



Interim report

BlackRock Global Multi Asset Income Fund

For the six months ended 31 August 2018

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General Information

Manager & Registrar

BlackRock Fund Managers Limited
12 Throgmorton Avenue, London EC2N 2DL

Member of The Investment Association and authorised and regulated by the Financial Conduct Authority ("FCA").

Directors of the Manager

G D Bamping* C L Carter M B Cook (appointed 2 May 2018) W I Cullen* R A Damm R A R Hayes A M Lawrence
L E Watkins (appointed 16 May 2018) M T Zemek*

* Non-executive Director.

Trustee* & Custodian

The Bank of New York Mellon (International) Limited
One Canada Square, London E14 5AL

Authorised by the Prudential Regulation Authority and regulated by the FCA and the Prudential Regulation Authority.

* On 18 June 2018 the Trustee changed from BNY Mellon Trust & Depositary (UK) Limited to The Bank of New York Mellon (International) Limited.

Investment Manager

BlackRock Investment Management (UK) Limited
12 Throgmorton Avenue, London EC2N 2DL

Authorised and regulated by the FCA.

Investment Advisers

BlackRock Investment Management, LLC
1 University Square Drive, Princeton NJ 08540, United States

Regulated by the Securities and Exchange Commission.

BlackRock Financial Management, Inc
55 East 52nd Street, New York, NY 10055, United States

Regulated by the Securities and Exchange Commission.

BlackRock (Singapore) Limited
#18-01 20 Anson Road, Singapore, 079912

Regulated by the Monetary Authority of Singapore.

Securities Lending Agent

BlackRock Advisors (UK) Limited
12 Throgmorton Avenue, London EC2N 2DL

Authorised and regulated by the FCA.

Auditor

Ernst & Young LLP
Atria One, 144 Morrison Street, Edinburgh EH3 8EX

BlackRock's proxy voting agent is ISS (Institutional Shareholder Services).

This Report relates to the packaged products of and is issued by:

BlackRock Fund Managers Limited
12 Throgmorton Avenue, London EC2N 2DL
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Dealing and Investor Services: 0800 44 55 22
blackrock.co.uk

For your protection, telephone calls are usually recorded.

About the Fund

BlackRock Global Multi Asset Income Fund (the "Fund") is a UCITS scheme under the COLL Sourcebook. The Fund was established on 2 August 1994. The Fund was previously known as Mercury Income Portfolio Fund. On 30 September 2000 the Fund changed its name to Merrill Lynch Income Portfolio Fund. The Fund changed its name to BlackRock Income Portfolio Fund on 28 April 2008 and adopted its present name with effect from 12 January 2015. The Fund changed its investment objective and policy on 1 October 2006 and 12 January 2015. The Fund's FCA product reference number is 170220.

Investment Objective & Policy

The aim of the Fund is to provide an above average income without sacrificing the benefits of long-term capital growth by following a flexible asset allocation policy. Investment may be made in a global portfolio of equities and fixed income securities, as well as permitted money market instruments, permitted deposits, cash and near cash and units in collective investment schemes.

In order to achieve the investment objective and policy the Fund will invest in a variety of investment strategies and instruments. It may also hold indirect exposure to alternative asset classes such as commodities or property through eligible index derivatives, eligible collective investment schemes or structured securities. In normal market conditions, the intention is for the Fund to invest a larger proportion of its assets in income generating assets than in non-income generating assets.

Fund Managers

As at 31 August 2018, the Fund Managers of the Fund are Michael Fredericks, Justin Christofel and Alex Shingler.

Significant Events

Changes in the Directors of the Manager

M B Cook was appointed as a Director effective 2 May 2018. L E Watkins was appointed as a Director effective 16 May 2018.

Changes to the Trustee

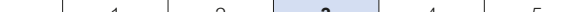
On 18 June 2018 the Trustee changed from BNY Mellon Trust & Depository (UK) Limited to The Bank of New York Mellon (International) Limited.

Significant Events continued

Syndicate Credit Facility

In April 2018, the Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan") whereby JPMorgan, together with other syndicated lenders, made a USD 1,400 million credit facility available to the Fund and the other syndicated funds. This credit facility may be utilised by the Fund and the other syndicated funds for temporary funding purposes, including, without limitation, the funding of investor redemptions. Any interest and commitment fees in relation to drawdowns from such credit facility are borne out of the net assets of the relevant syndicated Fund. As at 31 August 2018, the Fund did not have any outstanding amounts from such credit facility. The credit facility was not used during the period from 1 March 2018 to 31 August 2018.

Risk and Reward Profile

	Lower risk Typically lower rewards						Higher risk Typically higher rewards
Unit Class							
A Income	1	2	3	4	5	6	7
A Accumulation	1	2	3	4	5	6	7
D Income	1	2	3	4	5	6	7
D Accumulation	1	2	3	4	5	6	7
S Income	1	2	3	4	5	6	7
S Accumulation	1	2	3	4	5	6	7
X Accumulation	1	2	3	4	5	6	7

- The risk indicator was calculated incorporating historical or simulated historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean risk free.
- The use of derivatives will impact the value of the Fund and may expose the Fund to a higher degree of risk. Derivatives are highly sensitive to changes in the value of the asset on which they are based and can increase the size of losses and gains, resulting in greater fluctuations in the value of the Fund. The impact to the Fund can be greater where derivatives are used in an extensive or complex way.

For more information on this, please see the Fund's Key Investor Information Documents ("KIIDs"), which are available at www.blackrock.com.

Performance Table

	For the six months to 31.8.2018	For the three years to 31.8.2018	For the five years to 31.8.2018
TOTAL RETURN (with net income reinvested)			
Class D Accumulation Units			
BlackRock Global Multi Asset Income Fund	+0.5%	+16.2%	+26.9%

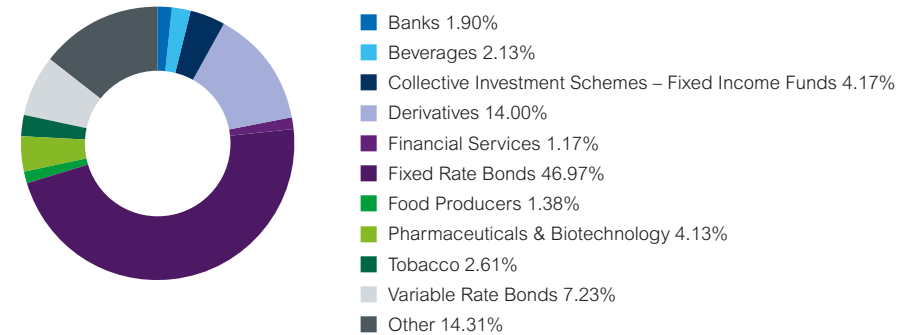
All Fund figures quoted are based on bid-to-bid dealing prices (the price at which units are sold) and are calculated net of fees. Performance returns are cumulative.
All returns are in Sterling.
The Fund's performance is not measured in reference to a benchmark index.

All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and the return of your initial investment amount cannot be guaranteed. Changes in exchange rates may cause the value of an investment to fluctuate. Past performance is not a guide to future performance and should not be the sole factor of consideration when selecting a product.

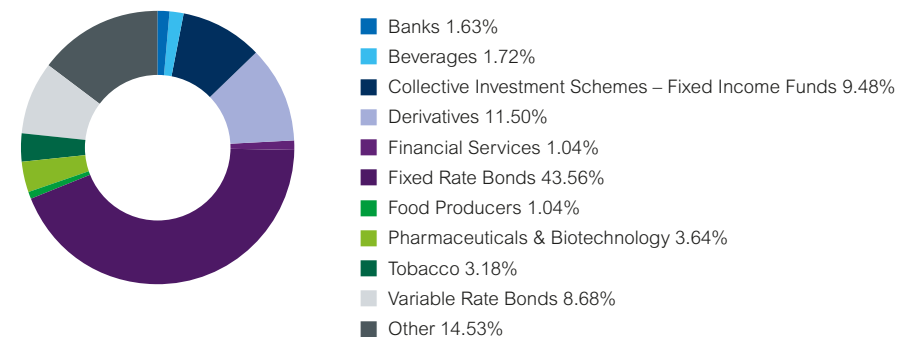
Classification of Investments

The following charts provide an analysis of the portfolio weightings as at 31 August 2018 and 28 February 2018 by their respective equity sector allocations and asset types.

31 August 2018



28 February 2018



Investment Report

Summary of Performance over the Period

The Fund returned 0.5%* over the six-month period to 31 August 2018 in an environment in which income generating investments saw more challenged price returns.

The primary objective of the Fund is to generate an attractive level of income. This outcome continues to be achieved in a low yield environment. The Fund's income distributions over the year averaged over 5%, annualised.

Market Review

Developed global stock markets gained over the period, significantly outperforming emerging markets. UK markets lagged global markets, as Brexit negotiations continued. Elsewhere, US stocks fared well, as investors focused on strength in the domestic economy. Early in the period, concerns over an escalating trade war between the US and other countries (including China, Canada and Mexico) took their toll on investor sentiment, but markets subsequently recovered their losses. Yields on developed market government bonds (which move inversely to prices) were broadly lower. An exception was the US, where government yields ended the period flat, at 2.86%, despite having exceeded 3% on occasion. European government bond yields (those of Germany and France) fell, as did UK gilts.

Fund Performance and Activity

Over the period, the key contributors to portfolio income were high yield bonds, covered calls (an equity holding accompanied by selling a call option to balance capital growth of the equity with income in exchange for selling the call option) and preferred stock (a security which pays a dividend in priority to the dividends of ordinary shares). In terms of total return, the greatest contributors to returns were exposures to high yield bonds, global equities and preferred stock. The portfolio saw modest losses from US government bonds and from emerging market exposures.

We continue to be highly diversified across asset classes, are running modest exposure to interest rates and hold relatively low equity risk. We built up a small cash position towards the end of the period. We will look to deploy this cash position should market volatility create more attractive entry points in specific asset classes.

Outlook

The shift from quantitative easing to tightening in the US has, thus far, been relatively benign and orderly. However, it resulted in the repricing of many global assets and we believe some value has been built back into markets. Looking ahead, we would classify our outlook as one of cautious optimism. Trade rhetoric between the US and China, and central bank tightening are reasons to be cautious, but, in the near term, we see few signs of the economic backdrop weakening. We also feel that markets are more appropriately priced relative to the start of the year, potentially offering more attractive entry points. Lastly, the opportunity cost for global investors of owning US cash is much lower at present due to higher interest rates, underscoring our preference for having a bit of cash exposure in the portfolio.

September 2018

* Performance figures quoted are based on bid-to-bid dealing prices (the price at which units are sold). Performance is calculated net of fees and is reported for the Fund's class D Accumulation Units.

Performance Record

Net Asset Value

At 31 August 2018	Units in Issue	Net Asset Value £000's	Net Asset Value per Unit p
A Income	7,415,572	12,159	164.0
A Accumulation	2,750,458	12,771	464.3
D Income	13,176,384	22,549	171.1
D Accumulation	1,157,113	5,590	483.0
S Income	5,325,417	5,287	99.29
S Accumulation	3,071,368	3,725	121.3
X Accumulation	1,207,700	1,224	101.3

Distribution Payable for the period to 31 August 2018

Unit Class	Distribution payable on 31.10.2018 Pence per Unit
A Income	0.6500
A Accumulation	1.8253
D Income	0.6777
D Accumulation	1.8968
S Income	0.3931
S Accumulation	0.4762
X Accumulation*	0.3517

* X Accumulation class commenced May 2018.

Operating Charges

Unit Class	1.3.2018 to 31.8.2018	1.3.2017 to 28.2.2018
A Income	1.67%	1.64%
A Accumulation	1.66%	1.64%
D Income	0.90%	0.89%
D Accumulation	0.90%	0.89%
S Income	0.82%	0.81%
S Accumulation	0.82%	0.81%
X Accumulation*	0.09%	N/A

Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

* X Accumulation class commenced May 2018.

Portfolio Statement (unaudited)

at 31 August 2018

Holding or Nominal Value Investment	Market Value £000's	% of Total Net Assets
EQUITIES – 24.44%; 28.2.2018 21.36%		
UNITED KINGDOM – 3.28%; 28.2.2018 3.22%		
Banks – 0.00%; 28.2.2018 0.18%		
1 HSBC [^]	–	0.00
Beverages – 0.40%; 28.2.2018 0.34%		
9,473 Diageo	256	0.40
Food Producers – 0.69%; 28.2.2018 0.54%		
9,878 Unilever	434	0.69
Pharmaceuticals & Biotechnology – 1.01%; 28.2.2018 0.78%		
5,581 AstraZeneca	325	0.51
19,982 GlaxoSmithKline	315	0.50
	640	1.01
Tobacco – 1.18%; 28.2.2018 1.38%		
9,824 British American Tobacco	369	0.58
13,751 Imperial Brands	380	0.60
	749	1.18
AUSTRALIA – 1.11%; 28.2.2018 1.05%		
General Industrials – 0.58%; 28.2.2018 0.53%		
46,398 Amcor	369	0.58
Health Care Equipment & Services – 0.53%; 28.2.2018 0.52%		
9,053 Ansell	126	0.20
14,191 Sonic Healthcare	207	0.33
	333	0.53
BELGIUM – 0.30%; 28.2.2018 0.49%		
Beverages – 0.15%; 28.2.2018 0.21%		
1,312 Anheuser-Busch InBev	95	0.15
Industrial Transportation – 0.15%; 28.2.2018 0.28%		
7,923 Bpost	93	0.15
CANADA – 1.58%; 28.2.2018 1.27%		
Fixed Line Telecommunications – 0.79%; 28.2.2018 0.66%		
17,543 TELUS	503	0.79
Mobile Telecommunications – 0.79%; 28.2.2018 0.61%		
12,510 Rogers Communications class 'B' shares	501	0.79
CHINA – 0.28%; 28.2.2018 0.25%		
Personal Goods – 0.28%; 28.2.2018 0.25%		
42,000 Anta Sports Products	176	0.28

Holding or Nominal Value Investment	Market Value £000's	% of Total Net Assets
DENMARK – 0.24%; 28.2.2018 0.22%		
Financial Services – 0.24%; 28.2.2018 0.22%		
3,925 Novo Nordisk class 'B' shares	149	0.24
FINLAND – 0.71%; 28.2.2018 0.40%		
Industrial Engineering – 0.71%; 28.2.2018 0.40%		
10,656 KONE class 'B' shares	447	0.71
FRANCE – 0.94%; 28.2.2018 0.60%		
Electronic & Electrical Equipment – 0.32%; 28.2.2018 0.00%		
3,209 Schneider Electric	202	0.32
Pharmaceuticals & Biotechnology – 0.62%; 28.2.2018 0.60%		
5,942 Sanofi	395	0.62
GERMANY – 0.57%; 28.2.2018 0.49%		
Industrial Transportation – 0.57%; 28.2.2018 0.49%		
12,706 Deutsche Post ^o	358	0.57
HONG KONG – 0.00%; 28.2.2018 0.10%		
Travel & Leisure – 0.00%; 28.2.2018 0.10%		
INDIA – 0.20%; 28.2.2018 0.21%		
Automobiles & Parts – 0.20%; 28.2.2018 0.21%		
3,600 Hero Moto	127	0.20
JAPAN – 0.22%; 28.2.2018 0.43%		
Tobacco – 0.22%; 28.2.2018 0.43%		
6,800 Japan Tobacco	138	0.22
NETHERLANDS – 0.59%; 28.2.2018 0.26%		
Beverages – 0.28%; 28.2.2018 0.26%		
2,331 Heineken	177	0.28
General Industrials – 0.31%; 28.2.2018 0.00%		
5,631 Koninklijke Philips	195	0.31
SINGAPORE – 0.57%; 28.2.2018 0.20%		
Banks – 0.57%; 28.2.2018 0.20%		
12,800 DBS	179	0.28
12,100 United Overseas Bank	183	0.29
	362	0.57
SWEDEN – 0.32%; 28.2.2018 0.31%		
Financials – 0.32%; 28.2.2018 0.31%		
21,428 Svenska Handelsbanken series 'A' shares ^o	202	0.32

Portfolio Statement (unaudited) continued

Holding or Nominal Value Investment	Market Value £000's	% of Total Net Assets
SWITZERLAND – 1.68%; 28.2.2018 1.87%		
Chemicals – 0.00%; 28.2.2018 0.32%		
Food Producers – 0.69%; 28.2.2018 0.50%		
6,727 Nestlé ^o	434	0.69
Pharmaceuticals & Biotechnology – 0.77%; 28.2.2018 0.81%		
7,625 Novartis	490	0.77
Support Services – 0.22%; 28.2.2018 0.24%		
69 SGS	141	0.22
TAIWAN – 0.57%; 28.2.2018 0.55%		
Mobile Telecommunications – 0.17%; 28.2.2018 0.16%		
58,000 Far EasTone Telecommunications	106	0.17
Technology Hardware & Equipment – 0.40%; 28.2.2018 0.39%		
40,000 Taiwan Semiconductor Manufacturing	256	0.40
UNITED STATES – 11.28%; 28.2.2018 9.44%		
Aerospace & Defence – 0.48%; 28.2.2018 0.43%		
2,996 United Technologies	305	0.48
Automobiles & Parts – 0.65%; 28.2.2018 0.53%		
5,405 Genuine Parts	412	0.65
Banks – 1.33%; 28.2.2018 1.25%		
3,642 Citizens Financial	115	0.18
3,000 KeyCorp preference shares	64	0.10
1,688 M&T Bank	229	0.36
5,355 US Bancorp	223	0.35
4,746 Wells Fargo	213	0.34
	844	1.33
Beverages – 1.30%; 28.2.2018 0.91%		
12,917 Coca-Cola	446	0.71
4,361 PepsiCo	375	0.59
	821	1.30
Electricity – 0.16%; 28.2.2018 0.14%		
5,083 Entergy Texas preference shares	101	0.16
Financial Services – 0.93%; 28.2.2018 0.82%		
25,000 Morgan Stanley preference shares	499	0.79
1,000 SLM preference shares	54	0.09
400 Stanley Black & Decker preference shares	33	0.05
	586	0.93
Forestry & Paper – 0.42%; 28.2.2018 0.39%		
6,678 International Paper	266	0.42

Holding or Nominal Value Investment	Market Value £000's	% of Total Net Assets
General Industrials – 0.42%; 28.2.2018 0.27%		
1,657 3M	268	0.42
General Retailers – 0.00%; 28.2.2018 0.10%		
Health Care Equipment & Services – 0.36%; 28.2.2018 0.00%		
3,100 Medtronic	231	0.36
Household Goods & Home Construction – 0.46%; 28.2.2018 0.39%		
4,516 Procter & Gamble	290	0.46
Industrial Transportation – 0.25%; 28.2.2018 0.19%		
1,695 United Parcel Service class 'B' shares	160	0.25
Pharmaceuticals & Biotechnology – 1.73%; 28.2.2018 1.45%		
2,648 AbbVie	197	0.31
5,373 Johnson & Johnson	558	0.88
10,667 Pfizer	341	0.54
	1,096	1.73
Real Estate Investment Trusts – 0.29%; 28.2.2018 0.26%		
9,310 Public Storage class "Z" preference shares	186	0.29
Software & Computer Services – 0.30%; 28.2.2018 0.22%		
2,237 Microsoft	193	0.30
Support Services – 0.23%; 28.2.2018 0.00%		
2,639 Paychex	148	0.23
Technology Hardware & Equipment – 0.76%; 28.2.2018 0.72%		
13,249 Cisco Systems	480	0.76
Tobacco – 1.21%; 28.2.2018 1.37%		
10,383 Altria	469	0.74
4,920 Philip Morris International	297	0.47
	766	1.21
BONDS – 54.20%; 28.2.2018 52.24%		
UK STERLING – 0.85%; 28.2.2018 0.95%		
UK Sterling Denominated Fixed Rate Corporate Bonds – 0.85%; 28.2.2018 0.95%		
£100,000 CPUK Finance 4.25% Bonds 28/8/2022	100	0.16
£100,000 Jerrold Finco 6.25% European Medium Term Notes 15/9/2021	102	0.16
£50,000 Telecom Italia 5.875% European Medium Term Notes 19/5/2023	55	0.09
£66,887 Unique Pub Finance 5.659% Bonds 30/6/2027	74	0.12
£100,000 Virgin Media Secured Finance 6.25% Guaranteed Senior Notes 28/3/2029	104	0.16
£100,000 Vougeot Bidco 7.875% Bonds 15/7/2020	100	0.16
	535	0.85

Portfolio Statement (unaudited) continued

Holding or Nominal Value Investment	Market Value £000's	% of Total Net Assets
EURO – 6.67%; 28.2.2018 5.75%		
Euro Denominated Fixed Rate Corporate Bonds – 6.08%; 28.2.2018 5.20%		
€100,000 Altice France 5.875% Bonds 1/2/2027	93	0.15
€100,000 Ardagh Packaging Finance 6.75% Bonds 15/5/2024	97	0.15
€100,000 Assicurazioni Generali 5.5% European Medium Term Notes 27/10/2047	93	0.15
€100,000 ATF Netherlands 3.75% Perpetual Bonds	91	0.14
€100,000 Bankia 3.375% Bonds 15/3/2027	92	0.15
€100,000 Belden 4.125% Bonds 15/10/2026	95	0.15
€135,000 BWAY 4.75% Bonds 15/4/2024	124	0.20
€100,000 Colfax 3.25% Bonds 15/5/2025	92	0.15
€100,000 Credit Agricole 6.5% Perpetual Bonds	99	0.16
€100,000 DKT Finance ApS 7% Bonds 17/6/2023	96	0.15
€100,000 EC Finance 2.375% Bonds 15/11/2022	90	0.14
€100,000 Equinix 2.875% Bonds 1/10/2025	88	0.14
€100,000 Federal-Mogul Financing 5% Bonds 15/7/2024	95	0.15
€100,000 Goodyear Dunlop Tires Europe 3.75% Bonds 15/12/2023	92	0.15
€100,000 Hertz Netherlands 5.5% Bonds 30/3/2023	91	0.14
€100,000 Ineos Finance 4% Bonds 1/5/2023	92	0.15
€100,000 International Game Technology 4.75% Bonds 15/2/2023	97	0.15
€100,000 InterXion 4.75% Bonds 15/6/2025	93	0.15
€100,000 Intrum Justitia 2.75% Bonds 15/7/2022	87	0.14
€100,000 Iron Mountain 3% Bonds 15/1/2025	89	0.14
€100,000 LGE HoldCo 7.125% Notes 15/5/2024	96	0.15
€100,000 LHC Three 4.125% Bonds 15/8/2024	89	0.14
€100,000 Loxam 3.5% Bonds 3/5/2023	93	0.15
€175,000 Matterhorn Telecom 3.875% Bonds 1/5/2022	160	0.25
€100,000 Mulhacen 6.5% Bonds 1/8/2023	90	0.14
€100,000 NEW Areva 4.875% European Medium Term Notes 23/9/2024	95	0.15
€200,000 Novo Banco 0% European Medium Term Notes 21/1/2019	53	0.08
€100,000 Platin 1426 5.375% Bonds 15/6/2023	88	0.14
€100,000 PSPC Escrow 6% Senior Bonds 1/2/2023	94	0.15
€100,000 PVH 3.125% Bonds 15/12/2027	89	0.14
€100,000 Quintiles IMS 3.25% Bonds 15/3/2025	91	0.14
€200,000 Rabobank Nederland 6.625% Perpetual Bonds	202	0.32
€10,000 RWE 2.75% Bonds 21/4/2075	9	0.01
€100,000 Servion 3.875% Bonds 25/10/2022	78	0.12
€100,000 Silgan s 3.25% Bonds 15/3/2025	92	0.15
€100,000 Solvay Finance 5.118% Perpetual Bonds	98	0.15
€100,000 Telecom Italia 1.125% Bonds 26/3/2022	85	0.13
€100,000 UniCredit 6.95% European Medium Term Notes 31/10/2022	102	0.16
€90,000 UPCB Finance IV 4% Bonds 15/1/2027	83	0.13
€100,000 WFS Global SAS 9.5% Bonds 15/7/2022	94	0.15
€100,000 Wind Tre 3.125% Bonds 20/1/2025	84	0.13
	3,851	6.08

Holding or Nominal Value Investment	Market Value £000's	% of Total Net Assets
Euro Denominated Variable Rate Corporate Bonds – 0.59%; 28.2.2018 0.55%		
€100,000 Banco Santander 6.25% Variable Rate Convertible Perpetual Bonds	91	0.14
€106,000 Bank of Ireland 4.25% Subordinated Floating Rate European Medium Term Notes 11/6/2024	97	0.15
€100,000 Gas Natural Fenosa Finance 4.125% Perpetual Variable Rate Bonds	94	0.15
€100,000 Telefonica Europe 4.2% Variable Rate Subordinated Perpetual Bonds	93	0.15
	375	0.59
US DOLLAR – 46.68%; 28.2.2018 45.54%		
US Dollar Denominated Fixed Rate Corporate Bonds – 40.04%; 28.2.2018 37.41%		
\$20,000 1 Automotive 5% Bonds 1/6/2022	15	0.02
\$21,000 Acadia Healthcare 5.125% Bonds 1/7/2022	16	0.03
\$74,000 Acadia Healthcare 5.625% Bonds 15/2/2023	58	0.09
\$45,000 Acadia Healthcare 6.5% Bonds 1/3/2024	36	0.06
\$121,000 ADT 3.5% Bonds 15/7/2022	88	0.14
\$193,000 ADT 4.125% Senior Notes 15/6/2023	141	0.22
\$20,000 ADT 6.25% Bonds 15/10/2021	16	0.03
\$5,000 Advanced Micro Devices 7% Bonds 1/7/2024	4	0.01
\$10,000 Advanced Micro Devices 7.5% Bonds 15/8/2022	9	0.01
\$18,000 AES 4.5% Bonds 15/3/2023	14	0.02
\$16,000 AES 4.875% Bonds 15/5/2023	12	0.02
\$47,000 AES 5.125% Bonds 1/9/2027	36	0.06
\$9,000 AES 5.5% Bonds 15/4/2025	7	0.01
\$12,000 AES 6% Bonds 15/5/2026	10	0.02
\$35,000 Aircastle 5.125% Bonds 15/3/2021	28	0.04
\$45,000 Aircastle 5.5% Bonds 15/2/2022	36	0.06
\$25,000 Aircastle 6.25% Bonds 1/12/2019	20	0.03
\$70,000 Aircastle 7.625% Bonds 15/4/2020	57	0.09
\$108,000 Alcoa 5.125% Bonds 1/10/2024	83	0.13
\$100,000 Alcoa 5.87% Senior Bonds 23/2/2022	79	0.13
\$40,000 Alcoa 5.9% Bonds 1/2/2027	31	0.05
\$35,000 Ally Financial 4.125% Bonds 30/3/2020	27	0.04
\$65,000 Ally Financial 5.125% Bonds 30/9/2024	51	0.08
\$203,000 Ally Financial 8% Guaranteed Bonds 1/11/2031	191	0.30
\$200,000 Altice US Finance I 5.375% Bonds 15/7/2023	156	0.25
\$112,000 AMC Networks 4.75% Bonds 1/8/2025	83	0.13
\$110,000 AMC Networks 5% Bonds 1/4/2024	84	0.13
\$19,000 American Airlines 4.625% Bonds 1/3/2020	15	0.02
\$14,000 American Builders & Contractors Supply 5.75% Bonds 15/12/2023	11	0.02
\$181,000 Amsurg 5.625% Bonds 15/7/2022	143	0.23
\$375,000 Andeavor Logistics LP 6.875% Perpetual Bonds	289	0.46
\$5,000 Anixter 5.625% Bonds 1/5/2019	4	0.01

Portfolio Statement (unaudited) continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$11,000	Antero Resources 5% Bonds 1/3/2025	9	0.01
\$8,000	Antero Resources 5.125% Bonds 1/12/2022	6	0.01
\$30,000	Antero Resources 5.625% Bonds 1/6/2023	24	0.04
\$22,000	APX 7.875% Bonds 1/12/2022	17	0.03
\$23,000	APX 8.75% Bonds 1/12/2020	18	0.03
\$144,000	Aramark Services 5.125% Bonds 15/1/2024	112	0.18
\$48,000	Asbury Automotive 6% Bonds 15/12/2024	37	0.06
\$76,000	Avis Budget Finance 5.125% Bonds 1/6/2022	58	0.09
\$30,000	B&G Foods 5.25% Bonds 1/4/2025	22	0.04
\$39,000	Ball 4% Bonds 15/11/2023	29	0.05
\$154,159	Bank of America Funding 2007-7 Trust 6.055% Bonds 25/9/2037	93	0.15
\$396,000	Bank of America 6.25% Perpetual Bonds	322	0.51
\$600,000	Bank of New York Mellon 4.625% Perpetual Bonds	444	0.70
\$400,000	Barclays 7.875% Perpetual Bonds	320	0.51
\$36,000	Berry Plastics 5.5% Bonds 15/5/2022	28	0.04
\$62,000	Blue Cube Spinco 9.75% Bonds 15/10/2023	54	0.09
\$59,000	Blue Cube Spinco 10% Bonds 15/10/2025	53	0.08
\$15,000	Bombardier 7.5% Bonds 15/3/2025	12	0.02
\$75,000	Buckeye Partners 6.38% Bonds 22/1/2078	55	0.09
\$148,000	Cablevision Systems 8% Bonds 15/4/2020	119	0.19
\$19,000	California Resources 8% Bonds 15/12/2022	13	0.02
\$15,000	Callon Petroleum 6.125% Bonds 1/10/2024	12	0.02
\$28,000	Calpine 5.375% Bonds 15/1/2023	21	0.03
\$55,000	Calpine 5.5% Bonds 1/2/2024	39	0.06
\$35,000	Calpine 5.75% Bonds 15/1/2025	24	0.04
\$4,000	Calumet Specialty Products Partners LP 6.5% Bonds 15/4/2021	3	0.01
\$16,000	Calumet Specialty Products Partners LP 7.625% Bonds 15/1/2022	12	0.02
\$21,000	Carrizo Oil & Gas 6.25% Bonds 15/4/2023 ^o	17	0.03
\$25,000	Carrizo Oil & Gas 8.25% Bonds 15/7/2025	21	0.03
\$219,000	CCO 5.25% Bonds 30/9/2022	170	0.27
\$37,000	CCO 5.875% Bonds 1/5/2027	28	0.04
\$141,000	CCO Capital 5.125% Bonds 15/2/2023	109	0.17
\$23,000	CCO Capital 5.75% Bonds 15/2/2026	18	0.03
\$62,000	CDK Global 4.875% Bonds 1/6/2027	47	0.07
\$87,000	CDW Finance 5% Bonds 1/9/2023	68	0.11
\$29,000	CDW Finance 5% Bonds 1/9/2025	22	0.04
\$331,000	CDW Finance 5.5% Bonds 1/12/2024	265	0.42
\$46,000	Centene 4.75% Bonds 15/5/2022	36	0.06
\$18,000	Centene 6.125% Bonds 15/2/2024	15	0.02
\$66,000	CenturyLink 5.625% Bonds 1/4/2025	50	0.08
\$96,000	CenturyLink 6.45% Senior Notes 15/6/2021	77	0.12
\$19,000	CenturyLink 6.75% Bonds 1/12/2023	15	0.02
\$30,000	CenturyLink 7.5% Bonds 1/4/2024	25	0.04

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$24,000	CenturyLink 7.65% Bonds 15/3/2042	17	0.03
\$5,000	CF Industries 4.95% Bonds 1/6/2043	3	0.00
\$25,000	CF Industries 5.15% Bonds 15/3/2034	18	0.03
\$38,000	CF Industries 7.125% Bonds 1/5/2020	31	0.05
\$102,000	Chemours 5.375% Bonds 15/5/2027	77	0.12
\$14,000	Chemours 6.625% Bonds 15/5/2023	11	0.02
\$29,000	Chemours 7% Bonds 15/5/2025	24	0.04
\$94,000	Cheniere Corpus Christi 5.125% Bonds 30/6/2027	74	0.12
\$145,000	Cheniere Corpus Christi 5.875% Bonds 31/3/2025	118	0.19
\$20,000	Chesapeake Energy 4.875% Bonds 15/4/2022	15	0.02
\$15,000	Chesapeake Energy 5.75% Bonds 15/3/2023	11	0.02
\$26,000	Chesapeake Energy 8% Bonds 15/1/2025	20	0.03
\$86,000	CIT 3.875% Bonds 19/2/2019	66	0.10
\$75,000	CIT 5% Bonds 15/8/2022	59	0.09
\$24,000	CIT 5% Bonds 1/8/2023	19	0.03
\$16,000	CIT 5.25% Bonds 7/3/2025	12	0.02
\$10,000	CIT 6.125% Bonds 9/3/2028	8	0.01
\$60,000	Citigroup 5.9% Perpetual Bonds	47	0.07
\$16,000	Citrix Systems 0.5% Bonds 15/4/2019	19	0.03
\$48,000	Clear Channel International 8.75% Bonds 15/12/2020	38	0.06
\$263,000	Clear Channel Worldwide 6.5% Bonds 15/11/2022	207	0.33
\$291,000	Clear Channel Worldwide 6.5% Bonds 15/11/2022	228	0.36
\$50,000	Clear Channel Worldwide Holdings 7.625% Bonds 15/3/2020	39	0.06
\$30,000	CommScope 5.5% Bonds 15/6/2024	23	0.04
\$2,000	CommScope Technologies Finance 6% Bonds 15/6/2025	2	0.00
\$417,000	CONSOL Energy 5.875% Bonds 15/4/2022	321	0.51
\$2,000	CONSOL Energy 8% Bonds 1/4/2023	2	0.00
\$40,000	CoreCivic 4.75% Bonds 15/10/2027	28	0.04
\$213,309	Countrywide Alternative Loan Trust 2005-72 Collateralised Mortgage Backed Obligations 25/1/2036	140	0.22
\$27,000	CPG Merger 8% Bonds 1/10/2021	21	0.03
\$758,000	Credit Suisse 6.25% Bonds 29/12/2049	583	0.92
\$62,000	Crimson Merger 6.625% Bonds 15/5/2022	47	0.07
\$23,000	Crown Americas Capital V 4.25% Bonds 30/9/2026	16	0.03
\$35,000	Crown Americas LLC 4.5% Bonds 15/1/2023	27	0.04
\$324,000	CSC 5.25% Bonds 1/6/2024	243	0.38
\$30,000	CyrusOne LP / CyrusOne Finance 5.375% Bonds 15/3/2027	23	0.04
\$200,000	Danske Bank 6.125% Perpetual Bonds	148	0.23
\$29,000	DaVita HealthCare Partners 5.125% Bonds 15/7/2024	21	0.03
\$40,000	DCP Midstream Operating 5.38% Bonds 15/7/2025	31	0.05
\$50,000	Denbury Resources 4.625% Bonds 15/7/2023	33	0.05
\$28,000	Denbury Resources 5.5% Bonds 1/5/2022	19	0.03
\$16,000	Diamond Offshore Drilling 4.875% Senior Notes 1/11/2043	9	0.01
\$6,000	Diamond Offshore Drilling 5.7% Bonds 15/10/2039	4	0.01
\$12,000	Diamond Offshore Drilling 7.875% Bonds 15/8/2025 ^o	9	0.01
\$16,000	Diamondback Energy 4.75% Bonds 1/11/2024	12	0.02

Portfolio Statement (unaudited) continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$10,000	Diamondback Energy 5.375% Bonds 31/5/2025	8	0.01
\$344,000	Digicel 6% Bonds 15/4/2021 ⁹	243	0.38
\$200,000	Discover Financial Services 5.5% Perpetual Bonds	152	0.24
\$9,000	DISH DBS 5% Bonds 15/3/2023	6	0.01
\$82,000	DISH DBS 5.875% Bonds 15/11/2024	55	0.09
\$260,000	DISH DBS 5.875% Senior Notes 15/7/2022	193	0.30
\$10,000	Dish DBS 6.75% Guaranteed Notes 1/6/2021	8	0.01
\$18,000	DISH DBS 7.75% Bonds 1/7/2026	12	0.02
\$104,000	DJO Finance 8.125% Bonds 15/6/2021	82	0.13
\$2,000	DPL 7.25% Bonds 15/10/2021	2	0.00
\$15,000	Dynegy 5.875% Bonds 1/6/2023	12	0.02
\$63,000	Dynegy 7.375% Bonds 1/11/2022	50	0.08
\$33,000	Dynegy 7.625% Bonds 1/11/2024	27	0.04
\$5,000	Eclipse Resources 8.875% Bonds 15/7/2023	4	0.01
\$16,000	Eldorado Resorts 6% Bonds 1/4/2025	13	0.02
\$38,000	Embarq 7.995% Guaranteed Senior Bonds 1/6/2036	29	0.05
\$250,000	Emera 6.75% Bonds 15/6/2076	204	0.32
\$325,000	Enbridge 6% Bonds 15/1/2077	244	0.39
\$29,000	Endo Finance 5.875% Bonds 15/1/2023	19	0.03
\$40,000	Endo Finance 7.75% Bonds 15/1/2022	29	0.05
\$27,000	EnLink Midstream Partners 4.15% Bonds 1/6/2025	20	0.03
\$6,000	EnLink Midstream Partners 4.4% Senior Notes 1/4/2024	4	0.01
\$8,000	EnLink Midstream Partners 4.85% Bonds 15/7/2026	6	0.01
\$11,000	EnLink Midstream Partners 5.05% Bonds 1/4/2045	7	0.01
\$13,000	EnLink Midstream Partners 5.45% Bonds 1/6/2047	9	0.01
\$75,000	EnLink Midstream Partners LP 6% Perpetual Bonds	53	0.08
\$4,000	Ensco 4.5% Bonds 1/10/2024	3	0.00
\$15,000	Ensco 5.2% Bonds 15/3/2025	10	0.02
\$49,000	Ensco 5.75% Bonds 1/10/2044	28	0.04
\$64,000	Ensco 7.75% Bonds 1/2/2026	47	0.07
\$51,000	Ensco Jersey Finance 3% Bonds 31/1/2024	36	0.06
\$37,000	Ensemble Merger 9% Bonds 30/9/2023	30	0.05
\$2,000	EP Energy 9.375% Bonds 1/5/2020	1	0.00
\$19,000	EP Energy 9.375% Bonds 1/5/2024	12	0.02
\$46,000	Equinix 5.375% Bonds 1/1/2022	36	0.06
\$25,000	Equinix 5.375% Bonds 1/4/2023	20	0.03
\$173,000	Equinix 5.875% Bonds 15/1/2026	138	0.22
\$9,000	ESH Hospitality 5.25% Bonds 1/5/2025	7	0.01
\$17,000	First Data 5.375% Bonds 15/8/2023	13	0.02
\$244,000	First Data 5.75% Bonds 15/1/2024	192	0.30
\$218,000	First Data 7% Bonds 1/12/2023	174	0.28
\$18,000	Freeport-McMoRan 4% Bonds 14/11/2021	14	0.02
\$18,000	Freeport-McMoRan 5.4% Bonds 14/11/2034	13	0.02
\$182,000	Freeport-McMoRan Copper & Gold 3.55% Senior Bonds 1/3/2022	135	0.21

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$192,000	Freeport-McMoRan Copper & Gold 3.875% Guaranteed Bonds 15/3/2023	142	0.22
\$139,000	Freeport-McMoRan Copper & Gold 5.45% Guaranteed Bonds 15/3/2043	96	0.15
\$18,000	Fresenius US Finance II 4.5% Bonds 15/1/2023	14	0.02
\$5,000	Frontier Communications 7.125% Bonds 15/3/2019	4	0.01
\$27,000	Frontier Communications 10.5% Bonds 15/9/2022	18	0.03
\$157,000	Frontier Communications 11% Bonds 15/9/2025	94	0.15
\$203,000	General Motors Financial 5.75% Perpetual Bonds	153	0.24
\$15,000	Genesis Energy 6.5% Bonds 1/10/2025	11	0.02
\$14,000	Genesis Energy LP / Genesis Energy Finance 6.25% Bonds 15/5/2026	10	0.02
\$26,000	Geo 5.125% Bonds 1/4/2023	19	0.03
\$86,000	Geo 5.875% Bonds 15/10/2024	64	0.10
\$2,000	Geo Inc 6% Bonds 15/4/2026	1	0.00
\$44,000	GLP Capital 5.375% Bonds 1/11/2023	36	0.06
\$4,000	GLP Capital 5.375% Bonds 15/4/2026	3	0.00
\$4,000	GLP Capital 5.75% Bonds 1/6/2028	3	0.00
\$2,000	GLP Financing 5.25% Bonds 1/6/2025	2	0.00
\$69,000	Goldman Sachs 5% Perpetual Bonds	50	0.08
\$65,000	Goldman Sachs 5.3% Perpetual Bonds	50	0.08
\$7,000	Goodyear Tire & Rubber 5% Bonds 31/5/2026	5	0.01
\$71,000	Gulfport Energy 6% Bonds 15/10/2024	54	0.09
\$11,000	Gulfport Energy 6.375% Bonds 15/5/2025	8	0.01
\$40,000	Gulfport Energy 6.625% Bonds 1/5/2023	31	0.05
\$216,000	HCA 4.75% Bonds 1/5/2023	169	0.27
\$138,000	HCA 5% Bonds 15/3/2024	108	0.17
\$185,000	HCA 5.25% Bonds 15/6/2026	146	0.23
\$18,000	HCA 5.25% Senior Notes 15/4/2025	14	0.02
\$32,000	HCA 5.375% Bonds 1/9/2026	25	0.04
\$94,000	HCA 5.5% Bonds 15/6/2047	72	0.11
\$34,000	HCA 5.625% Bonds 1/9/2028	26	0.04
\$73,000	Healthsouth 5.75% Bonds 1/11/2024	57	0.09
\$34,000	Hexion 6.625% Bonds 15/4/2020	25	0.04
\$12,000	Hilton Domestic Operating 4.25% Bonds 1/9/2024	9	0.01
\$2,000	Hilton Worldwide Finance 4.625% Bonds 1/4/2025	1	0.00
\$210,000	HSBC 6% Perpetual Bonds	156	0.25
\$265,000	HSBC 6.5% Perpetual Bonds	200	0.32
\$410,000	HSBC 6.875% Perpetual Bonds	329	0.52
\$50,000	Hughes Satellite Systems 5.25% Bonds 1/8/2026	37	0.06
\$30,000	Hughes Satellite Systems 7.625% Bonds 15/6/2021	25	0.04
\$84,000	Huntsman International 4.875% Bonds 15/11/2020	66	0.10
\$35,000	Huntsman International 5.125% Bonds 15/11/2022	28	0.04
\$91,000	Icahn Enterprises 6% Bonds 1/8/2020	71	0.11
\$113,000	Icahn Enterprises 6.25% 1/2/2022	89	0.14
\$73,000	Icahn Enterprises 6.75% Bonds 1/2/2024	58	0.09

Portfolio Statement (unaudited) continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$35,000	Illumina 0.5% Bonds 15/6/2021	40	0.06
\$429,000	Infor 6.5% Bonds 15/5/2022	334	0.53
\$28,000	Infor Software 7.125% Bonds 1/5/2021	22	0.04
\$112,000	Intelsat Jackson 5.5% Bonds 1/8/2023	79	0.13
\$12,000	International Lease Finance 4.625% Bonds 15/4/2021	9	0.01
\$295,000	International Lease Finance 8.25% Bonds 15/12/2020	249	0.39
\$136,000	Iron Mountain 6% Bonds 15/8/2023	107	0.17
\$3,000	iStar 4.625% Bonds 15/9/2020	2	0.00
\$5,000	iStar 5.25% Bonds 15/9/2022	4	0.01
\$17,000	iStar 6% Bonds 1/4/2022	13	0.02
\$29,000	Italics Merger 7.125% Bonds 15/7/2023	23	0.04
\$100,000	Jaguar II Pharmaceutical Product Development 6.375% Bonds 1/8/2023	77	0.12
\$10,000	JBS USA 5.75% Bonds 15/6/2025	7	0.01
\$15,000	KB Home 4.75% Bonds 15/5/2019	12	0.02
\$31,000	L Brands 6.625% Bonds 1/4/2021	25	0.04
\$8,000	L Brands 6.75% Bonds 1/7/2036	5	0.01
\$57,000	L Brands 6.875% Bonds 1/11/2035	37	0.06
\$48,000	Lennar 4.5% Bonds 15/11/2019	37	0.06
\$7,000	Lennar 4.75% Bonds 1/4/2021	5	0.01
\$25,000	Lennar 4.75% Bonds 30/5/2025	19	0.03
\$66,000	Lennar 5.25% Bonds 1/6/2026	50	0.08
\$49,000	Lennar 6.25% Bonds 15/12/2021	40	0.06
\$67,000	Lennar 8.375% Bonds 15/1/2021	57	0.09
\$48,000	Level 3 Financing 5.125% Bonds 1/5/2023	37	0.06
\$139,000	Level 3 Financing 5.25% Bonds 15/3/2026	105	0.17
\$163,000	Level 3 Financing 5.375% Bonds 15/8/2022	127	0.20
\$79,000	Level 3 Financing 5.375% Bonds 15/1/2024	61	0.10
\$35,000	Level 3 Financing 5.375% Bonds 1/5/2025	27	0.04
\$142,000	Level 3 Financing 5.625% Bonds 1/2/2023	111	0.18
\$29,000	Level 3 Parent 5.75% Bonds 1/12/2022	22	0.04
\$150,000	M&T Bank 5.125% Perpetual Bonds	115	0.18
\$22,000	Mallinckrodt International Finance 4.875% Bonds 15/4/2020	17	0.03
\$21,000	Masonite International 5.625% Bonds 15/3/2023	17	0.03
\$5,000	Mattel 5.45% Bonds 1/11/2041	3	0.00
\$9,000	Mattel 6.2% Bonds 1/10/2040	6	0.01
\$16,000	MDC 6% Bonds 15/1/2043	11	0.02
\$35,000	Mediacom Broadband 5.5% Bonds 15/4/2021	27	0.04
\$10,000	MEDNAX 5.25% Bonds 1/12/2023	8	0.01
\$64,000	MEG Energy 7% Bonds 31/3/2024	45	0.07
\$34,000	Mercer International 6.5% Bonds 1/2/2024	27	0.04
\$10,000	Mercer International 7.75% Bonds 1/12/2022	8	0.01
\$15,000	Meritage Homes 5.125% Bonds 6/6/2027	11	0.02
\$21,000	Meritage Homes 6% Bonds 1/6/2025	16	0.03
\$25,000	Meritage Homes 7.15% Bonds 15/4/2020	20	0.03

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$114,418	Merrill Lynch Mortgage Investors Trust Series 2006-A3 4.455479% Mortgage Backed Bonds 25/5/2036	83	0.13
\$278,000	MGM Growth Properties 4.5% Bonds 1/9/2026	204	0.32
\$197,000	MGM Growth Properties 5.625% Bonds 1/5/2024	156	0.25
\$167,000	MGM Resorts International 6.625% Senior Notes 15/12/2021	136	0.21
\$137,000	MGM Resorts International 7.75% Bonds 15/3/2022	116	0.18
\$55,000	Microchip Technology 1.625% Bonds 15/2/2025	70	0.11
\$2,000	Micron Technology 5.5% Bonds 1/2/2025	2	0.00
\$95,000	Mobile Mini 5.875% Bonds 1/7/2024	74	0.12
\$175,000	Momentive Performance Materials 3.88% Bonds 24/10/2021	144	0.23
\$30,000	Moog 5.25% Guaranteed Bonds 1/12/2022	23	0.04
\$17,000	MPT Finance 5% Bonds 15/10/2027	13	0.02
\$3,000	MPT Finance 6.375% Bonds 1/3/2024	2	0.00
\$5,000	MPT Operating Partnership 5.5% Notes 1/5/2024	4	0.01
\$7,000	Nabors Industries 4.625% Guaranteed Notes 15/9/2021	5	0.01
\$105,000	Nationwide Financial Services 6.75% Subordinated Bonds 15/5/2087	88	0.14
\$600,000	NatWest Markets 8.625% Perpetual Bonds	494	0.78
\$20,000	Navient 5% Bonds 26/10/2020	15	0.02
\$125,000	Navient 5.5% Bonds 25/1/2023	95	0.15
\$7,000	Navient 5.875% Bonds 25/10/2024	5	0.01
\$17,000	Navient 6.5% Bonds 15/6/2022	14	0.02
\$17,000	Navient 6.625% Bonds 26/7/2021	14	0.02
\$11,000	Navient 6.75% Bonds 25/6/2025	8	0.01
\$12,000	Navient 7.25% Bonds 25/9/2023	10	0.02
\$35,000	Neiman Marcus 8% Bonds 15/10/2021	18	0.03
\$35,000	Netflix 5.375% Bonds 1/2/2021	28	0.04
\$94,000	Netflix 5.5% Bonds 15/2/2022	75	0.12
\$19,000	Netflix 5.75% Bonds 1/3/2024	15	0.02
\$40,000	Newfield Exploration 5.375% Bonds 1/1/2026	32	0.05
\$33,000	Newfield Exploration 5.625% Bonds 1/7/2024	27	0.04
\$45,000	NGL Energy Partners 5.125% Bonds 15/7/2019	35	0.06
\$58,000	NGL Energy Partners 6.875% Bonds 15/10/2021	45	0.07
\$11,000	NGPL Pipe 7.768% Bonds 15/12/2037	10	0.02
\$35,000	Nielsen Finance 5% Bonds 15/4/2022	26	0.04
\$7,000	Noble International 6.95% Bonds 1/4/2025	5	0.01
\$42,000	Noble International 7.75% Bonds 15/1/2024	32	0.05
\$11,000	Nokia 3.375% Bonds 12/6/2022	8	0.01
\$42,000	Nokia 4.375% Bonds 12/6/2027	31	0.05
\$12,000	Nokia 5.375% Guaranteed Senior Bonds 15/5/2019	9	0.01
\$79,000	Nokia 6.625% Bonds 15/5/2039	65	0.10
\$18,000	NRG Energy 6.25% Bonds 15/7/2022	14	0.02
\$36,000	NRG Energy 6.25% Guaranteed Bonds 1/5/2024	29	0.05
\$135,000	NRG Energy 6.625% Bonds 15/1/2027	109	0.17
\$10,000	NRG Yield Operating 5.375% Bonds 15/8/2024	8	0.01
\$40,000	Nuance Communications 5.375% Bonds 15/8/2020	31	0.05

Portfolio Statement (unaudited) continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$50,000	Nuance Communications 6% Bonds 1/7/2024	39	0.06
\$150,000	Oasis Petroleum 6.875% Bonds 15/3/2022	117	0.19
\$4,000	Oasis Petroleum 6.875% Bonds 15/1/2023	3	0.00
\$6,000	Oceaneering International 4.65% Bonds 15/11/2024	4	0.01
\$35,000	Olin 5% Bonds 1/2/2030	26	0.04
\$22,000	Olin 5.125% Bonds 15/9/2027	17	0.03
\$61,000	ON Semiconductor 1% Bonds 1/12/2020	59	0.09
\$40,000	Outfront Media Capital 5.875% Bonds 15/3/2025	31	0.05
\$85,000	PDC Energy 1.125% Bonds 15/9/2021	64	0.10
\$25,000	Penske Automotive 3.75% Bonds 15/8/2020	19	0.03
\$11,000	Penske Automotive 5.5% Bonds 15/5/2026	8	0.01
\$45,000	Petrobras Global Finance 6.85% Bonds 5/6/2115	28	0.04
\$106,000	Petrobras Global Finance BV 5.299% Bonds 27/1/2025	75	0.12
\$233,000	Petrobras Global Finance BV 5.999% Bonds 27/1/2028	162	0.26
\$35,000	Pioneer Energy Services 6.125% Bonds 15/3/2022	24	0.04
\$300,000	Plains All American Pipeline LP 6.125% Perpetual Bonds	225	0.36
\$74,000	Platform Specialty Products 6.5% Bonds 1/2/2022	58	0.09
\$227,000	Popular 7% Bonds 1/7/2019	178	0.28
\$34,000	Precision Drilling 5.25% Bonds 15/11/2024	25	0.04
\$3,196	Precision Drilling 6.5% Bonds 15/12/2021	2	0.00
\$75,000	Progressive Corp 5.375% Perpetual Bonds	58	0.09
\$20,000	PTC 6% Bonds 15/5/2024	16	0.03
\$76,000	Pulte 5.5% Bonds 1/3/2026	58	0.09
\$15,000	Pulte 6% Bonds 15/2/2035	11	0.02
\$38,000	Pulte 6.375% Bonds 15/5/2033	28	0.04
\$35,000	QEP Resources 5.25% Bonds 1/5/2023	26	0.04
\$46,000	QEP Resources 5.375% Bonds 1/10/2022	36	0.06
\$72,000	QEP Resources 5.625% Bonds 1/3/2026	53	0.08
\$30,000	Quebecor Media 5.75% Bonds 15/1/2023	24	0.04
\$20,000	Qwest 6.75% Bonds 1/12/2021	16	0.03
\$33,000	Range Resources 4.875% Bonds 15/5/2025	24	0.04
\$21,000	Range Resources 5% Bonds 15/3/2023	16	0.03
\$65,000	Realogy 4.5% Bonds 15/4/2019	50	0.08
\$61,000	Realogy 5.25% Senior Notes 1/12/2021	47	0.07
\$52,000	Resolute Energy 8.5% Bonds 1/5/2020	40	0.06
\$298,485	Reynolds 5.75% Bonds 15/10/2020	230	0.36
\$50,000	RHP Hotel Properties 5% Bonds 15/4/2021	39	0.06
\$35,000	Rowan 7.375% Bonds 15/6/2025	26	0.04
\$44,000	Rowan Companies 4.875% Guaranteed Bonds 1/6/2022	31	0.05
\$6,000	Rowan Cos 4.75% Bonds 15/1/2024	4	0.01
\$15,000	Sabre GLBL 5.25% Bonds 15/11/2023	12	0.02
\$37,000	Sanchez Energy 6.125% Bonds 15/1/2023	16	0.03
\$80,000	Sanchez Energy 7.75% Bonds 15/6/2021	43	0.07
\$35,000	Sanmina 4.375% Bonds 1/6/2019	27	0.04
\$135,000	SBA Communications 4.875% Bonds 1/9/2024	102	0.16
\$296,000	Scientific Games International 10% Bonds 1/12/2022	241	0.38

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$3,000	Sealed Air 6.875% Bonds 15/7/2033	2	0.00
\$10,000	Service 5.375% Bonds 15/1/2022	8	0.01
\$96,000	Service International 5.375% Notes 15/5/2024	75	0.12
\$36,000	Service International US 4.63% Bonds 15/12/2027	27	0.04
\$10,000	SESI 7.125% Notes 15/12/2021	8	0.01
\$5,000	Sirius XM Radio 4.625% Bonds 15/5/2023	4	0.01
\$1,000	Sirius XM Radio 5.375% Bonds 15/4/2025	1	0.00
\$10,000	SLM 5.625% Senior Bonds 1/8/2033	6	0.01
\$65,000	SM Energy 5% Bonds 15/1/2024	48	0.08
\$10,000	SM Energy 5.625% Bonds 1/6/2025	8	0.01
\$80,000	SM Energy 6.125% Bonds 15/11/2022 ^o	63	0.10
\$14,000	SM Energy 6.625% Bonds 15/1/2027	11	0.02
\$4,000	SM Energy 6.75% Bonds 15/9/2026	3	0.00
\$244,000	Société Générale 7.875% Bonds 29/12/2049	197	0.31
\$275,000	Société Générale 8% Perpetual Bonds	225	0.36
\$75,000	Southern Co 5.5% Bonds 15/3/2057	59	0.09
\$15,000	Southwestern Energy 4.95% Bonds 23/1/2025	12	0.02
\$44,000	Southwestern Energy 7.5% Bonds 1/4/2026	35	0.06
\$33,000	Southwestern Energy 7.75% Bonds 1/10/2027 ^o	27	0.04
\$21,000	Spectrum Brands 6.125% Bonds 15/12/2024	16	0.03
\$62,000	Spectrum Brands 6.625% Bonds 15/11/2022	49	0.08
\$7,000	Springleaf Finance 5.625% Bonds 15/3/2023	5	0.01
\$5,000	Springleaf Finance 6.125% Bonds 15/5/2022	4	0.01
\$47,000	Springleaf Finance 6.875% Bonds 15/3/2025	36	0.06
\$73,000	Springleaf Finance 7.125% Bonds 15/3/2026	56	0.09
\$370,000	Sprint 7.125% Bonds 15/6/2024	296	0.47
\$26,000	Sprint 7.625% Bonds 15/2/2025	21	0.03
\$86,000	Sprint 7.625% Bonds 1/3/2026	70	0.11
\$107,000	Sprint 7.875% Senior Notes 15/9/2023	88	0.14
\$30,000	Sprint Capital 6.875% Bonds 15/11/2028	23	0.04
\$22,000	Sprint Capital 8.75% Guaranteed Bonds 15/3/2032	19	0.03
\$9,000	Sprint Communications 7% Bonds 15/8/2020	7	0.01
\$59,000	Sprint Nextel 9% Guaranteed Notes 15/11/2018	46	0.07
\$43,000	Standard Industries 6% Bonds 15/10/2025	34	0.05
\$60,000	Starwood Property Trust 5% Bonds 15/12/2021	46	0.07
\$255,000	Steel Dynamics 5.25% Bonds 15/4/2023	199	0.31
\$5,000	Steel Dynamics 5.5% Bonds 1/10/2024	4	0.01
\$9,000	Sterigenics-Nordion s 6.5% Bonds 15/5/2023	7	0.01
\$305,000	SunTrust Banks 5.05% Perpetual Bonds	232	0.37
\$150,000	SunTrust Banks 5.125% Perpetual Bonds	108	0.17
\$20,000	Talen Energy Supply 6.5% Bonds 1/6/2025	11	0.02
\$35,000	Targa Resources Partners LP 4.25% Bonds 15/11/2023	26	0.04
\$55,000	Teck Resources 5.2% Guaranteed Bonds 1/3/2042	40	0.06
\$7,000	Teck Resources 5.4% Guaranteed Bonds 1/2/2043	5	0.01
\$112,000	Telecom Italia Capital 6% Guaranteed Bonds 30/9/2034	85	0.13
\$85,000	Telecom Italia Capital 6.375% Bonds 15/11/2033	66	0.10

Portfolio Statement (unaudited) continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$17,000	Teleflex 4.625% Bonds 15/11/2027	12	0.02
\$7,000	Teleflex 4.875% Bonds 1/6/2026	5	0.01
\$35,000	Teleflex 5.25% Bonds 15/6/2024	28	0.04
\$117,000	Tempur Sealy International 5.5% Bonds 15/6/2026	88	0.14
\$30,000	Tenet Healthcare 4.625% Bonds 15/7/2024	23	0.04
\$19,000	Tenet Healthcare 4.75% Bonds 1/6/2020	15	0.02
\$161,000	Tenet Healthcare 6% Bonds 1/10/2020	129	0.20
\$110,000	Tenet Healthcare 6.75% Bonds 15/6/2023 ^o	85	0.13
\$4,000	Tenet Healthcare 7.5% Bonds 1/1/2022	3	0.01
\$136,000	Tenet Healthcare 8.125% Bonds 1/4/2022	110	0.17
\$19,000	Tesoro Logistics 5.25% Bonds 15/1/2025	15	0.02
\$24,000	T-Mobile USA 4% Bonds 15/4/2022	18	0.03
\$80,000	T-Mobile USA 4.5% Bonds 1/2/2026	59	0.09
\$46,000	T-Mobile USA 4.75% Bonds 1/2/2028	33	0.05
\$40,000	T-Mobile USA 6.375% Bonds 1/3/2025	32	0.05
\$71,000	T-Mobile USA 6.5% Bonds 15/1/2026	58	0.09
\$14,000	Toll Brothers Finance 4.35% Bonds 15/2/2028	10	0.02
\$462,000	Transcanada Trust 5.875% Bonds 15/8/2076	363	0.57
\$318,000	TransDigm 6% Bonds 15/7/2022	248	0.39
\$45,000	TransDigm 6.375% Bonds 15/6/2026	35	0.06
\$2,000	TransDigm 6.5% Bonds 15/5/2025	1	0.00
\$63,000	Transocean 3.8% Bonds 15/10/2022	48	0.08
\$59,000	Transocean 6.8% Guaranteed Senior Bonds 15/3/2038	38	0.06
\$15,000	TRI Pointe 4.875% Bonds 1/7/2021	12	0.02
\$18,000	TRI Pointe 5.25% Bonds 1/6/2027	13	0.02
\$30,000	TRI Pointe Homes 4.375% Bonds 15/6/2019	23	0.04
\$7,000	TRI Pointe Homes 5.25% Bonds 1/6/2027	5	0.01
\$25,000	TRI Pointe Homes 5.875% Bonds 15/6/2024	19	0.03
\$36,000	Tribune Media 5.875% Bonds 15/7/2022	28	0.04
\$34,000	United Rentals North America 4.625% Bonds 15/7/2023	26	0.04
\$78,000	United Rentals North America 4.625% Bonds 15/10/2025	59	0.09
\$36,000	United Rentals North America 5.5% Bonds 15/7/2025	28	0.04
\$65,000	United Rentals North America 5.5% Bonds 15/5/2027	50	0.08
\$11,000	United Rentals North America 5.75% Bonds 15/11/2024	9	0.01
\$96,000	United Rentals North America 5.875% Bonds 15/9/2026	76	0.12
\$28,000	United States Steel 6.25% Bonds 15/3/2026	21	0.03
\$37,000	United States Steel 6.875% Bonds 15/8/2025	29	0.05
\$51,000	Univision Communications 5.125% Bonds 15/5/2023	37	0.06
\$16,000	Univision Communications 5.125% Bonds 15/2/2025	11	0.02
\$24,000	Valeant Pharmaceuticals International 5.5% Bonds 1/3/2023	17	0.03
\$145,000	Valeant Pharmaceuticals International 5.625% Bonds 1/12/2021	111	0.18
\$3,000	Valeant Pharmaceuticals International 5.875% Bonds 15/5/2023	2	0.00

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$9,000	Valeant Pharmaceuticals International 7.5% Bonds 15/7/2021	7	0.01
\$47,000	Viacom 5.875% Bonds 28/2/2057	35	0.06
\$30,000	Viacom 6.25% Bonds 28/2/2057	23	0.04
\$30,220	VICI Properties 1 / VICI FC 8% Bonds 15/10/2023	26	0.04
\$20,000	Weatherford International 5.95% Bonds 15/4/2042	11	0.02
\$9,000	Weatherford International 6.5% Guaranteed Bonds 1/8/2036	5	0.01
\$10,000	Weatherford International 7% Bonds 15/3/2038	6	0.01
\$87,000	Weatherford International 7.75% Bonds 15/6/2021 ^o	67	0.11
\$36,000	Weatherford International 8.25% Bonds 15/6/2023 ^o	26	0.04
\$33,000	WellCare Health Plans 5.25% Bonds 1/4/2025	26	0.04
\$151,000	Western Digital 4.75% Bonds 15/2/2026	114	0.18
\$470,000	Westpac Banking Corp/New Zealand 5% Perpetual Bonds	326	0.51
\$35,000	Whiting Petroleum 6.625% Bonds 15/1/2026	28	0.04
\$44,000	WPX Energy 5.25% Bonds 15/9/2024	34	0.05
\$27,000	WPX Energy 6% Bonds 15/1/2022	21	0.03
\$54,000	WPX Energy 8.25% Bonds 1/8/2023	47	0.07
\$7,000	WR Grace 5.125% Bonds 1/10/2021	6	0.01
\$50,000	Wyndham Worldwide 3.9% Senior Bonds 1/3/2023	36	0.06
\$3,000	Wyndham Worldwide 4.15% Bonds 1/4/2024	2	0.00
\$37,000	XPO Logistics 6.5% Bonds 15/6/2022	29	0.05
\$60,000	YPF 8.5% Bonds 28/7/2025	41	0.07
\$32,000	Yum! Brands 3.875% Senior Notes 1/11/2023	23	0.04
\$178,000	Zayo Capital 6% Bonds 1/4/2023	141	0.22
\$228,000	Zayo Capital 6.375% Bonds 15/5/2025	183	0.29
		25,343	40.04

US Dollar Denominated Variable Rate Corporate Bonds – 6.64%; 28.2.2018 8.13%

\$205,331	Alternative Loan Trust 2006-OA14 1.844171% Floating Rate Notes 25/11/2046	135	0.21
\$323,626	Alternative Loan Trust 2007 0.34825% Floating Rate Bonds 25/5/2047	241	0.38
\$509,160	Alternative Loan Trust 2007-AL1 0.6765% Floating Rate Mortgage Backed Bonds 25/6/2037	298	0.47
\$174,648	Alternative Loan Trust 2007-OH3 0.45825% Floating Rate Notes 25/9/2047	125	0.20
\$15,000	Bank of America 5.125% Perpetual Subordinated Floating Rate Notes	12	0.02
\$427,354	Bear Stearns Asset Backed Securities I Trust 0.5758% Floating Rate Asset Backed Bonds 25/3/2037	317	0.50
\$419,759	Bear Stearns Asset Backed Securities I Trust 2007-HE3 2.20475% Floating Rate Asset Backed Bonds 25/4/2037	346	0.55
\$507,951	Carrington Mortgage Loan Trust Series 2006-FRE1 0.5858% Floating Rate Asset Backed Bonds 25/7/2036	377	0.60
\$202,000	Citigroup 5.95% Floating Rate Notes 31/12/2049	159	0.25
\$200,862	Countrywide Alternative Loan Trust 2006-OA6 0.37825% Floating Rate Notes 25/7/2046	147	0.23

Portfolio Statement (unaudited) continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$200,000	Credit Suisse 6.25% Perpetual Subordinated Floating Rate Notes	154	0.24
\$250,000	Enbridge 6.25% Floating Rate Notes 1/3/2078	187	0.30
\$100,000	Farmers Exchange Capital II 6.151% Subordinated Floating Rate Notes 1/11/2053	83	0.13
\$125,000	Goldman Sachs 5.375% Perpetual Floating Rate Notes	98	0.15
\$150,000	ILFC E-Capital Trust I 4.37% Floating Rate Bonds 21/12/2065	105	0.17
\$100,000	ILFC E-Capital Trust II 4.62% Floating Rate Bonds 21/12/2065	70	0.11
\$409,000	JPMorgan Chase & 2.83875% Floating Rate Bonds 15/5/2047	274	0.43
\$185,000	JPMorgan Chase 3.29856% Floating Rate Bonds 2/2/2037	126	0.20
\$98,000	Liberty Mutual 7% Subordinated Floating Rate Bonds 7/3/2067	74	0.12
\$645,000	State Street 1.96344% Floating Rate Bonds 15/6/2037	445	0.70
\$337,458	Structured Asset Mortgage Investments II Trust 2005-AR3 2.60475% Floating Rate Mortgage Backed Bonds 25/8/2035	248	0.39
\$15,000	Transocean 8.375% Variable Rate Notes 15/12/2021	12	0.02
\$65,000	Viacom 5.875% Floating Rate Notes 28/2/2057	49	0.08
\$160,000	XL 6.5% Perpetual Subordinated Floating Rate Notes	121	0.19
		4,203	6.64

COLLECTIVE INVESTMENT SCHEMES – 4.17%; 28.2.2018 9.48%

Fixed Income Funds – 4.17%; 28.2.2018 9.48%

266,873	BlackRock Global Funds – Asian Tiger Bond Fund*	2,095	3.31
6,326	iShares \$ Corporate Bond UCITS ETF ^o *	543	0.86
		2,638	4.17

DERIVATIVES – 14.00%; 28.2.2018 11.50%

Credit Default Swaps – 0.10%; 28.2.2018 (0.06)%

(3,083)	Bank of America Merrill Lynch (Casino Guichard Perrachon) 1% 20/6/2023	(1)	0.00
(20,000)	Barclays Bank (Casino Guichard Perrachon) 1% 20/6/2023	(3)	0.00
(11,752)	Citibank (Casino Guichard Perrachon) 1% 20/6/2023	(2)	0.00
(10,000)	Citibank (Intrum Justitia) 5% 20/6/2023	1	0.00
(10,000)	Citibank (Telecom Italia) 1% 20/12/2022 [^]	–	0.00
(20,000)	Goldman Sachs International (Casino Guichard Perrachon) 1% 20/6/2023	(2)	0.00
(20,000)	Goldman Sachs International (Thomas Cook Group) 5% 20/6/2023	2	0.00
(10,000)	Morgan Stanley International (Intrum Justitia) 5% 20/6/2023	1	0.00
(40,000)	Morgan Stanley International (iTraxx) 5% 20/6/2023	3	0.00
(1,019,000)	Morgan Stanley International (Markit CDX North American High Yield) 5% 20/12/2022	63	0.10
		62	0.10

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
Equity Linked Notes – 14.96%; 28.2.2018 13.66%			
1,741	BNP Paribas 8.28% 17/10/2018	89	0.14
1,741	BNP Paribas 8.30% 18/10/2018	89	0.14
596	BNP Paribas 9.29% 19/9/2018	96	0.15
1,703	BNP Paribas 9.53% 24/9/2018	87	0.14
1,703	BNP Paribas 9.89% 21/9/2018	87	0.14
1,652	BNP Paribas 11.50% 29/10/2018	85	0.13
1,652	BNP Paribas 11.54% 30/10/2018	85	0.13
771	BNP Paribas 11.71% 22/10/2018	101	0.16
446	BNP Paribas 11.91% 10/9/2018	100	0.16
3,492	BNP Paribas 12.41% 21/9/2018	179	0.28
1,365	BNP Paribas 13.18% 10/9/2018	101	0.16
2,496	BNP Paribas 15.28% 23/10/2018	181	0.29
920	BNP Paribas 17.01% 19/9/2018	181	0.29
463	Canadian Imperial Bank of Commerce 9.11% 4/10/2018	71	0.11
944	Canadian Imperial Bank of Commerce 10.45% 2/11/2018	72	0.11
2,173	Canadian Imperial Bank of Commerce 10.46% 14/9/2018	100	0.16
944	Canadian Imperial Bank of Commerce 10.51% 1/11/2018	72	0.11
1,742	Canadian Imperial Bank of Commerce 11.96% 14/9/2018	98	0.16
710	Canadian Imperial Bank of Commerce 17.03% 14/9/2018	100	0.16
351	Credit Suisse 10.60% 22/10/2018	48	0.08
351	Credit Suisse 10.90% 19/10/2018	48	0.08
1,178	Credit Suisse 12.10% 19/9/2018	99	0.16
6,433	Credit Suisse 12.80% 14/9/2018	178	0.28
2,977	Credit Suisse 18.45% 14/9/2018	101	0.16
1,112	Goldman Sachs 11.79% 23/10/2018	178	0.28
1,986	Goldman Sachs 13.64% 23/10/2018	79	0.13
1,571	Goldman Sachs 14.86% 25/10/2018	169	0.27
647	HSBC Bank 7.70% 2/11/2018	49	0.08
1,892	HSBC Bank 8.90% 4/10/2018	70	0.11
15,442	HSBC Bank 12.37% 26/10/2018	86	0.14
15,442	HSBC Bank 12.89% 25/10/2018	86	0.14
7,249	HSBC Bank 15.12% 23/10/2018	104	0.16
4,405	HSBC Bank 16.59% 22/10/2018	63	0.10
2,011	JP Morgan Structured Products 10.19% 6/9/2018	173	0.27
391	JP Morgan Structured Products 12.97% 12/9/2018	97	0.15
4,476	JP Morgan Structured Products 13.20% 10/10/2018	184	0.29
647	Merrill Lynch International 7.51% 1/11/2018	48	0.08
943	Merrill Lynch International 7.75% 16/10/2018	87	0.14
943	Merrill Lynch International 7.85% 17/10/2018	87	0.14
1,245	Merrill Lynch International 9.61% 10/9/2018	99	0.16
1,471	Merrill Lynch International 10.13% 7/9/2018	178	0.28
1,103	Merrill Lynch International 10.83% 4/10/2018	72	0.11
1,686	Merrill Lynch International 12.55% 12/9/2018	172	0.27

Portfolio Statement (unaudited) continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
865	Merrill Lynch International 12.84% 14/9/2018	98	0.15
1,653	Merrill Lynch International 13.11% 6/9/2018	91	0.14
1,653	Merrill Lynch International 13.12% 7/9/2018	91	0.14
1,839	Merrill Lynch International 13.22% 22/10/2018	49	0.08
1,839	Merrill Lynch International 13.50% 19/10/2018	49	0.08
1,939	Merrill Lynch International 15.58% 23/10/2018	46	0.07
1,939	Merrill Lynch International 15.59% 22/10/2018	46	0.07
815	Merrill Lynch International 16.63% 10/9/2018	98	0.16
9,215	Merrill Lynch International 20.38% 19/9/2018	90	0.14
4,409	Nomura Bank International 7.47% 12/9/2018	179	0.28
1,351	Nomura Bank International 9.56% 18/10/2018	149	0.24
1,767	Nomura Bank International 11.18% 6/9/2018	179	0.28
861	Nomura Bank International 11.378% 18/10/2018	49	0.08
861	Nomura Bank International 11.40% 17/10/2018	49	0.08
973	Nomura Bank International 12.34% 23/10/2018	85	0.13
973	Nomura Bank International 12.35% 22/10/2018	85	0.13
1,044	Nomura Bank International 12.732% 15/10/2018	47	0.07
1,044	Nomura Bank International 12.75% 16/10/2018	47	0.07
6,002	Nomura Bank International 13.06% 16/10/2018	97	0.15
2,081	Nomura Bank International 13.36% 4/9/2018	81	0.13
2,231	Nomura Bank International 14.2% 4/9/2018	85	0.13
1,370	Royal Bank of Canada 8.91% 24/9/2018	95	0.15
441	Royal Bank of Canada 9.24% 23/10/2018	49	0.08
441	Royal Bank of Canada 9.25% 23/10/2018	49	0.08
1,452	Royal Bank of Canada 9.88% 14/9/2018	181	0.29
3,262	Royal Bank of Canada 10.95% 7/9/2018	179	0.28
668	Royal Bank of Canada 11.19% 23/10/2018	98	0.16
7,688	Royal Bank of Canada 11.51% 7/9/2018	181	0.29
3,998	Royal Bank of Canada 11.76% 7/9/2018	180	0.28
1,022	Royal Bank of Canada 11.97% 19/10/2018	141	0.22
1,133	Royal Bank of Canada 11.97% 2/11/2018	98	0.15
153	Royal Bank of Canada 12.39% 4/10/2018	39	0.06
2,966	Royal Bank of Canada 12.67% 4/10/2018	71	0.11
1,513	Royal Bank of Canada 14.45% 10/9/2018	170	0.27
248	Royal Bank of Canada 14.55% 19/10/2018	92	0.15
2,711	Société Générale 6.75% 10/9/2018	175	0.28
1,423	Société Générale 7.49% 11/9/2018	49	0.08
1,423	Société Générale 7.5% 10/9/2018	49	0.08
2,059	Société Générale 8.56% 7/9/2018	180	0.28
900	Société Générale 9.68% 10/9/2018	180	0.28
1,559	Société Générale 10.51% 22/10/2018	94	0.15
1,972	Société Générale 10.54% 11/9/2018	88	0.14
1,972	Société Générale 10.71% 10/9/2018	88	0.14
456	Société Générale 11.21% 10/9/2018	90	0.14
456	Société Générale 11.75% 7/9/2018	89	0.14

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
319	Société Générale 12.07% 11/9/2018	87	0.14
319	Société Générale 12.15% 10/9/2018	87	0.14
981	Société Générale 12.48% 10/9/2018	180	0.28
4,437	Société Générale 15.97% 18/9/2018	90	0.14
		9,468	14.96
Forward Currency Contracts – (0.92)%; 28.2.2018 (2.18)%			
€273,251	Euro vs UK sterling	1	0.00
¥2,879,800	Japanese yen vs UK sterling [^]	–	0.00
CHF 51,810	Swiss franc vs UK sterling [^]	–	0.00
£14,756,307	UK sterling vs Euro	(13)	(0.02)
£302,920	UK sterling vs Japanese yen	(3)	0.00
£2,496,497	UK sterling vs Swiss franc	(50)	(0.08)
£97,493,831	UK sterling vs US dollar	(497)	(0.79)
\$2,344,916	US dollar vs UK sterling	(18)	(0.03)
		(580)	(0.92)
Futures – (0.14)%; 28.2.2018 0.07%			
(16)	Euro Stoxx 50 September 2018	3	0.01
1	Euro Stoxx Bank September 2018 [^]	–	0.00
(33)	S&P 500 E-Mini September 2018	(97)	(0.15)
55	US 2 Year Note (CBT) December 2018	(1)	0.00
25	US 5 Year Note (CBT) December 2018	(1)	0.00
(6)	US 10 Year Ultra December 2018 [^]	–	0.00
(7)	US Long Bond (CBT) December 2018	3	0.00
(4)	US Ultra Bond (CBT) December 2018	2	0.00
		(91)	(0.14)
Options – 0.00%; 28.2.2018 0.01%			
6	Euro Stoxx Banks Call Option 19/10/2018 Eur 110 [^]	–	0.00
7	Euro Stoxx Banks Call Option 16/11/2018 Eur 112.5 [^]	–	0.00
		–	0.00
Portfolio of investments		61,285	96.81
Net other assets		2,020	3.19
Total net assets		63,305	100.00

Unless otherwise stated, all securities are either listed on a recognised exchange or traded on an eligible securities market.

[^] All or a portion of this investment represents a security on loan.

* Managed by a related party.

[^] Investments which are less than £500 are rounded to zero.

The counterparty for the forward currency contracts is Bank of New York Mellon.

Statement of Total Return (unaudited)

for the six months ended 31 August 2018

	£000's	31.8.2018 £000's	£000's	31.8.2017 £000's
Income				
Net capital (losses)/gains		(1,406)		669
Revenue	2,000		1,919	
Expenses	(380)		(404)	
Interest payable and similar charges	(20)		(49)	
Net revenue before taxation	1,600		1,466	
Taxation	(46)		(52)	
Net revenue after taxation		1,554		1,414
Total return before distributions		148		2,083
Distributions		(1,496)		(1,475)
Change in net assets attributable to unitholders from investment activities		(1,348)		608

Statement of Change in Net Assets Attributable to Unitholders

(unaudited) for the six months ended 31 August 2018

	£000's	31.8.2018 £000's	£000's	31.8.2017 £000's
Opening net assets attributable to unitholders		68,179		68,200
Amounts receivable on issue of units	5,211		3,902	
Amounts payable on cancellation of units	(9,307)		(5,222)	
		(4,096)		(1,320)
Change in net assets attributable to unitholders from investment activities		(1,348)		608
Retained distribution on accumulation units		548		540
Unclaimed distributions over 6 years old		22		12
Closing net assets attributable to unitholders		63,305		68,040

The above statement shows the comparative closing net assets at 31 August 2017 whereas the current accounting period commenced 1 March 2018.

Balance Sheet (unaudited)

at 31 August 2018

	31.8.2018 £000's	28.2.2018 £000's
Assets:		
Fixed assets		
– Investment assets	61,973	66,161
Current assets		
– Debtors	57,473	61,977
– Cash and bank balances	1,715	3,608
Total assets	121,161	131,746
Liabilities:		
Investment liabilities	(688)	(1,680)
Creditors		
– Distributions payable	(158)	(469)
– Other creditors	(57,010)	(61,418)
Total liabilities	(57,856)	(63,567)
Net assets attributable to unitholders	63,305	68,179

G D Bamping (Director)
M T Zemek (Director)
BlackRock Fund Managers Limited
30 October 2018

Notes to Financial Statements (unaudited)

for the six months ended 31 August 2018

Accounting Policies

The financial statements have been prepared in accordance with the Statement of Recommended Practice for Authorised Funds (the "SORP") issued by the Investment Management Association (now known as the Investment Association) in May 2014 and amended in June 2017.

The accounting policies applied are consistent with those of the financial statements for the year ended 28 February 2018 and are described in those annual financial statements.

Supplementary Information

Efficient Portfolio Management Techniques

The Manager may, on behalf of the Fund and subject to the conditions and within the limits laid down by the FCA and the Prospectus, employ techniques and instruments relating to transferable securities, including investments in Over-the-Counter Financial Derivative Instruments ("OTC FDIs") provided that such techniques and instruments are used for efficient portfolio management purposes or to provide protection against exchange rate risk or for direct investment purposes, where applicable.

In addition to the investments in OTC FDIs, the Fund may employ other techniques and instruments relating to transferable securities and money market instruments, subject to the conditions set out in the Prospectus, as amended from time to time, and the ESMA Guidelines, such as repurchase / reverse repurchase transactions ("repo transactions") and securities lending.

Securities Lending

Securities lending transactions entered into by the Fund are subject to a written legal agreement between the Fund and the Securities Lending Agent, BlackRock Advisors (UK) Limited, a related party to the Fund, and separately between the Securities Lending Agent and the approved borrowing counterparty. Collateral received in exchange for securities lent is transferred under a title transfer arrangement and is delivered to and held in an account with a tri-party collateral manager in the name of The Bank of New York Mellon (International) Limited ("the Trustee") on behalf of the Fund. Collateral received is segregated from the assets belonging to the Fund's Trustee or the Lending Agent.

The following table details the value of securities on loan as a proportion of the Fund's total lendable assets and NAV as at 31 August 2018 and the income earned for the period ended 31 August 2018. Total lendable assets represents the aggregate value of assets forming part of the Fund's securities lending programme. This excludes any assets held by the Fund that are not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan		
% of lendable assets	% of NAV	Income earned £000's
14.87	3.35	4

The total income earned from securities lending transactions is split between the relevant Fund and the Securities Lending Agent. The Fund receives 62.5% while the Securities Lending Agent receives 37.5% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

Supplementary Information continued

The following table details the value of securities on loan (individually identified in the Fund's portfolio statement) and associated collateral received analysed by counterparty as at 31 August 2018.

Counterparty	Counterparty's country of establishment	Securities Lending	
		Amount on loan	Collateral received
		£000's	£000's
Barclays Bank Plc	UK	435	453
Barclays Capital Securities Limited	UK	845	902
Credit Suisse AG	Switzerland	277	293
Credit Suisse International	UK	486	514
Citigroup Global Markets Limited	UK	76	79
Total		2,119	2,241

Collateral

The following table provides an analysis by currency of the underlying non-cash collateral received by way of title transfer collateral arrangement by the Fund, in respect of securities lending transactions, as at 31 August 2018.

Currency	Non-cash collateral received
	£000's
CAD	51
CHF	45
CNY	4
DKK	7
EUR	1,237
GBP	328
HKD	5
JPY	30
NOK	3
SEK	12
SGD	206
USD	313
Total	2,241

The Fund is the legal owner of inbound collateral and can sell the assets in the case of default.

Non-cash collateral received by way of title transfer collateral arrangement in relation to securities lending transactions, cannot be sold, re-invested or pledged.

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received by the Fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 August 2018.

Collateral type and quality	Maturity Tenor			Open transactions	Total
	31 – 90 days	91 – 365 days	More than 365 days		
	£000's	£000's	£000's	£000's	£000's
Collateral received					
Fixed Income					
Investment grade	–	8	1,149	–	1,157
Equities					
Recognised equity index	–	–	–	1,084	1,084
Total	–	8	1,149	1,084	2,241

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency; Standard & Poor's, Moody's or Fitch.

A recognised equity index contains at least 20 equities where no single equity represents more than 20% of the total index and no five equities combined represent more than 60% of the total index.

The maturity tenor analysis for fixed income securities received as collateral is based on the respective contractual maturity date, while for equity securities received as collateral are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 August 2018, all non-cash collateral received by the Fund in respect of securities lending transactions is held by the Fund's Trustee (or through its delegates), with the exception of the amounts disclosed in the following table which are held through a securities settlement system.

Custodian	Non-cash collateral received
	Securities lending
	£000's
Euroclear Bank SA/NV	532

Supplementary Information continued

The following table lists the ten largest issuers by value of non-cash collateral received by the Fund by way of title transfer collateral arrangement across securities lending transactions as at 31 August 2018.

Issuer	Value	% of the Fund's NAV
	£000's	
UK Government	256	0.40
Republic of Austria	226	0.36
US Treasury	145	0.23
Kingdom of Belgium	142	0.22
Kingdom of Netherlands	126	0.20
Republic of France	107	0.17
Republic of Finland	101	0.16
DBS Group Holdings Ltd	55	0.09
National Grid Plc	52	0.08
Commerzbank AG	51	0.08
Other issuers	980	1.55
Total	2,241	3.54

About us

BlackRock is a premier provider of asset management, risk management, and advisory services to institutional, intermediary, and individual clients worldwide. As of 30 September 2018, the firm manages £4.94 trillion across asset classes in separate accounts, mutual funds, other pooled investment vehicles, and the industry-leading iShares® exchange-traded funds.

Through BlackRock Solutions®, the firm offers risk management and advisory services that combine capital markets expertise with proprietary-developed analytics, systems, and technology. Through BlackRock Solutions, the Firm provides risk management and enterprise investment services for over 200 clients.

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