildenborough, Tonbridge, Kent TN11 9DZ, United Kingdom.

Shareholders may obtain copies of the above documents, including long form accounts, free of charge from the same address, or alternatively from our website [www.fidelity.co.uk](http://www.fidelity.co.uk).

It is possible to receive up to date information about the full holdings of the funds in which you invest. This is available on request, and may, at our discretion, be subject to you entering into an agreement with us to keep the information confidential. If you wish to receive full holdings information in accordance with the policy, please put your request in writing to: Data Policy Fund Holdings, Oakhill House, 130 Tonbridge Road, Hildenborough, Tonbridge, Kent TN11 9DZ quoting your name, address and account number or client reference number.

- 1 The funds or securities referred to herein are not sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI Index (collectively, the "MSCI parties"). The MSCI Indexes are the exclusive property of MSCI. MSCI and the MSCI Index name are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by Fidelity. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this fund or any other person or entity regarding the advisability of investing in funds generally or in this fund particularly or the ability of any MSCI Index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks, and trade names and of the MSCI Indexes which are determined, composed and calculated by MSCI without regard to this fund or the issuer and owners of this fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this fund or any other person or entity into consideration in determining, composing, or calculating the MSCI Indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this fund to be issued or in the determination or calculation of the equation by or the consideration into which this fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this fund or any other person or entity in connection with the administration, marketing or offering of this fund. Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI Indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or completeness of any MSCI Index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to the results to be obtained by the issuer of this fund, owners of the fund, or any other person or entity, from the use of any MSCI Index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI Index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI Index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

- 1a The fund belongs to a group known as "passive" or "index tracker" funds, whereby the portfolio holds securities that are representative of the index. This fund is constructed to efficiently replicate the characteristics of the index, but may not hold all the company shares in the index or hold those shares in exactly the same weightings. The costs and expenses that the fund incurs means returns may not exactly match the index performance.

- 2 The Shares in the fund are not in any way sponsored, endorsed, sold or promoted by FTSE International Limited ("FTSE") or by the London Stock Exchange Plc ("the Exchange") or by The Financial Times Limited ("FT"), and neither FTSE nor the Exchange nor FT makes any warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the FT-SE Actuaries All-Share Index ("the Index") and/or the figure at which the said Index stands at any particular time on any particular day or otherwise. The Index is compiled and calculated by FTSE. However, neither FTSE nor the Exchange nor FT shall be liable (whether in negligence or otherwise) to any person for any error in the Index, and neither FTSE nor the Exchange nor FT shall be under any obligation to advise any person of any error in the Index. "FTSE™" and "FT-SE®" are trade marks of the London Stock Exchange Plc and The Financial Times Limited and are used by FTSE International Limited under licence. "All-Share™" is a trade mark of FTSE International Limited.

S&P 500® are registered trademarks of Standard & Poor's Financial Services LLC ("S&P") and Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"). These trademarks have been licensed for use by S&P Dow Jones Indices LLC ("SPDJI") and, in some cases, sublicensed to Fidelity. The S&P 500® (the "Index") is a product of SPDJI and/or affiliates and has been licensed for use by Fidelity.

# Fidelity Investment Funds Annual Report and Financial Statements for the year ended 28 February 2019

The Fund is not sponsored, endorsed, sold or promoted by SPDJ, Dow Jones, S&P, any of their respective affiliates or their third party licensors (collectively, "SPDJ Entities"). SPDJ Entities make no representation or warranty, express or implied, to the owners of the Fund or any member of the public regarding the advisability of investing in securities generally or in the Fund particularly or the ability of the Index to track general market performance. SPDJ Entities' only relationship to Fidelity with respect to the Index is the licensing of the Index and certain trademarks, service marks and/or trade names of SPDJ Entities. The Index is determined, composed and calculated by SPDJ Entities without regard to Fidelity or the Fund. SPDJ Entities have no obligation to take the needs of Fidelity or the owners of the Fund into consideration in determining, composing or calculating the Index. SPDJ Entities are not responsible for and have not participated in the determination of the prices, and amount of the Fund or the timing of the issuance or sale of the Fund or in the determination or calculation of the equation by which the Fund is to be redeemed. SPDJ Entities have no obligation or liability in connection with the administration, marketing or trading of the Fund. There is no assurance that investment products based on the Index will accurately track index performance or provide positive investment returns. S&P Dow Jones Indices LLC is not an investment advisor. Inclusion of a security within the Index is not a recommendation by SPDJ Entities to buy, sell, or hold such security, nor is it considered to be investment advice.

SPDJ ENTITIES DO NOT GUARANTEE THE ADEQUACY, ACCURACY, TIMELINESS AND/OR THE COMPLETENESS OF THE INDEX OR ANY DATA RELATED THERETO OR ANY COMMUNICATION, INCLUDING BUT NOT LIMITED TO, ORAL OR WRITTEN COMMUNICATION (INCLUDING ELECTRONIC COMMUNICATIONS) WITH RESPECT THERETO. SPDJ ENTITIES SHALL NOT BE SUBJECT TO ANY DAMAGES OR LIABILITY FOR ANY ERRORS, OMISSIONS, OR DELAYS THEREIN. SPDJ ENTITIES MAKES NO EXPRESS OR IMPLIED WARRANTIES, AND EXPRESSLY DISCLAIMS ALL WARRANTIES, OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE OR AS TO RESULTS TO BE OBTAINED BY FIDELITY, OWNERS OF THE FUND, OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE INDEX OR WITH RESPECT TO ANY DATA RELATED THERETO. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT WHATSOEVER SHALL SPDJ ENTITIES BE LIABLE FOR ANY INDIRECT, SPECIAL, INCIDENTAL, PUNITIVE, OR CONSEQUENTIAL DAMAGES INCLUDING BUT NOT LIMITED TO, LOSS OF PROFITS, TRADING LOSSES, LOST TIME OR GOODWILL, EVEN IF THEY HAVE BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES, WHETHER IN CONTRACT, TORT, STRICT LIABILITY, OR OTHERWISE. THERE ARE NO THIRD PARTY BENEFICIARIES OF ANY AGREEMENTS OR ARRANGEMENTS BETWEEN SPDJ AND FIDELITY, OTHER THAN THE LICENSORS OF SPDJ AND ITS AFFILIATES.

FIL Limited and its respective subsidiaries form the global investment management organisation that is commonly referred to as Fidelity International. Fidelity International only gives information on products and services and, with the exception of retirement advice, does not provide investment advice based on individual circumstances.

Any service, security, investment, fund or product outlined may not be available to or suitable for you and may not be available in your jurisdiction. It is your responsibility to ensure that any service, security, investment, fund or product outlined is available in your jurisdiction before any approach is made regarding that service, security, investment, fund or product. This document may not be reproduced or circulated without prior permission and must not be passed to private investors.

Past performance is not a reliable indicator of future results. The value of investments may go down as well as up and an investor may not get back the original amount invested. Unless otherwise stated all products are provided by Fidelity International, and all views expressed are those of Fidelity International.

In certain countries, and for certain types of investments, transaction costs are higher and liquidity is lower than elsewhere. There may also be limited opportunities to find alternative ways of managing cash flows especially where the focus of investment is on small and medium sized firms. For funds specialising in such countries and investment types, transactions, particularly those large in size, are likely to have a greater impact on the costs of running a fund than similar transactions in larger funds. Prospective investors should bear this in mind in selecting funds.

Issued by FIL Investment Services (UK) Limited (FCA registered number 121939) a firm authorised and regulated by the Financial Conduct Authority.

FIL Investment Services (UK) Limited is a member of the Fidelity International group of companies and is registered in England and Wales under the company number 2016555. The registered office of the company is Oakhill House, 130 Tonbridge Road, Hildenborough, Tonbridge, Kent TN11 9DZ, United Kingdom. FIL Investment Management Limited VAT group identification number is 395 3090 35.



Fidelity, Fidelity International the Fidelity International logo and **F** symbol are trademarks of FIL Limited