



# Jupiter Strategic Bond Fund

For the year ended 30 April 2019

# ANNUAL

Report & Accounts



ON THE PLANET TO PERFORM



JUPITER





## Jupiter Strategic Bond Fund

### Contents

|   |    |
|---|----|
| • Fund Information*   | 1  |
| • Investment Report*  | 3  |
| • Comparative Tables  | 5  |
| • Portfolio Statement*  | 8  |
| • Summary of Material Portfolio Changes   | 22 |
| • Statement of Authorised Fund Manager's Responsibilities in relation to the Financial Statements of the Scheme | 23 |
| • Statement of Trustee's Responsibilities in relation to the Financial Statements of the Scheme                 | 23 |
| • Report of the Trustee   | 23 |
| • Independent Auditors' Report  | 24 |
| • Statement of Total Return   | 26 |
| • Statement of Change in Net Assets Attributable to Unitholders   | 26 |
| • Balance Sheet   | 27 |
| • Directors' Statement  | 27 |
| • Notes to the Financial Statements   | 28 |
| • Distribution Tables   | 41 |
| • General Information*  | 45 |

\*These collectively comprise the Authorised Fund Manager's Report



## Jupiter Strategic Bond Fund

### Fund Information

#### Manager, Registrar and Administrator

Jupiter Unit Trust Managers Limited  
PO Box 10666  
Chelmsford  
CM99 2BG  
Tel: 0800 561 4000  
Fax: 0800 561 4001  
[www.jupiteram.com](http://www.jupiteram.com)

Registered Address:  
The Zig Zag Building,  
70 Victoria Street,  
London SW1E 6SQ

Authorised and regulated by the Financial Conduct Authority.

#### Trustee

National Westminster Bank plc  
Trustee and Depository Services  
Floor 1  
280 Bishopsgate  
London EC2M 4RB

Authorised by the Prudential Regulation Authority and regulated by the  
Financial Conduct Authority and by the Prudential Regulation Authority.

#### Investment Adviser

Jupiter Asset Management Limited  
The Zig Zag Building  
70 Victoria Street  
London SW1E 6SQ

Authorised and regulated by the Financial Conduct Authority.

#### Independent Auditors

PricewaterhouseCoopers LLP  
Atria One  
144 Morrison Street  
Edinburgh  
EH3 8EX

#### Directors

The Directors of Jupiter Unit Trust Managers Limited are:

R Corfield  
P M Moore  
J Singh\*  
N Ring\*\*  
K Baillie\*\*\*  
T Scholefield\*\*\*

\*Appointed 1 October 2018

\*\*Resigned 31 May 2019

\*\*\*Independent. Appointed 1 May 2019

It is the intention of Jupiter Unit Trust Managers Limited to make this Report & Accounts available on their website. The maintenance and integrity of the Jupiter Unit Trust Managers Limited website is the responsibility of the Directors; the work carried out by the auditors of the Jupiter Strategic Bond Fund does not involve consideration of these matters and, accordingly, the auditor accepts no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.



**Fund Information (continued)**

**Investment Objective**

To achieve a high income with the prospect of capital growth.

**Investment Policy**

To attain the objective by seeking out the best opportunities within the fixed interest universe globally. The Fund invests in higher yielding assets including high yield bonds, investment grade bonds, government bonds, preference shares, convertible bonds and other bonds. The Fund may invest in derivatives and forward transactions for investment purposes. The Manager may also enter into derivative transactions for the purpose of efficient management of the portfolio (including, but not limited to, forward currency transactions to hedge exposure in Euro denominated bonds back into sterling).

**Status**

The Fund operates under the Investment Funds Sourcebook (FUND) where applicable and the Collective Investment Schemes Sourcebook (COLL) of the Financial Conduct Authority. The Fund is an authorised unit trust scheme under Section 237 of the Financial Services and Markets Act 2000 and is a UCITS scheme as defined in the COLL rules. It is in the 'Sterling Strategic Bond' Investment Association sector.

The Fund is a qualifying fund for inclusion within a stocks and shares Individual Savings Account (ISA). It is the Manager's intention to continue to manage the affairs of the Fund in order to meet the qualifying requirements as outlined in current legislation.

**Unit Classes**

In addition to the basic class of units which are available to all types of investors, the Fund also offers I-Class units which are available to investors who invest a minimum of £5,000,000 and Z-Class units which are available to investors who invest a minimum of £125,000,000. Further details are available from the Manager on request. Please note that in order to distinguish between the unit classes within the Fund they are defined in this report as either Retail Units (non I-Class and non Z-Class) or I-Class Units or Z-Class units. The unit types associated with each unit class are disclosed in the Comparative Tables on pages 5 and 6.

**Cumulative Performance (% change to 30 April 2019)**

|                   | 1 year | 3 years | 5 years | 10 years | Since launch* |
|-------------------|--------|---------|---------|----------|---------------|
| Percentage growth | 3.7    | 13.0    | 17.8    | 135.9    | 118.7         |
| Sector position   | 15/84  | 34/77   | 38/70   | 10/44    | 2/40          |
| Quartile ranking  | 1st    | 2nd     | 3rd     | 1st      | 1st           |

Source: FE, I-Class Units, NAV to NAV or bid to NAV dependent on the period of reporting, all performance is net of fees with net income reinvested. Past performance is no guide to the future. \*Launch date 2 June 2008.

This document is for informational purposes only and is not investment advice. Market and exchange rate movements can cause the value of an investment to fall as well as rise, and you may get back less than originally invested. We recommend you discuss any investment decisions with a financial adviser, particularly if you are unsure whether an investment is suitable. Jupiter is unable to provide investment advice. Current tax levels and reliefs will depend on your individual circumstances and are subject to change in the future. **The Fund can invest a significant portion of the portfolio in high yield bonds and bonds which are not rated by a credit rating agency. While such bonds may offer a higher income, the interest paid on them and their capital value is at greater risk of not being repaid, particularly during periods of changing market conditions. The value of quarterly income payments will fluctuate. The Fund manager can use derivatives for investment purposes, to take long and short positions based on their view of the market direction, so the fund's performance is unlikely to track the performance of broader bond and equity markets. Taking short positions creates the opportunity for a fund to deliver positive returns in falling markets, but also means that a fund could deliver negative returns in rising markets. The potential loss on a short position is unlimited, because the price of the underlying investment can carry on rising. There is also a risk that counterparties to derivatives may become insolvent, which may cause losses to the Fund. In difficult market conditions, reduced liquidity in bond markets may make it harder for the manager to sell assets at the quoted price. This could have a negative impact on the value of your investment. In extreme market conditions, certain assets may become hard to sell in a timely manner or at a fair price. This could affect the Fund's ability to meet investors' redemption requests upon demand. This Fund can invest more than 35% of its value in securities issued or guaranteed by an EEA state.** For definitions please see the glossary at [jupiteram.com](http://jupiteram.com). Every effort is made to ensure the accuracy of any information provided but no assurances or warranties are given. Company examples are for illustrative purposes only and are not a recommendation to buy or sell. Quoted yields are not guaranteed and may change in the future. Jupiter Unit Trust Managers Limited is authorised and regulated by the Financial Conduct Authority and their registered address is The Zig Zag Building, 70 Victoria Street, London, SW1E 6SQ.



# ANNUAL REPORT

## Jupiter Strategic Bond Fund

For the year ended 30 April 2019

### Investment Report

#### Performance Review

The Fund has produced a total return of 3.7%\* over the twelve-month period to the end of April 2019. This compares with the return of 2.7%\* produced by the IA Sterling Strategic Bond sector and 3.6%\* produced by Markit iBoxx Non Gilts. The Fund was ranked 15th out of 84 funds over the last twelve months. Over five years the fund has returned 17.8%\* compared to the benchmark return of 28.6%\*.

*\*Source: FE, NAV to NAV or bid to NAV dependent on the period of reporting, all performance is net of fees with net income reinvested. The statistics disclosed above relate to I-Class Units unless otherwise stated.*

#### Market Review

Volatility returned to markets with a bang over the review period after years of complacency. Tightening US monetary policy, a strengthening dollar and Donald Trump's increasingly aggressive protectionist stance were key drivers spooking markets throughout the period, alongside Brexit uncertainty in the UK and the rise of populism across Europe.

Government bond markets sold off in fits and starts for the first six months under review, as tax cuts in the US helped the country stave off a recession. The US Federal Reserve (the Fed) subsequently deemed growth strong enough to raise interest rates while simultaneously reducing their balance sheet. While this was happening, other central banks around the world also began to withdraw financial stimulus despite global growth beginning to slow down, led by China.

Market conditions turned in the fund's favour towards the end of 2018. Against the uneasy backdrop of tightening monetary policy alongside signs of slowing global growth, global stock markets plummeted in October and December, and investors flew to safe haven assets like government bonds. It seemed that, despite the hawkish rhetoric from central banks, the market was literally screaming at the Fed that policy was too tight. By the end of 2018, 63 out of 70 global assets tracked by Deutsche Bank had registered a negative return – the worst since records began in 1900.

In the new year, the Fed announced they would be 'patient' regarding any further interest rate rises and would even consider adjusting their plans for quantitative easing. Equities rebounded in response. Rising expectations of US interest rate cuts this year and weak economic data from around the world meant that global bond markets rallied over the first few months of 2019.

#### Policy Review

In a period that saw volatility rise as markets became more sensitive to political developments, we reduced risk in the portfolio. Our aim was to de-risk the portfolio while we were still in an environment of market strength and good liquidity. Asset allocation was driven by long exposure to high quality AAA-rated government bonds in the US and Australia and low exposure to high yield. We also fully hedged all our emerging market currency exposure.

While the fund's defensive stance detracted from returns over the first half of the period, it benefited performance during the turmoil of the second half. By the end of the period, all asset allocation areas within the portfolio had risen except, unsurprisingly, the fund's high yield CDS derivatives (which aim to mitigate widening spreads<sup>1</sup> between US and European high yield), which fell slightly as credit spreads in European and US high yield tightened.

US and Australian government bonds, which comprise around half of the portfolio, drove returns, as sentiment around the economic outlook in both countries flattened. High yield credits across the portfolio also rallied, from corporates to banks, as markets stepped up the hunt for yield.

Finally, the fund's emerging market corporate bonds performed well, especially those with Indian local currency exposure. We shifted our exposure to the Indian local bond market over Q1 2019, switching out of longer-dated sovereigns into shorter-dated quasi-sovereign and high-quality corporates. Our duration<sup>2</sup> in Indian local currency bonds stands at 1.75 years and this conservative approach has benefited performance during the volatility year-to-date.



## Investment Report (continued)

We continue to believe that a cautious approach is the most prudent strategy in a market vulnerable to unforeseen shocks. In-light of this, we continue to implement a barbell strategy with low spread duration that balances long-dated high-quality government bonds with high-yielding, short-duration investments with a hand full of special situations.

### Investment Outlook

We believe the outlook for inflation continues to be somewhat benign and that the global trend appears to be towards a deterioration of economic conditions, especially in the manufacturing sector. This inevitably, we believe, will spread to the services sector. At the time of writing, the US 10-year Treasury yield (an important indicator of investor confidence) is slightly lower than on 3 January 2019 when Jerome Powell capitulated on tightening policy. We continue to believe that the US economy is very late cycle and that an interest rate cut before the end of 2019 is likely. In fact we believe the Federal Reserve is 'behind the curve' with regards to interest rate cuts. We are closely monitoring the US dollar (a sustained rise would hurt asset prices, particularly in emerging markets) and Chinese data (which needs to pick up meaningfully to avoid global growth concerns returning).

We expect these difficult market conditions to persist. We believe the bouts of high volatility last year marked a pivotal regime shift into a tougher environment for risk assets. In this environment, we expect risk assets to experience heightened volatility, mainly to the downside, but from time to time this could be interspersed by short, sharp rallies. As a result, we are bullish on government bonds and believe that government bond yields will trend lower, although this too will not be without volatility.

While we see risks ahead, I am confident that my team have the experience and the tools at our disposal to steer the fund through the next stages of the credit cycle. We aim to use any rallies in credit to prune risk and use market corrections to find attractive entry points for emerging market debt, short duration credit and special situations. We continue to run large weightings in US Treasuries and Australian government bonds with the view that the global economy is going to struggle under the weight of too much debt and a deteriorating demographic profile, especially in the developed world.

### Ariel Bezalel Fund Manager

1. A credit spread is the difference in yield between two bonds of different quality but the same amount of time to maturity.
2. Duration is a measure of a bond price's sensitivity to changes in interest rates.

Comparative Tables

Change in net assets per unit

|                                     | Retail Income |          |          | I-Class Income |          |          |
|-------------------------------------|---------------|----------|----------|----------------|----------|----------|
|                                     | 30.04.19      | 30.04.18 | 30.04.17 | 30.04.19       | 30.04.18 | 30.04.17 |
| Opening net asset value per unit    | 63.83p        | 65.81p   | 63.58p   | 64.12p         | 66.16p   | 63.93p   |
| Return before operating charges*    | 2.88p         | 1.11p    | 5.53p    | 2.90p          | 1.07p    | 5.47p    |
| Operating charges                   | (0.94p)       | (0.98p)  | (0.98p)  | (0.47p)        | (0.49p)  | (0.49p)  |
| Return after operating charges*     | 1.94p         | 0.13p    | 4.55p    | 2.43p          | 0.58p    | 4.98p    |
| Distributions on income unit        | (2.07p)       | (2.11p)  | (2.32p)  | (2.56p)        | (2.62p)  | (2.75p)  |
| Closing net asset value per unit    | 63.70p        | 63.83p   | 65.81p   | 63.99p         | 64.12p   | 66.16p   |
| *after direct transaction costs of: | 0.00p         | 0.00p    | 0.00p    | 0.00p          | 0.00p    | 0.00p    |

Performance

|                      |       |       |       |       |       |       |
|----------------------|-------|-------|-------|-------|-------|-------|
| Return after charges | 3.04% | 0.20% | 7.16% | 3.79% | 0.88% | 7.79% |
|----------------------|-------|-------|-------|-------|-------|-------|

Other information

|                                 |             |             |             |               |               |               |
|---------------------------------|-------------|-------------|-------------|---------------|---------------|---------------|
| Closing net asset value (£'000) | 275,817     | 334,983     | 355,982     | 1,113,644     | 1,346,944     | 1,359,087     |
| Closing number of units         | 433,016,910 | 524,840,473 | 540,943,679 | 1,740,356,408 | 2,100,788,867 | 2,054,137,503 |
| Operating charges               | 1.48%       | 1.49%       | 1.48%       | 0.73%         | 0.74%         | 0.73%         |
| Direct transaction costs        | 0.00%       | 0.00%       | 0.00%       | 0.00%         | 0.00%         | 0.00%         |

Prices

|                    |        |        |        |        |        |        |
|--------------------|--------|--------|--------|--------|--------|--------|
| Highest unit price | 64.57p | 70.31p | 70.08p | 64.94p | 67.95p | 67.74p |
| Lowest unit price  | 61.73p | 64.32p | 63.69p | 62.05p | 64.72p | 64.04p |

Change in net assets per unit

|                                     | Z-Class Income |          |          |
|-------------------------------------|----------------|----------|----------|
|                                     | 30.04.19       | 30.04.18 | 30.04.17 |
| Opening net asset value per unit    | 64.12p         | 66.17p   | 63.93p   |
| Return before operating charges*    | 2.90p          | 1.07p    | 5.47p    |
| Operating charges                   | (0.45p)        | (0.47p)  | (0.47p)  |
| Return after operating charges*     | 2.45p          | 0.60p    | 5.00p    |
| Distributions on income unit        | (2.57p)        | (2.65p)  | (2.76p)  |
| Closing net asset value per unit    | 64.00p         | 64.12p   | 66.17p   |
| *after direct transaction costs of: | 0.00p          | 0.00p    | 0.00p    |

Performance

|                      |       |       |       |
|----------------------|-------|-------|-------|
| Return after charges | 3.82% | 0.91% | 7.82% |
|----------------------|-------|-------|-------|

Other information

|                                 |             |             |             |
|---------------------------------|-------------|-------------|-------------|
| Closing net asset value (£'000) | 632,090     | 545,803     | 333,779     |
| Closing number of units         | 987,699,340 | 851,182,933 | 504,425,988 |
| Operating charges               | 0.71%       | 0.72%       | 0.71%       |
| Direct transaction costs        | 0.00%       | 0.00%       | 0.00%       |

Prices

|                    |        |        |        |
|--------------------|--------|--------|--------|
| Highest unit price | 64.95p | 67.96p | 67.76p |
| Lowest unit price  | 62.06p | 64.73p | 64.05p |



## Jupiter Strategic Bond Fund

### Comparative Tables continued

#### Change in net assets per unit

|   | Retail Accumulation |          |          | I-Class Accumulation |          |          |
|---|---------------------|----------|----------|----------------------|----------|----------|
|   | 30.04.19            | 30.04.18 | 30.04.17 | 30.04.19             | 30.04.18 | 30.04.17 |
| Opening net asset value per unit            | 97.19p              | 97.14p   | 90.62p   | 101.08p              | 100.33p  | 93.02p   |
| Return before operating charges*            | 4.44p               | 1.51p    | 8.50p    | 4.65p                | 1.50p    | 8.73p    |
| Operating charges                           | (1.45p)             | (1.46p)  | (1.41p)  | (0.75p)              | (0.75p)  | (0.72p)  |
| Return after operating charges*             | 2.99p               | 0.05p    | 7.09p    | 3.90p                | 0.75p    | 8.01p    |
| Distributions on accumulation unit          | (3.19p)             | (3.14p)  | (3.93p)  | (4.09p)              | (4.04p)  | (4.75p)  |
| Retained distributions on accumulation unit | 3.19p               | 3.14p    | 3.36p    | 4.09p                | 4.04p    | 4.05p    |
| Closing net asset value per unit            | 100.18p             | 97.19p   | 97.14p   | 104.98p              | 101.08p  | 100.33p  |
| *after direct transaction costs of:         | 0.00p               | 0.00p    | 0.00p    | 0.00p                | 0.00p    | 0.00p    |

#### Performance

|                      |       |       |       |       |       |       |
|----------------------|-------|-------|-------|-------|-------|-------|
| Return after charges | 3.08% | 0.05% | 7.82% | 3.86% | 0.75% | 8.61% |
|----------------------|-------|-------|-------|-------|-------|-------|

#### Other information

|                                 |            |            |             |               |               |               |
|---------------------------------|------------|------------|-------------|---------------|---------------|---------------|
| Closing net asset value (£'000) | 68,819     | 95,334     | 110,083     | 1,555,294     | 1,463,822     | 1,271,326     |
| Closing number of units         | 68,691,644 | 98,091,845 | 113,318,716 | 1,481,443,991 | 1,448,129,129 | 1,267,131,276 |
| Operating charges               | 1.48%      | 1.49%      | 1.48%       | 0.73%         | 0.74%         | 0.73%         |
| Direct transaction costs        | 0.00%      | 0.00%      | 0.00%       | 0.00%         | 0.00%         | 0.00%         |

#### Prices

|                    |         |         |         |         |         |         |
|--------------------|---------|---------|---------|---------|---------|---------|
| Highest unit price | 100.67p | 103.71p | 101.89p | 105.42p | 103.32p | 101.07p |
| Lowest unit price  | 95.54p  | 97.06p  | 90.73p  | 99.81p  | 100.30p | 93.21p  |

#### Change in net assets per unit

|   | Z-Class Accumulation |          |          |
|---|----------------------|----------|----------|
|   | 30.04.19             | 30.04.18 | 30.04.17 |
| Opening net asset value per unit            | 101.11p              | 100.33p  | 93.01p   |
| Return before operating charges*            | 4.66p                | 1.50p    | 8.73p    |
| Operating charges                           | (0.73p)              | (0.72p)  | (0.72p)  |
| Return after operating charges*             | 3.93p                | 0.78p    | 8.01p    |
| Distributions on accumulation unit          | (4.12p)              | (4.05p)  | (4.76p)  |
| Retained distributions on accumulation unit | 4.12p                | 4.05p    | 4.07p    |
| Closing net asset value per unit            | 105.04p              | 101.11p  | 100.33p  |
| *after direct transaction costs of:         | 0.00p                | 0.00p    | 0.00p    |

#### Performance

|                      |       |       |       |
|----------------------|-------|-------|-------|
| Return after charges | 3.89% | 0.78% | 8.61% |
|----------------------|-------|-------|-------|

#### Other information

|                                 |             |            |             |
|---------------------------------|-------------|------------|-------------|
| Closing net asset value (£'000) | 114,417     | 60,987     | 204,995     |
| Closing number of units         | 108,929,746 | 60,318,063 | 204,321,975 |
| Operating charges               | 0.71%       | 0.72%      | 0.71%       |
| Direct transaction costs        | 0.00%       | 0.00%      | 0.00%       |

#### Prices

|                    |         |         |         |
|--------------------|---------|---------|---------|
| Highest unit price | 105.47p | 103.33p | 101.07p |
| Lowest unit price  | 99.85p  | 100.29p | 93.21p  |

**Comparative Tables (continued)**

**Portfolio Turnover Rate**

The Portfolio Turnover Rate (PTR) of the Fund, based on the figures included within the financial statements for the year as indicated below, is as follows:

|                         | Year to 30.04.19 | Year to 30.04.18 |
|-------------------------|------------------|------------------|
| Portfolio Turnover Rate | 103.38%          | 131.88%          |

The PTR provides an indication of the rate the Manager has bought and sold the underlying assets of the Fund during the period as indicated above. In general, the higher the PTR of a fund, the greater level of portfolio transaction costs will be incurred.

**Risk and reward indicator**

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

As at 30 April 2019

Typically lower rewards, lower risk ← → Typically higher rewards, higher risk

**Retail Units**



**I-Class Units**



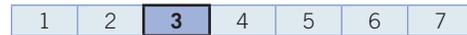
**Z-Class Units**



As at 31 October 2018

Typically lower rewards, lower risk ← → Typically higher rewards, higher risk

**Retail Units**



**I-Class Units**



**Z-Class Units**



- The lowest category does not mean 'no risk'. Some risk will still be present in funds with a risk and reward rating of 1.
- The Fund is in this category due to the nature of its investments and previous levels of volatility (how much the value of the Fund rises and falls).

**Charges**

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

| Charges taken from the Fund over the year to: | 30.04.19 | 30.04.18 |
|---|----------|----------|
| Ongoing charges for Retail Units              | 1.48%    | 1.49%    |
| Ongoing charges for I-Class Units             | 0.73%    | 0.74%    |
| Ongoing charges for Z-Class Units             | 0.71%    | 0.72%    |



## Jupiter Strategic Bond Fund

### Portfolio Statement

As at 30 April 2019

| Holding  | Investment  | Market value<br>£  | Total net assets<br>% |
|--|---|--------------------|-----------------------|
| <b>CORPORATE BONDS AND FIXED INTEREST STOCKS –<br/>97.23% (98.19%)</b> |   |                    |                       |
| <b>Argentina – 0.72% (1.80%)</b>                                       |   |                    |                       |
| US\$1,250,000  | Agua y Saneamientos Argentinos SA 6.625% 01/02/2023 | 608,867            | 0.01                  |
| US\$9,474,866  | Argentina Republic 4.5% 21/06/2019                  | 7,059,834          | 0.19                  |
| €3,000,000   | Argentina Republic 7.82% 31/12/2033                 | 2,675,027          | 0.07                  |
| €15,962,500  | Argentina Republic 7.82% 31/12/2033                 | 13,937,772         | 0.37                  |
| US\$4,100,000  | Province of Neuquen 8.625% 12/05/2028               | 2,909,140          | 0.08                  |
|  |   | <u>27,190,640</u>  | <u>0.72</u>           |
| <b>Australia – 13.96% (10.23%)</b>                                     |   |                    |                       |
| AUD\$24,720,000  | Australian Government 4.75% 21/04/2027              | 16,401,070         | 0.44                  |
| AUD\$54,600,000  | Australian Government 3.25% 21/04/2029              | 33,374,320         | 0.89                  |
| AUD\$88,576,000  | Australian Government 4.5% 21/04/2033               | 62,622,496         | 1.66                  |
| AUD\$221,126,000   | Australian Government 3.75% 21/04/2037              | 147,392,859        | 3.92                  |
| AUD\$315,500,000   | Australian Government 3.25% 21/06/2039              | 197,813,902        | 5.26                  |
| AUD\$112,000,000   | Australian Government 3% 21/03/2047                 | 67,224,962         | 1.79                  |
|  |   | <u>524,829,609</u> | <u>13.96</u>          |
| <b>Austria – 0.00% (0.08%)</b>   |   |                    |                       |
| <b>Azerbaijan – 0.00% (0.02%)</b>                                      |   |                    |                       |
| US\$3,800,000  | BGHLN Group FZCO 14.75% 27/06/2015                  | –                  | –                     |
| <b>Belgium – 0.15% (0.15%)</b>   |   |                    |                       |
| £5,500,000   | KBC Bank 6.202% VRN perpetual                       | 5,616,600          | 0.15                  |
| <b>Bermuda – 0.00% (0.00%)</b>   |   |                    |                       |
| <b>Bulgaria – 0.04% (0.06%)</b>  |   |                    |                       |
| €1,688,000   | Bulgarian Energy Holding EAD 3.5% 28/06/2025        | 1,492,614          | 0.04                  |
| <b>Canada – 1.10% (0.64%)</b>  |   |                    |                       |
| £27,124,000  | Entertainment One 6.875% 15/12/2022                 | 27,977,050         | 0.74                  |
| US\$13,343,000   | First Quantum Minerals 7% 15/02/2021                | 10,421,562         | 0.28                  |
| US\$4,001,000  | Iamgold Corporation 7% 15/04/2025                   | 3,122,784          | 0.08                  |
|  |   | <u>41,521,396</u>  | <u>1.10</u>           |
| <b>Cayman Islands – 0.33% (0.20%)</b>                                  |   |                    |                       |
| US\$5,000,000  | CSN Islands XI Corporation 6.875% 21/09/2019        | 3,881,026          | 0.10                  |
| US\$981,000  | Dar Al–Arkan Sukuk 6.5% 28/05/2019                  | 753,112            | 0.02                  |
| £6,875,000   | Mizzen Bondco 7% 01/05/2021                         | 6,297,662          | 0.17                  |
| US\$9,140,533  | NSA Bondco 12% 02/09/2020                           | 1,428,592          | 0.04                  |
|  |   | <u>12,360,392</u>  | <u>0.33</u>           |

Portfolio Statement (continued)

| Holding        | Investment                                      | Market value<br>£ | Total net assets<br>% |
|----------------|---|-------------------|-----------------------|
|                | <b>Channel Islands – 0.32% (0.75%)</b>          |                   |                       |
| £2,853,700     | Burford Capital 5% 01/12/2026                   | 2,846,794         | 0.08                  |
| £5,031,000     | CPUK Finance 4.875% 28/08/2025                  | 5,057,161         | 0.13                  |
| £4,364,000     | Galaxy Bidco 6.375% 15/11/2020                  | 4,325,815         | 0.11                  |
|                |   | 12,229,770        | 0.32                  |
|                | <b>Chile – 0.18% (0.18%)</b>                    |                   |                       |
| US\$9,650,000  | Nova Austral SA 8.25% 26/05/2021                | 6,893,016         | 0.18                  |
|                | <b>Croatia – 0.02% (0.02%)</b>                  |                   |                       |
| €4,000,000     | Agrokor DD 0% CP 05/06/2017                     | 781,864           | 0.02                  |
|                | <b>Cyprus – 0.69% (2.04%)</b>                   |                   |                       |
| €12,651,000    | Cyprus Republic 4.25% 04/11/2025                | 13,180,033        | 0.35                  |
| €9,000,000     | Cyprus Republic 2.375% 25/09/2028               | 8,377,437         | 0.22                  |
| €3,800,000     | Cyprus Republic 2.75% 26/02/2034                | 3,532,959         | 0.09                  |
| €1,200,000     | Cyprus Republic 2.75% 03/05/2049                | 1,029,388         | 0.03                  |
|                |   | 26,119,817        | 0.69                  |
|                | <b>Czech Republic – 0.43% (0.21%)</b>           |                   |                       |
| CZK221,290,000 | Czech Republic Government Bond 0.75% 23/02/2021 | 7,287,635         | 0.19                  |
| CZK119,520,000 | Czech Republic Government Bond 0.95% 15/05/2030 | 3,583,544         | 0.10                  |
| €3,950,000     | Energopro AS 4% 07/12/2022                      | 3,390,034         | 0.09                  |
| €2,281,000     | Energopro AS 4.5% 04/05/2024                    | 1,880,692         | 0.05                  |
|                |   | 16,141,905        | 0.43                  |
|                | <b>Denmark – 0.14% (0.14%)</b>                  |                   |                       |
| US\$7,200,000  | Welltec AS 9.5% 01/12/2022                      | 5,412,496         | 0.14                  |
|                | <b>Finland – 0.03% (0.06%)</b>                  |                   |                       |
| €1,300,000     | Outokumpu Oyj 3.25% 26/02/2020                  | 1,130,973         | 0.03                  |
|                | <b>France – 3.46% (2.94%)</b>                   |                   |                       |
| US\$2,000,000  | Altice France SA 6.25% 15/05/2024               | 1,572,508         | 0.04                  |
| €8,571,000     | Altice France SA 5.875% 01/02/2027              | 7,810,265         | 0.21                  |
| US\$8,857,000  | Altice France SA 8.125% 01/02/2027              | 7,099,732         | 0.19                  |
| €4,955,000     | Autodis SA 4.375% 01/05/2022                    | 4,270,281         | 0.11                  |
| €2,625,000     | Autodis SA FRN 01/05/2022                       | 1,937,324         | 0.05                  |
| €4,879,000     | BNP Paribas 4.875% perpetual                    | 4,294,122         | 0.11                  |
| US\$26,168,000 | Credit Agricole 8.375% VRN perpetual            | 20,462,286        | 0.54                  |
| US\$12,420,000 | Credit Agricole 8.375% VRN perpetual            | 9,709,065         | 0.26                  |
| €5,000,000     | Groupama SA 6.375% VRN perpetual                | 4,947,091         | 0.13                  |
| €7,375,000     | NewCo GB SAS 8% 15/12/2022                      | 6,549,872         | 0.17                  |
| €5,525,000     | Orange 5% VRN perpetual                         | 5,487,901         | 0.15                  |

Portfolio Statement (continued)

| Holding          | Investment  | Market value<br>£ | Total net assets<br>% |
|------------------|---|-------------------|-----------------------|
| €3,175,000       | Paprec Holding SA 4% 31/03/2025                           | 2,626,395         | 0.07                  |
| US\$4,000,000    | Scor 5.25% VRN perpetual                                  | 2,677,406         | 0.07                  |
| €25,097,000      | SFR Group SA 5.625% 15/05/2024                            | 22,226,536        | 0.59                  |
| US\$6,000,000    | SFR Group SA 6.25% 15/05/2024                             | 4,717,524         | 0.13                  |
| US\$11,280,000   | SFR Group SA 7.375% 01/05/2026                            | 8,766,195         | 0.23                  |
| US\$650,000      | Societe Generale SA 7.375% VRN perpetual                  | 517,696           | 0.01                  |
| €1,500,000       | Threab Optique Developpement SAS 4% 01/10/2023            | 1,307,032         | 0.04                  |
| €2,400,000       | Threab Optique Developpement SAS FRN 01/10/2023           | 2,063,502         | 0.06                  |
| €13,000,000      | Vallourec SA 3.25% 02/08/2019                             | 11,209,151        | 0.30                  |
|                  |   | 130,251,884       | 3.46                  |
|                  | <b>Germany – 0.75% (1.52%)</b>                            |                   |                       |
| €1,310,000       | HT1 Funding 6.352% VRN perpetual                          | 1,010,502         | 0.03                  |
| €4,315,000       | HT1 Funding GMBH 6.352% VRN perpetual                     | 3,328,487         | 0.09                  |
| €15,710,000      | Kirk Beauty One GMBH 8.75% 15/07/2023                     | 10,534,143        | 0.28                  |
| €3,565,000       | Kirk Beauty Zero GMBH 6.25% 15/07/2022                    | 2,989,324         | 0.08                  |
| €268,500         | Norddeutsche Landesbank Girozentra FRN 10/02/2020         | 228,742           | –                     |
| €1,463,000       | Otto GMBH and Co KG 4% VRN perpetual                      | 1,290,010         | 0.03                  |
| €3,734,000       | Prestigebidco GMBH 6.25% 15/12/2023                       | 3,391,668         | 0.09                  |
| €6,800,000       | Safari Holding Verwaltungs GMBH 5.375% 30/11/2022         | 5,546,995         | 0.15                  |
|                  |   | 28,319,871        | 0.75                  |
|                  | <b>Greece – 0.60% (0.00%)</b>                             |                   |                       |
| €15,000,000      | Hellenic Republic Treasury Bill 0% 12/07/2019             | 12,880,251        | 0.34                  |
| €11,505,000      | Hellenic Republic Treasury Bill 0% 13/03/2020             | 9,807,348         | 0.26                  |
|                  |   | 22,687,599        | 0.60                  |
|                  | <b>Hong Kong – 0.08% (0.12%)</b>                          |                   |                       |
| US\$5,090,000    | Hong Kong and Shanghai Bank FRN perpetual                 | 2,850,228         | 0.08                  |
|                  | <b>India – 3.93% (7.24%)</b>                              |                   |                       |
| INR450,000,000   | Axis Bank 7.6% 20/10/2023                                 | 4,802,260         | 0.13                  |
| INR1,000,000,000 | Axis Bank 8.85% 05/12/2024                                | 11,319,760        | 0.30                  |
| INR300,000,000   | Dewan Housing Finance Corporation 8.5% 18/04/2023         | 3,054,905         | 0.08                  |
| INR385,000,000   | Dewan Housing Finance Corporation 9.25% 09/09/2023        | 4,153,439         | 0.11                  |
| INR455,000,000   | Dewan Housing Finance Corporation 9.3% 16/08/2026         | 4,862,198         | 0.13                  |
| INR300,500,000   | ECL Finance 9.05% 28/12/2019                              | 3,312,091         | 0.09                  |
| INR500,000,000   | HDFC Bank 7.95% 21/09/2026                                | 5,361,331         | 0.14                  |
| US\$1,600,000    | HPCL Mittal Energy 5.25% 28/04/2027                       | 1,193,659         | 0.03                  |
| INR160,000,000   | Housing Development Finance Corporation 9.45% 21/08/2019  | 1,771,321         | 0.05                  |
| INR20,000,000    | Housing Development Finance Corporation 7% 09/01/2020     | 219,441           | –                     |
| INR440,000,000   | Housing Development Finance Corporation 6.875% 30/04/2020 | 4,770,797         | 0.13                  |
| INR150,000,000   | Housing Development Finance Corporation 8.65% 18/09/2020  | 1,668,160         | 0.04                  |

Portfolio Statement (continued)

| Holding          | Investment  | Market value<br>£  | Total net assets<br>% |
|------------------|---|--------------------|-----------------------|
| INR200,000,000   | Housing Development Finance Corporation 7.9%<br>24/08/2026              | 2,139,287          | 0.06                  |
| INR450,000,000   | ICICI Bank 7.6% 07/10/2023  | 4,826,166          | 0.13                  |
| INR250,000,000   | Idea Cellular 8.04% 27/01/2022  | 2,515,174          | 0.07                  |
| INR963,000,000   | Indiabulls Housing Finance 8.567% 15/10/2019                            | 10,473,294         | 0.28                  |
| INR300,000,000   | Indiabulls Housing Finance 8.75% 26/09/2021                             | 3,324,499          | 0.09                  |
| INR125,000,000   | Indiabulls Housing Finance 8.90% 26/09/2021                             | 1,363,236          | 0.04                  |
| INR400,000,000   | Indian Renewable Energy Development 7.125%<br>10/10/2022                | 4,228,920          | 0.11                  |
| INR175,000,000   | LIC Housing Finance 8.61% 11/12/2019                                    | 1,939,427          | 0.05                  |
| INR240,000,000   | Muthoot Finance 8.75% 24/06/2020  | 2,615,868          | 0.07                  |
| INR1,167,000,000 | National Bank for Agriculture and Rural Development<br>6.98% 30/09/2020 | 12,728,828         | 0.34                  |
| INR839,000,000   | National Bank for Agriculture and Rural Development<br>8.39% 19/07/2021 | 9,304,400          | 0.25                  |
| INR210,000,000   | National Highways Authority of India 7.3% 18/05/2022                    | 2,247,419          | 0.06                  |
| INR413,000,000   | National Housing Bank 8.02% 31/01/2022                                  | 4,528,629          | 0.12                  |
| INR903,000,000   | National Housing Bank 8% 22/02/2022                                     | 9,969,865          | 0.26                  |
| INR700,000,000   | NTPC 7.375% 10/08/2021  | 7,570,604          | 0.20                  |
| INR280,000,000   | NTPC 7.25% 03/05/2022   | 2,965,056          | 0.08                  |
| US\$5,467,000    | Power Finance Corporation 3.75% 06/12/2027                              | 3,949,542          | 0.10                  |
| INR200,000,000   | Reliance Capital 9% 09/09/2026  | 2,172,474          | 0.06                  |
| US\$5,800,000    | Rural Electrification Corporation 3.875% 07/07/2027                     | 4,212,803          | 0.11                  |
| US\$1,800,000    | Rural Electrification Corporation 4.625% 22/03/2028                     | 1,371,626          | 0.04                  |
| INR200,000,000   | Shriram Transport Finance 8.25% 18/02/2020                              | 2,204,221          | 0.06                  |
| US\$6,000,000    | State Bank of India Dubai 5.5% VRN perpetual                            | 4,672,420          | 0.12                  |
|                  |   | <b>147,813,120</b> | <b>3.93</b>           |
|                  | <b>Ireland – 1.93% (2.36%)</b>  |                    |                       |
| €4,400,000       | ABH Financial 2.626% 28/04/2020   | 3,819,209          | 0.10                  |
| CHF6,600,000     | ABH Financial 2.875% 09/11/2022   | 4,940,986          | 0.13                  |
| US\$4,000,000    | Alfa Bank 8% VRN perpetual  | 2,999,271          | 0.08                  |
| €3,485,000       | Allied Irish Banks 7.375% VRN perpetual                                 | 3,235,601          | 0.09                  |
| €2,000,000       | Ardagh Packaging Finance 4.125% 15/05/2023                              | 1,757,324          | 0.05                  |
| £2,023,000       | Bank of Ireland 3.125% VRN 19/09/2027                                   | 2,002,770          | 0.05                  |
| US\$2,400,000    | Bank of Ireland 4.125% VRN 19/09/2027                                   | 1,763,811          | 0.05                  |
| US\$3,102,000    | Credit Bank of Moscow 5.55% 14/02/2023                                  | 2,296,296          | 0.06                  |
| €2,900,000       | Credit Bank of Moscow 5.15% 20/02/2024                                  | 2,506,985          | 0.07                  |
| US\$500,000      | EuroChem Mineral And Chemical 3.8% 12/04/2020                           | 382,810            | 0.01                  |
| US\$3,582,000    | GTK Europe DAC 5.125% 31/05/2024  | 2,695,464          | 0.07                  |
| US\$3,000,000    | Koks Finance 7.5% 04/05/2022  | 2,356,921          | 0.06                  |
| £3,750,000       | Virgin Media Receivables 5.75% 15/04/2023                               | 3,873,450          | 0.10                  |
| £29,129,000      | Virgin Media Receivables 5.5% 15/09/2024                                | 30,005,783         | 0.80                  |
| US\$10,000,000   | VTB Bank 9.5% VRN perpetual   | 7,912,722          | 0.21                  |
|                  |   | <b>72,549,403</b>  | <b>1.93</b>           |



## Jupiter Strategic Bond Fund

### Portfolio Statement (continued)

| Holding                           | Investment                                       | Market value<br>£  | Total net assets<br>% |
|-----------------------------------|--|--------------------|-----------------------|
| <b>Italy – 0.96% (1.18%)</b>      |  |                    |                       |
| €3,031,000                        | Almaviva The Italian Innovation 7.25% 15/10/2022 | 2,469,461          | 0.06                  |
| €4,588,000                        | Bormioli Pharma Bidco SpA FRN 15/11/2024         | 3,712,615          | 0.10                  |
| €4,000,000                        | EVOCA SpA 7% 15/10/2023                          | 3,627,491          | 0.10                  |
| €12,818,000                       | Government of Italy 2.5% 15/11/2025              | 11,374,185         | 0.30                  |
| €4,050,000                        | Pro-Gest SPA 3.25% 15/12/2024                    | 3,335,060          | 0.09                  |
| €11,550,000                       | Telecom Italia 6.375% 24/06/2019                 | 11,627,385         | 0.31                  |
|                                   |  | <b>36,146,197</b>  | <b>0.96</b>           |
| <b>Japan – 0.00% (2.48%)</b>      |  |                    |                       |
| <b>Luxembourg – 5.17% (4.87%)</b> |  |                    |                       |
| US\$1,450,000                     | Alorosa Finance 7.75% 03/11/2020                 | 1,180,796          | 0.03                  |
| US\$12,000,000                    | Altice SA 7.625% 15/02/2025                      | 8,675,641          | 0.23                  |
| €5,482,000                        | Altice Finco SA 9% 15/06/2023                    | 4,901,182          | 0.13                  |
| US\$17,426,000                    | Altice Finco SA 8.125% 15/01/2024                | 13,734,680         | 0.37                  |
| US\$8,963,000                     | Altice Financing SA 6.625% 15/02/2023            | 7,047,194          | 0.19                  |
| €13,300,000                       | ARD Finance SA 6.625% 15/09/2023                 | 11,575,299         | 0.31                  |
| £4,000,000                        | Aroundtown SA 3.25% 18/07/2027                   | 3,957,345          | 0.11                  |
| £2,883,000                        | B&M European Value Retail SA 4.125% 01/02/2022   | 2,925,092          | 0.08                  |
| £8,491,000                        | Cabot Financial Luxembourg 7.5% 01/10/2023       | 8,608,176          | 0.23                  |
| €24,917,000                       | Codere Finance 2 Luxembourg 6.75% 01/11/2021     | 20,456,322         | 0.54                  |
| €2,000,000                        | CPI Property Group SA 4.875% VRN perpetual       | 1,605,335          | 0.04                  |
| US\$10,627,000                    | FAGE International SA 5.625% 15/08/2026          | 6,867,831          | 0.18                  |
| €1,616,000                        | Galapagos SA FRN 15/06/2021                      | 1,139,296          | 0.03                  |
| €2,343,000                        | Gazprom (Gaz Capital SA) 3.389% 20/03/2020       | 2,069,179          | 0.05                  |
| £20,223,000                       | Gazprom (Gaz Capital SA) 5.338% 25/09/2020       | 21,139,911         | 0.56                  |
| CHF4,000,000                      | Gazprom OAO Via Gaz Capital SA 2.75% 30/11/2021  | 3,147,501          | 0.08                  |
| €8,128,000                        | Gazprom OAO Via Gaz Capital SA 2.949% 24/01/2024 | 7,359,839          | 0.20                  |
| €3,200,000                        | Gazprom OAO Via Gaz Capital SA 3.125% 17/11/2023 | 2,921,174          | 0.08                  |
| €1,320,000                        | Horizon Parent Holdings 0% 15/02/2022            | 1,155,749          | 0.03                  |
| €10,867,000                       | Intralot Capital Luxembourg SA 5.25% 15/09/2024  | 4,684,247          | 0.12                  |
| €3,661,875                        | Kleopatra Holdings 8.5% 30/06/2023               | 1,621,210          | 0.04                  |
| CHF14,275,000                     | Matterhorn Telecom Holding SA 3.625% 01/05/2022  | 10,797,114         | 0.29                  |
| €10,000,000                       | Matterhorn Telecom Holding SA 3.875% 01/05/2022  | 8,658,530          | 0.23                  |
| €7,720,000                        | Matterhorn Telecom Holding SA FRN 01/02/2023     | 944,673            | 0.02                  |
| US\$20,200,000                    | Offshore Drilling Holding SA 8.375% 20/09/2020   | 7,088,943          | 0.19                  |
| US\$7,479,000                     | Puma International Financing 5.125% 06/10/2024   | 5,175,894          | 0.14                  |
| US\$1,519,000                     | Puma International Financing 5% 24/01/2026       | 1,007,190          | 0.03                  |
| US\$1,125,000                     | Rosselkhozbank 8.5% 16/10/2023                   | 907,188            | 0.02                  |
| €2,712,000                        | SES SA 5.625% VRN perpetual                      | 2,545,897          | 0.07                  |
| US\$15,200,000                    | Telenet Finance Luxembourg 5.5% 01/03/2028       | 11,499,252         | 0.31                  |
| US\$5,990,000                     | Topaz Marine SA 9.125% 26/07/2022                | 4,675,568          | 0.12                  |
| US\$6,266,000                     | Trafigura Funding SA 5.25% 19/03/2023            | 4,446,017          | 0.12                  |
|                                   |  | <b>194,519,265</b> | <b>5.17</b>           |



## Jupiter Strategic Bond Fund

### Portfolio Statement (continued)

| Holding         | Investment                                    | Market value<br>£  | Total net assets<br>% |
|-----------------|---|--------------------|-----------------------|
|                 | <b>Mauritius – 0.15% (0.24%)</b>              |                    |                       |
| US\$5,433,000   | Azure Power Energy 5.5% 03/11/2022            | 4,126,146          | 0.11                  |
| US\$2,000,000   | Neerg Energy 6% 13/02/2022                    | 1,513,171          | 0.04                  |
|                 |   | <b>5,639,317</b>   | <b>0.15</b>           |
|                 | <b>Mexico – 0.38% (0.54%)</b>                 |                    |                       |
| US\$11,900,172  | Latina Offshore 8.875% 03/10/2019             | 7,485,246          | 0.20                  |
| US\$250,188     | Latina Offshore Default 31/07/2018            | –                  | –                     |
| US\$10,007,528  | Latina Offshore Holding 0% 31/07/2020         | 6,678,594          | 0.18                  |
|                 |   | <b>14,163,840</b>  | <b>0.38</b>           |
|                 | <b>Netherlands – 3.00% (2.89%)</b>            |                    |                       |
| €5,000,000      | Ceva Logistics Finance BV 5.25% 01/08/2025    | 4,336,142          | 0.11                  |
| US\$4,000,000   | Demeter Swiss 5.75% VRN 15/08/2050            | 3,221,504          | 0.09                  |
| US\$3,800,000   | Greenko Dutch BV 4.875% 24/07/2022            | 2,878,457          | 0.08                  |
| US\$4,850,000   | Greenko Dutch BV 5.25% 24/07/2024             | 3,627,316          | 0.10                  |
| €2,800,000      | Hema Bondco I BV FRN 15/07/2022               | 2,230,620          | 0.06                  |
| €1,200,000      | Hema Bondco II BV 8.5% 15/01/2023             | 780,186            | 0.02                  |
| US\$6,000,000   | ING Groep NV 6.75% VRN perpetual              | 4,683,926          | 0.12                  |
| £5,000,000      | Koninklijke 6% 29/09/2019                     | 5,016,000          | 0.13                  |
| US\$51,000,000  | Marfrig Holdings Europe BV 6.875% 24/06/2019  | 39,120,538         | 1.04                  |
| US\$4,650,000   | Marfrig Holdings Europe BV 8% 08/06/2023      | 3,696,209          | 0.10                  |
| US\$2,818,000   | Marfrig Holdings Europe BV 7% 15/03/2024      | 2,204,445          | 0.06                  |
| US\$1,000,000   | Natwest 7.125% 15/10/2093                     | 1,040,034          | 0.03                  |
| €5,883,000      | PPF Arena 1 BV 3.125% 27/03/2026              | 5,077,124          | 0.13                  |
| €6,000,000      | Schoeller Allibert Group 8% 01/10/2021        | 5,276,614          | 0.14                  |
| €2,594,000      | Selecta Group BV 5.875% 01/02/2024            | 2,301,326          | 0.06                  |
| CHF2,533,000    | Selecta Group BV 5.875% 01/02/2024            | 1,964,229          | 0.05                  |
| £10,450,000     | Swiss Reinsurance 6.3024% VRN perpetual       | 10,477,170         | 0.28                  |
| €4,800,000      | Telefonica Europe BV 2.625% VRN perpetual     | 3,990,214          | 0.11                  |
| US\$5,000,000   | Teva Pharmaceutical Finance 1.7% 19/07/2019   | 3,812,335          | 0.10                  |
| €12,500,000     | Vieo BV FRN 07/09/2022                        | 6,984,765          | 0.19                  |
|                 |   | <b>112,719,154</b> | <b>3.00</b>           |
|                 | <b>New Zealand – 2.20% (1.94%)</b>            |                    |                       |
| NZD\$29,000,000 | New Zealand Government 2.75% 15/04/2025       | 15,800,014         | 0.42                  |
| NZD\$50,429,000 | New Zealand Government 4.5% 15/04/2027        | 31,011,692         | 0.83                  |
| NZD\$65,500,000 | New Zealand Government 2.75% 15/04/2037       | 35,893,549         | 0.95                  |
|                 |   | <b>82,705,255</b>  | <b>2.20</b>           |
|                 | <b>Nigeria – 0.04% (0.00%)</b>                |                    |                       |
| US\$1,958,000   | SEPLAT Petroleum Development 9.25% 01/04/2023 | 1,562,014          | 0.04                  |

Portfolio Statement (continued)

| Holding                                | Investment                                      | Market value<br>£ | Total net assets<br>% |
|--|---|-------------------|-----------------------|
| <b>Norway – 0.17% (0.16%)</b>          |   |                   |                       |
| US\$900,000                            | Chloe Marine Corporation 0% 28/12/2016          | –                 | –                     |
| US\$900,000                            | Chloe Marine Corporation 0% 28/12/2016          | –                 | –                     |
| US\$900,000                            | Chloe Marine Corporation 0% 28/12/2016          | –                 | –                     |
| US\$205,000                            | Chloe Marine Corporation 0% 28/12/2016          | –                 | –                     |
| US\$15,000,000                         | Chloe Marine Corporation 0% 28/12/2016          | –                 | –                     |
| US\$5,250,000                          | DNB Bank ASA FRN perpetual                      | 2,617,650         | 0.07                  |
| US\$2,000,000                          | DNB Bank ASA FRN perpetual                      | 1,001,093         | 0.03                  |
| US\$3,500,000                          | DNO ASA 8.75% 18/06/2020                        | 2,788,670         | 0.07                  |
|  |   | <b>6,407,413</b>  | <b>0.17</b>           |
| <b>Other Caribbean – 0.00% (0.13%)</b> |   |                   |                       |
| <b>Poland – 0.40% (0.00%)</b>          |   |                   |                       |
| PLN38,139,000                          | Republic of Poland 2.5% 25/07/2027              | 7,447,437         | 0.20                  |
| PLN38,372,000                          | Republic of Poland 2.75% 25/04/2028             | 7,578,283         | 0.20                  |
|  |   | <b>15,025,720</b> | <b>0.40</b>           |
| <b>Portugal – 0.09% (0.09%)</b>        |   |                   |                       |
| €5,000,000                             | Banco Espirito Santo SA 4% 21/01/2019           | 1,182,037         | 0.03                  |
| €9,100,000                             | Novo Banco SA 2.625% 08/05/2017                 | 2,136,444         | 0.06                  |
|  |   | <b>3,318,481</b>  | <b>0.09</b>           |
| <b>Russia – 0.10% (1.56%)</b>          |   |                   |                       |
| €4,000,000                             | Russian Foreign Bond Eurobond 2.875% 04/12/2025 | 3,642,276         | 0.10                  |
| <b>Singapore – 0.25% (0.25%)</b>       |   |                   |                       |
| US\$1,714,236                          | Deep Drilling 15% 21/12/2020                    | 1,326,391         | 0.04                  |
| US\$9,946,721                          | Nor Offshore SPV 8.4% 04/02/2020                | 2,671,228         | 0.07                  |
| US\$18,767,801                         | Oro Negro Drill 7.5% 24/01/2019                 | 5,398,631         | 0.14                  |
| US\$351,896                            | Oro Negro Drill 0% perpetual                    | –                 | –                     |
| US\$351,896                            | Oro Negro Drill 0% perpetual                    | –                 | –                     |
| US\$351,896                            | Oro Negro Drill 0% perpetual                    | –                 | –                     |
| US\$351,896                            | Oro Negro Drill 0% perpetual                    | –                 | –                     |
| US\$351,896                            | Oro Negro Drill 0% perpetual                    | –                 | –                     |
|  |   | <b>9,396,250</b>  | <b>0.25</b>           |
| <b>South Africa – 0.37% (0.24%)</b>    |   |                   |                       |
| US\$20,000,000                         | Sibanye Gold 1.875% CV 26/09/2023               | 13,760,989        | 0.37                  |
| <b>Spain – 0.50% (0.93%)</b>           |   |                   |                       |
| €11,300,000                            | Banco Santander SA 6.25% VRN perpetual          | 9,688,939         | 0.26                  |
| €8,400,000                             | Bankia SA 4% VRN 22/05/2024                     | 7,235,615         | 0.19                  |
| €2,000,000                             | Bankia SA 6% VRN perpetual                      | 1,732,222         | 0.05                  |
|  |   | <b>18,656,776</b> | <b>0.50</b>           |
| <b>Sri Lanka – 0.05% (0.00%)</b>       |   |                   |                       |
| US\$2,377,000                          | Republic of Sri Lanka 6.25% 04/10/2020          | 1,834,191         | 0.05                  |



## Jupiter Strategic Bond Fund

### Portfolio Statement (continued)

| Holding                                 | Investment  | Market value<br>£ | Total net assets<br>% |
|---|---|-------------------|-----------------------|
| <b>Sweden – 0.00% (0.02%)</b>           |   |                   |                       |
| <b>Switzerland – 0.67% (0.72%)</b>      |   |                   |                       |
| US\$7,750,000                           | Aquarius and Invest for Swiss 6.375% VRN 01/09/2024 | 5,993,833         | 0.16                  |
| US\$1,000,000                           | Credit Suisse Group AG 7.5% VRN perpetual           | 821,233           | 0.02                  |
| US\$2,500,000                           | Credit Suisse Group AG 7.5% VRN perpetual           | 2,010,509         | 0.05                  |
| €1,785,000                              | UBS Group AG 4.75% VRN 12/02/2026                   | 1,642,681         | 0.04                  |
| US\$7,500,000                           | UBS Group AG 5% VRN perpetual                       | 5,092,625         | 0.15                  |
| US\$2,450,000                           | UBS Group AG 6.875% VRN perpetual                   | 1,941,169         | 0.05                  |
| US\$7,853,000                           | UBS Group AG 7.125% VRN perpetual                   | 6,144,333         | 0.16                  |
| US\$1,795,000                           | UBS Group Funding Switzerland 7% VRN perpetual      | 1,427,849         | 0.04                  |
|   |   | 25,074,232        | 0.67                  |
| <b>UAE Dirham – 1.36% (1.41%)</b>       |   |                   |                       |
| €27,700,000                             | Aabar Investments PJSC 0.5% CV 27/03/2020           | 22,873,266        | 0.61                  |
| €36,300,000                             | Aabar Investments PJSC 1% CV 27/03/2022             | 28,137,963        | 0.75                  |
|   |   | 51,011,229        | 1.36                  |
| <b>Ukraine – 0.10% (0.00%)</b>          |   |                   |                       |
| US\$687,000                             | Government of Ukraine 7.75% 01/09/2019              | 528,036           | 0.02                  |
| US\$2,000,000                           | Government of Ukraine 7.75% 01/09/2020              | 1,535,259         | 0.04                  |
| US\$2,000,000                           | Government of Ukraine 7.75% 01/09/2021              | 1,520,163         | 0.04                  |
|   |   | 3,583,458         | 0.10                  |
| <b>United Kingdom – 22.01% (21.60%)</b> |   |                   |                       |
| CHF1,350,000                            | Air Berlin 5.625% 09/05/2019                        | 30,487            | –                     |
| €866,000                                | Air Berlin 6.75% 09/05/2019                         | 25,312            | –                     |
| €9,875,000                              | Algeco Global Finance FRN 15/02/2023                | 8,563,032         | 0.23                  |
| £2,323,000                              | Anglian Water Osprey Finance 4% 08/03/2026          | 2,101,246         | 0.06                  |
| £2,100,000                              | Anglian Water Services Finance 2.625% 15/06/2027    | 2,002,350         | 0.05                  |
| €1,200,000                              | Annington Funding 1.65% 12/07/2024                  | 1,042,852         | 0.03                  |
| £922,000                                | Annington Funding 2.646% 12/07/2025                 | 916,722           | 0.02                  |
| £8,599,000                              | Arrow Global Finance 5.125% 15/09/2024              | 8,448,517         | 0.22                  |
| £4,500,000                              | Barclays Bank 3.25% 12/02/2027                      | 4,547,197         | 0.12                  |
| £7,500,000                              | Barclays Bank 3.25% 17/01/2033                      | 7,128,945         | 0.19                  |
| US\$8,220,000                           | Barclays Bank 6.278% VRN perpetual                  | 6,512,820         | 0.17                  |
| £1,000,000                              | Barclays Bank 6.3688% VRN perpetual                 | 1,022,400         | 0.03                  |
| £2,833,000                              | Barclays Bank 7.875% VRN perpetual                  | 3,046,325         | 0.08                  |
| £5,000,000                              | Barclays Bank 7.25% VRN perpetual                   | 5,266,000         | 0.14                  |
| US\$4,200,000                           | Barclays Bank 7.75% VRN perpetual                   | 3,328,685         | 0.09                  |
| £80,568,000                             | Barclays Bank 14% VRN perpetual                     | 81,768,463        | 2.17                  |
| £45,266,000                             | Boparan Finance 5.25% 15/07/2019                    | 30,883,365        | 0.82                  |
| £9,700,000                              | Boparan Finance 5.5% 15/07/2021                     | 6,660,990         | 0.18                  |
| £4,000,000                              | Cheltenham & Gloucester 11.75% perpetual            | 8,093,800         | 0.21                  |



## Jupiter Strategic Bond Fund

### Portfolio Statement (continued)

| Holding        | Investment  | Market value<br>£ | Total net assets<br>% |
|----------------|---|-------------------|-----------------------|
| £63,684,000    | Co-Operative Wholesale Society 6.875% 08/07/2020  | 66,562,517        | 1.77                  |
| £12,615,000    | Co-Operative Wholesale Society 7.5% 08/07/2026    | 14,157,184        | 0.38                  |
| £6,225,000     | Coventry Building Society 6.875% VRN perpetual    | 6,361,327         | 0.17                  |
| £1,200,000     | CYBG 3.125% VRN 22/06/2025                        | 1,170,486         | 0.03                  |
| £1,683,000     | CYBG 7.875% VRN 14/12/2028                        | 1,849,280         | 0.05                  |
| £2,100,000     | CYBG 9.25% VRN perpetual                          | 2,223,060         | 0.06                  |
| £1,461,000     | Drax Finco 4.25% 01/05/2022                       | 1,485,253         | 0.04                  |
| £3,610,000     | Enterprise Inns 6.875% 15/02/2021                 | 3,834,109         | 0.10                  |
| £10,265,000    | Enterprise Inns 6.375% 15/2/2022                  | 10,486,451        | 0.28                  |
| US\$18,264,762 | EnQuest 7% 15/10/2022                             | 11,593,672        | 0.31                  |
| £45,648,000    | G4S 7.75% 13/05/2019                              | 45,729,710        | 1.22                  |
| £3,667,000     | Galaxy Bidco FRN 15/11/2020                       | 3,615,662         | 0.10                  |
| €1,600,000     | Global Switch Holdings 1.5% 31/01/2024            | 1,397,816         | 0.04                  |
| €2,053,000     | Global Switch Holdings 2.25% 31/05/2027           | 1,829,380         | 0.05                  |
| £5,419,000     | HBOS Sterling Finance Jersey 7.881% VRN perpetual | 7,918,947         | 0.21                  |
| US\$8,220,000  | HSBC Bank FRN perpetual                           | 4,581,484         | 0.12                  |
| US\$15,410,000 | HSBC Bank FRN perpetual                           | 8,599,528         | 0.23                  |
| US\$4,750,000  | HSBC Bank FRN perpetual                           | 2,605,185         | 0.07                  |
| US\$4,184,000  | HSBC Capital Funding 10.176% VRN perpetual        | 4,812,084         | 0.13                  |
| £2,000,000     | HSBC Bank Fund 5.844% VRN perpetual               | 2,571,425         | 0.07                  |
| US\$4,000,000  | HSBC Holdings 2.95% 25/05/2021                    | 3,072,533         | 0.08                  |
| US\$4,000,000  | HSBC Holdings 3.6% 25/05/2023                     | 3,127,861         | 0.08                  |
| US\$4,000,000  | HSBC Holdings 3.9% 25/05/2026                     | 3,122,061         | 0.08                  |
| €882,000       | HSBC Holdings 5.25% VRN perpetual                 | 815,166           | 0.02                  |
| US\$4,500,000  | HSBC Holdings 6% VRN perpetual                    | 3,459,441         | 0.09                  |
| US\$1,786,000  | HSBC Holdings 6.875% VRN perpetual                | 1,434,116         | 0.04                  |
| £4,325,000     | Iceland Bondco FRN 15/07/2020                     | 605,243           | 0.02                  |
| £3,896,000     | Iceland Bondco 6.75% 15/07/2024                   | 3,884,312         | 0.10                  |
| £10,261,000    | Iceland Bondco 4.625% 15/03/2025                  | 9,414,467         | 0.25                  |
| £2,700,000     | Investec Bank 4.25% VRN 24/07/2028                | 2,703,152         | 0.07                  |
| £5,000,000     | J Sainsbury 6.5% VRN perpetual                    | 5,243,500         | 0.14                  |
| US\$6,707,000  | Lloyds Banking Group 6.413% VRN perpetual         | 5,331,284         | 0.14                  |
| US\$6,000,000  | Lloyds Banking Group 6.657% VRN perpetual         | 4,800,368         | 0.13                  |
| US\$9,450,000  | Lloyds Banking Group 6.657% VRN perpetual         | 7,556,955         | 0.20                  |
| £1,250,000     | Lloyds Banking Group 7% VRN perpetual             | 1,257,500         | 0.03                  |
| US\$634,000    | Lloyds Banking Group 12% VRN perpetual            | 585,294           | 0.02                  |
| US\$11,333,000 | Lloyds Banking Group 12% VRN perpetual            | 10,462,368        | 0.28                  |
| £8,264,000     | Marks and Spencer 6.125% 02/12/2019               | 8,476,385         | 0.22                  |
| £1,274,000     | Marston's 5.1576% VRN 15/10/2027                  | 1,159,075         | 0.03                  |
| £2,453,000     | Marston's 5.1774% VRN 15/07/2032                  | 2,595,678         | 0.07                  |
| £400,000       | Marston's 5.641% VRN 15/07/2035                   | 322,800           | 0.01                  |
| £6,667,000     | Matalan Finance 6.75% 31/01/2023                  | 6,587,663         | 0.17                  |
| £2,327,000     | Matalan Finance 9.5% 31/01/2024                   | 2,168,699         | 0.06                  |



## Jupiter Strategic Bond Fund

### Portfolio Statement (continued)

| Holding        | Investment   | Market value<br>£ | Total net assets<br>% |
|----------------|--|-------------------|-----------------------|
| £1,350,000     | Miller Homes Group Holdings FRN 15/10/2023         | 1,348,650         | 0.04                  |
| £1,360,000     | Miller Homes Group Holdings 5.5% 15/10/2024        | 1,375,368         | 0.04                  |
| £12,188,000    | National Westminster Bank 2.469% VRN perpetual     | 10,310,456        | 0.27                  |
| US\$5,250,000  | National Westminster Bank FRN perpetual            | 3,161,316         | 0.08                  |
| £16,206,000    | Nationwide Building Society 6.875% VRN perpetual   | 16,314,580        | 0.43                  |
| £30,000        | Nationwide Building Society 10.25% VRN perpetual   | 4,466,100         | 0.12                  |
| US\$5,240,000  | Petra Diamonds US Treasury 7.25% 01/05/2022        | 3,793,388         | 0.10                  |
| £2,368,000     | Pinnacle Bidco 6.375% 15/02/2025                   | 2,499,187         | 0.07                  |
| £3,042,000     | Places for People Homes 3.625% 22/11/2028          | 3,099,990         | 0.08                  |
| £22,080,000    | Prudential 11.375% VRN 29/05/2039                  | 22,250,016        | 0.59                  |
| £3,965,000     | Royal Bank of Scotland 3.125% VRN 28/03/2027       | 4,000,177         | 0.11                  |
| US\$7,394,000  | Royal Bank of Scotland 7.5% VRN perpetual          | 5,832,846         | 0.15                  |
| US\$14,246,000 | Royal Bank of Scotland 7.64% VRN perpetual         | 10,318,010        | 0.27                  |
| US\$13,525,000 | Royal Bank of Scotland 7.648% VRN perpetual        | 13,173,816        | 0.35                  |
| US\$4,655,000  | Royal Bank of Scotland 8.625% VRN perpetual        | 3,833,907         | 0.10                  |
| US\$2,400,000  | Salamander Energy 9.75% 06/01/2020                 | 1,861,696         | 0.05                  |
| £2,600,000     | Shawbrook Group 7.875% VRN perpetual               | 2,512,120         | 0.07                  |
| £6,050,000     | Shop Direct Funding 7.75% 15/11/2022               | 5,648,159         | 0.15                  |
| £12,000,000    | Slate No1 FRN 24/01/2051                           | 12,029,304        | 0.32                  |
| £10,107,000    | Spirit Issuer 6.582% 28/12/2027                    | 4,531,051         | 0.12                  |
| £6,666,000     | Spirit Issuer FRN 28/12/2031                       | 6,394,822         | 0.17                  |
| £20,804,000    | Spirit Issuer 5.472% 28/12/2034                    | 21,635,278        | 0.57                  |
| US\$2,850,000  | Standard Chartered FRN perpetual                   | 1,792,008         | 0.05                  |
| £3,952,000     | Stonegate Pub Co Financing FRN 15/03/2022          | 3,971,736         | 0.11                  |
| €7,218,000     | Synlab Bondco 6.25% 01/07/2022                     | 6,351,117         | 0.17                  |
| €1,100,000     | Synlab Bondco 8.25% 01/07/2023                     | 994,963           | 0.03                  |
| £11,500,000    | Tesco 6.125% 24/02/2022                            | 12,836,300        | 0.34                  |
| £3,132,000     | Tesco 6% 14/12/2029                                | 3,924,083         | 0.10                  |
| US\$3,000,000  | Tesco 6.15% 15/11/2037                             | 2,480,727         | 0.07                  |
| £550,000       | Tesco 5.2% 05/03/2057                              | 695,832           | 0.02                  |
| €8,100,000     | Tesco Corporate Treasury Service 1.375% 01/07/2019 | 6,977,200         | 0.19                  |
| €4,837,000     | Tesco Corporate Treasury Service 1.375% 24/10/2023 | 4,256,741         | 0.11                  |
| £8,612,000     | Tesco Property Financial 5.6611% 13/10/2041        | 10,163,178        | 0.27                  |
| £6,500,000     | Towd Point Mortgage Funding FRN 20/02/2045         | 4,377,874         | 0.12                  |
| £21,400,000    | Unique Pub Finance 6.542% 30/03/2021               | 7,061,740         | 0.19                  |
| £19,600,000    | Unique Pub Finance 7.395% 30/03/2024               | 21,930,434        | 0.58                  |
| £17,500,000    | Unique Pub Finance 5.659% 30/06/2027               | 13,904,098        | 0.37                  |
| £8,530,000     | Unique Pub Finance 6.464% 30/03/2032               | 8,178,564         | 0.22                  |
| £1,070,000     | Virgin Money Holdings 8.75% VRN perpetual          | 1,149,715         | 0.03                  |
| £1,500,000     | Virgin Media Secured Finance 5.125% 15/01/2025     | 1,542,900         | 0.04                  |
| £2,856,000     | Virgin Media Secured Finance 4.875% 15/01/2027     | 2,887,376         | 0.08                  |
| £9,950,000     | Virgin Media Secured Finance 5% 15/04/2027         | 10,099,847        | 0.27                  |
| £4,500,000     | Virgin Media Secured Finance 6.25% 28/03/2029      | 4,760,820         | 0.13                  |



## Jupiter Strategic Bond Fund

### Portfolio Statement (continued)

| Holding        | Investment  | Market value<br>£  | Total net assets<br>% |
|----------------|---|--------------------|-----------------------|
| £13,000,000    | Virgin Money Holdings 7.875% VRN perpetual        | 13,146,900         | 0.35                  |
| £5,402,000     | Viridian Group Finance 4.75% 15/09/2024           | 5,347,980          | 0.14                  |
| £5,584,000     | Vodafone Group 4.875% VRN 03/10/2078              | 5,523,090          | 0.15                  |
| US\$12,112,000 | Vodafone Group 6.25% VRN 03/10/2078               | 9,325,213          | 0.25                  |
| £27,471,000    | Vue International Bidco 7.875% 15/07/2020         | 27,452,759         | 0.73                  |
| £3,107,000     | Wagamama Finance 4.125% 01/07/2022                | 3,085,251          | 0.08                  |
|                |   | <b>827,568,672</b> | <b>22.01</b>          |
|                | <b>United States – 30.40% (26.18%)</b>            |                    |                       |
| US\$10,000,000 | Apple 3.25% 23/02/2026                            | 7,775,239          | 0.21                  |
| US\$16,000,000 | Apple 3.35% 09/02/2027                            | 12,486,877         | 0.33                  |
| US\$5,070,000  | Burford Capital 6.125% 12/08/2025                 | 3,904,637          | 0.10                  |
| US\$7,000,000  | CEC Entertainment 8% 15/02/2022                   | 5,396,387          | 0.14                  |
| US\$6,193,000  | Chesapeake Energy Corporation 6.625% 15/08/2020   | 4,906,087          | 0.13                  |
| US\$18,269,000 | Coca Cola 3.2% 01/11/2023                         | 14,352,385         | 0.38                  |
| US\$5,664,000  | Coca Cola 2.25% 01/09/2026                        | 4,141,930          | 0.11                  |
| US\$3,475,000  | CommScope Finance 6% 01/03/2026                   | 2,822,196          | 0.08                  |
| US\$10,263,000 | Dell 5.875% 15/06/2019                            | 7,892,193          | 0.21                  |
| US\$17,877,000 | Dresdner Funding Trust 8.151% 30/06/2031          | 17,552,687         | 0.47                  |
| US\$6,824,000  | Enviva Partners LP Enviva Partner 8.5% 01/11/2021 | 5,457,001          | 0.15                  |
| US\$4,133,000  | Envision Healthcare Corporation 8.75% 15/10/2026  | 2,988,036          | 0.08                  |
| US\$4,500,000  | Exela Intermediate 10% 15/07/2023                 | 3,480,946          | 0.09                  |
| £1,171,000     | Ford Motor Credit 4.535% 06/03/2025               | 1,205,840          | 0.03                  |
| US\$667,000    | Fresenius US Finance II 4.25% 01/02/2021          | 521,111            | 0.01                  |
| US\$2,065,000  | Gulfport Energy Corporation 6.625% 01/05/2023     | 1,524,614          | 0.04                  |
| 23,450,000     | HBOS Capital 6.85% perpetual                      | 18,167,836         | 0.48                  |
| US\$5,000,000  | JBS USA 7.25% 15/06/2021                          | 3,844,521          | 0.10                  |
| US\$1,600,000  | JBS USA 5.875% 15/07/2024                         | 1,260,030          | 0.03                  |
| US\$8,900,000  | JBS USA 5.75% 15/06/2025                          | 6,981,358          | 0.19                  |
| US\$24,125,000 | JBS USA 6.5% 15/04/2029                           | 19,616,078         | 0.52                  |
| US\$4,000,000  | Johnson & Johnson 2.45% 01/03/2026                | 2,993,891          | 0.08                  |
| US\$3,000,000  | Jurassic Holdings Inc 6.875% 15/02/2021           | 2,283,930          | 0.06                  |
| US\$5,000,000  | Kinetic Concepts 12.5% 01/11/2021                 | 4,156,745          | 0.11                  |
| €1,000,000     | Kraton Polymers 5.25% 15/05/2026                  | 891,643            | 0.02                  |
| US\$2,005,000  | Lions Gate Capital 5.875% 01/11/2024              | 1,568,749          | 0.04                  |
| US\$2,400,000  | Lions Gate Capital 5.875% 01/11/2024              | 1,877,805          | 0.05                  |
| US\$17,700,000 | LTF Merger 8.5% 15/06/2023                        | 13,967,610         | 0.37                  |
| 9,976,000      | Lloyds Banking Group 6.413% VRN perpetual         | 7,881,931          | 0.21                  |
| €2,200,000     | McDonalds Corporation 1% 15/11/2023               | 1,958,106          | 0.05                  |
| US\$6,000,000  | Microsoft Corporation 3.125% 03/11/2025           | 4,699,900          | 0.13                  |
| US\$13,000,000 | Microsoft Corporation 2.4% 08/08/2026             | 9,655,748          | 0.26                  |
| US\$13,000,000 | Microsoft Corporation 3.3% 06/02/2027             | 10,213,232         | 0.27                  |
| US\$5,927,000  | Morgan Stanley 5.45% VRN perpetual                | 4,557,832          | 0.12                  |
| US\$1,398,000  | Murphy Oil USA 6% 15/08/2023                      | 1,100,127          | 0.03                  |

Portfolio Statement (continued)

| Holding         | Investment   | Market value<br>£ | Total net assets<br>% |
|-----------------|--|-------------------|-----------------------|
| US\$7,200,000   | Navigator 7.75% 10/02/2021                                       | 5,358,942         | 0.14                  |
| US\$4,993,098   | Northern Oil and Gas 9.5% 15/05/2023                             | 4,021,595         | 0.11                  |
| €1,859,000      | Panther BF Aggregator 4.375% 15/05/2026                          | 1,640,702         | 0.04                  |
| US\$5,000,000   | Pepsico 2.75% 01/03/2023   | 3,852,765         | 0.10                  |
| US\$2,800,000   | Pilgrim's Pride Corporation 5.875% 30/09/2027                    | 2,217,620         | 0.06                  |
| US\$6,029,000   | Prime Security Services Borrower 9.25% 15/05/2023                | 4,873,286         | 0.13                  |
| £4,000,000      | Rabobank Capital Funding Trust 5.556% VRN perpetual              | 4,086,977         | 0.11                  |
| US\$23,285,000  | RBOS Capital Trust 6.425% VRN perpetual                          | 22,289,228        | 0.59                  |
| US\$2,174,000   | RegionalCare Hospital Partners 8.25% 01/05/2023                  | 1,773,415         | 0.05                  |
| US\$5,000,000   | Rent A Center 6.625% 15/11/2020                                  | 3,846,891         | 0.10                  |
| US\$11,000,000  | Rent A Center 4.75% 01/05/2021                                   | 8,350,533         | 0.22                  |
| US\$688,000     | Simmons Foods 7.75% 15/01/2024                                   | 564,019           | 0.02                  |
| US\$24,972,000  | Simmons Foods 5.75% 01/11/2024                                   | 17,623,012        | 0.47                  |
| US\$4,000,000   | SPL Logistics Escrow 8.875% 01/08/2020                           | 3,077,820         | 0.08                  |
| US\$1,161,000   | Sunoco LP Finance 4.875% 15/01/2023                              | 905,545           | 0.03                  |
| US\$844,000     | Sunoco LP Finance 5.5% 15/02/2026                                | 659,565           | 0.02                  |
| US\$2,750,000   | Unit Corporation 6.625% 15/05/2021                               | 2,075,525         | 0.06                  |
| US\$164,000,000 | US Treasury 2.75% 28/02/2025                                     | 128,591,838       | 3.42                  |
| US\$45,500,000  | US Treasury 2.625% 31/03/2025                                    | 35,433,714        | 0.94                  |
| US\$150,000,000 | US Treasury 2% 15/11/2026  | 111,686,119       | 2.97                  |
| US\$205,470,200 | US Treasury 2.25% 15/02/2027                                     | 155,487,415       | 4.14                  |
| US\$24,000,000  | US Treasury 2.875% 15/05/2028                                    | 18,981,560        | 0.51                  |
| US\$6,000,000   | US Treasury 4.375% 15/02/2038                                    | 5,728,627         | 0.15                  |
| US\$50,843,600  | US Treasury 2.875% 15/05/2043                                    | 38,796,813        | 1.03                  |
| US\$162,022,600 | US Treasury 2.25% 15/08/2046                                     | 108,224,019       | 2.88                  |
| US\$260,000,000 | US Treasury 3% 15/02/2047  | 202,299,186       | 5.38                  |
| £7,597,000      | Vantiv 3.875% 15/11/2025   | 7,916,074         | 0.21                  |
| US\$1,500,000   | Vantiv 4.375% 15/11/2025   | 1,182,257         | 0.03                  |
| US\$18,000,000  | Vine Oil Gas 9.75% 15/04/2023                                    | 11,038,509        | 0.29                  |
| US\$16,500,000  | Wachovia Capital Trust 5.8% VRN perpetual                        | 12,561,846        | 0.33                  |
| US\$5,000,000   | Walmart 3.55% 26/06/2025   | 3,981,855         | 0.11                  |
|                 |  | 1,143,212,510     | 30.40                 |
|                 | <b>FIXED INTEREST FUND – 0.57% (0.50%)</b>                       |                   |                       |
|                 | <b>United Kingdom – 0.57% (0.50%)</b>                            |                   |                       |
| 250,000         | Jupiter Global Emerging Corporate Bond Accumulation <sup>†</sup> | 21,435,968        | 0.57                  |
|                 | <b>EQUITIES – 0.36% (0.15%)</b>                                  |                   |                       |
| 968,028         | FNMA 8.25% perpetual   | 8,227,477         | 0.22                  |
| 6,299           | Island Drilling  | –                 | –                     |
| 3,333,333       | Santander UK Preference 10.375% perpetual                        | 5,333,333         | 0.14                  |
|                 |  | 13,560,810        | 0.36                  |



## Jupiter Strategic Bond Fund

### Portfolio Statement (continued)

| Holding       | Investment   | Market value<br>£    | Total net assets<br>% |
|---------------|--|----------------------|-----------------------|
|               | <b>FUTURES – 0.00% (0.01%)</b>                                   |                      |                       |
|               | <b>FORWARD FOREIGN CURRENCY CONTRACTS –<br/> 0.69% ((0.61)%)</b> |                      |                       |
|               | Bought Euro €2,952,238: Sold Sterling £2,549,846                 | (9,323)              | –                     |
|               | Bought Sterling £37,979,676: Sold AED186,637,824                 | (661,119)            | (0.02)                |
|               | Bought Sterling £539,689,336: Sold AUD \$989,887,386             | 5,717,941            | 0.15                  |
|               | Bought Sterling £20,526,744: Sold CHF 26,987,578                 | 184,277              | –                     |
|               | Bought Sterling £10,892,841: Sold CZK324,567,263                 | 21,839               | –                     |
|               | Bought Sterling £475,518,782: Sold Euro €550,316,803             | 1,730,159            | 0.05                  |
|               | Bought Sterling £139,117,786: Sold INR12,683,368,586             | 246,545              | 0.01                  |
|               | Bought Sterling £85,721,844: Sold NZD \$166,429,817              | 672,615              | 0.02                  |
|               | Bought Sterling £9,262,311: Sold PEN39,905,742                   | 38,296               | –                     |
|               | Bought Sterling £15,450,824: Sold PLN76,858,741                  | 60,321               | –                     |
|               | Bought Sterling £1,636,390,960: Sold USD \$2,113,654,702         | 17,684,182           | 0.47                  |
|               | Bought PEN39,905,742: Sold Sterling £9,302,038                   | (78,022)             | –                     |
|               | Bought RUB1,757,455,055: Sold Sterling £19,361,629               | 333,870              | 0.01                  |
|               |  | <b>25,941,581</b>    | <b>0.69</b>           |
|               | <b>SWAPS – (0.16)% ((0.04)%)</b>                                 |                      |                       |
| (30,000,000)  | Buyer Protection On CDX 1% Emerging Markets<br>20/06/2024        | (224,954)            | (0.01)                |
| (55,000,000)  | Buyer Protection On CDX 1% 20/06/2024                            | (962,296)            | (0.02)                |
| (243,500,000) | Buyer Protection On CDX 5% 20/06/2024                            | (3,496,180)          | (0.09)                |
| (54,000,000)  | Buyer Protection On CDX 5% 20/06/2024                            | (1,409,054)          | (0.04)                |
|               |  | <b>(6,092,484)</b>   | <b>(0.16)</b>         |
|               | Total value of investments                                       | <b>3,710,986,311</b> | <b>98.69</b>          |
|               | Net other assets   | <b>49,094,859</b>    | <b>1.31</b>           |
|               | <b>Net assets</b>  | <b>3,760,081,170</b> | <b>100.00</b>         |

The holdings are allocated by country of issuer of the bonds.

The figures in brackets show allocations as at 30 April 2018.

<sup>1</sup>Represents an investment in a Jupiter Investment Management Group Limited product.



## Jupiter Strategic Bond Fund

### Portfolio Statement continued

| Portfolio split by investment grade             | Market value<br>£    | Total net assets<br>% |
|---|----------------------|-----------------------|
| Investments of investments grade                | 1,888,448,914        | 50.21                 |
| Investments below investments grade             | 1,338,279,095        | 35.59                 |
| Unrated   | 429,412,427          | 11.43                 |
| Total Corporate Bonds and Fixed Interest Stocks | 3,656,140,436        | 97.23                 |
| Equities  | 13,560,810           | 0.36                  |
| Collective Investment Scheme                    | 21,435,968           | 0.57                  |
| Swaps   | (6,092,484)          | (0.16)                |
| Forward Foreign Currency Contracts              | 25,941,581           | 0.69                  |
| Portfolio of investments                        | 3,710,986,311        | 98.69                 |
| Net other assets                                | 49,094,859           | 1.31                  |
| <b>Net assets</b>                               | <b>3,760,081,170</b> | <b>100.00</b>         |

Source: The Composite Rating is created using a methodology developed by Jupiter Asset Management Limited using ratings from various ratings agencies. The Composite Rating is not a credit opinion nor is it a rating issued from a ratings agency, including Standard & Poor's.

Although an S&P rating may be used in Jupiter Asset Management Limited's methodology in creating the Composite Rating, S&P does not sponsor, endorse or promote the Composite Rating. To the extent that the Composite Rating has been created using an S&P rating, such S&P rating was used under license from S&P and S&P reserves all rights with respect to such S&P rating.

Summary of Material Portfolio Changes

Significant purchases and sales for the year ended 30 April 2019

| Purchases   | Cost £               | Sales   | Proceeds £           |
|---|----------------------|---|----------------------|
| Australian Government 3.25%<br>21/06/2039                             | 138,814,723          | Australian Government 4.25%<br>21/04/2026                         | 94,450,630           |
| Barclays Bank 14% VRN perpetual                                       | 51,449,218           | SoftBank Group 4.625% 15/04/2020                                  | 54,924,411           |
| Banco Bilbao Vizcaya Argentaria SA<br>7% VRN perpetual                | 49,865,357           | India Government 6.84% 19/12/2022                                 | 50,019,435           |
| G4S 7.75% 13/05/2019  | 46,265,007           | Banco Bilbao Vizcaya Argentaria SA<br>7% VRN perpetual            | 49,505,037           |
| Argentina Republic 6.25%<br>22/04/2019                                | 39,303,728           | Cognita Financing 7.75%<br>15/08/2021                             | 44,306,115           |
| US Treasury 2.875% 15/05/2043   | 37,127,302           | Royal Bank of Scotland 5.5%<br>perpetual                          | 39,818,159           |
| India Government 6.84%<br>19/12/2022                                  | 36,322,015           | Argentina Republic 6.25%<br>22/04/2019                            | 39,541,873           |
| Australian Government 3%<br>21/03/2047                                | 31,021,985           | HBOS Capital Funding 6.461% VRN<br>perpetual                      | 32,342,250           |
| Glencore Finance 6.5% 27/02/2019                                      | 29,007,186           | Glencore Finance 6.5% 27/02/2019                                  | 28,800,000           |
| Boparan Finance 5.25%<br>15/07/2019                                   | 28,918,008           | Cyprus Republic 4.25% 04/11/2025                                  | 27,471,475           |
| Subtotal  | 488,094,529          | Subtotal  | 461,179,385          |
| <b>Total cost of purchases, including<br/>the above, for the year</b> | <b>2,265,535,913</b> | <b>Total cost of sales, including<br/>the above, for the year</b> | <b>2,480,505,300</b> |



## Statement of Authorised Fund Manager's responsibilities in relation to the financial statements of the Scheme

The Financial Conduct Authority's Collective Investment Schemes (COLL) and where applicable Investment Funds (FUND) Sourcebooks, as amended (the Sourcebooks) require the Authorised Fund Manager (the 'Manager') to prepare financial statements for each annual accounting period which give a true and fair view of the financial affairs of the Scheme and of its revenue and expenditure for the year. In preparing the financial statements the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;

- prepare the accounts on a going concern basis, unless it is inappropriate to do so;
- comply with the requirements of the Statement of Recommended Practice for Authorised Funds;
- follow applicable accounting standards; and
- keep proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements.

The Manager is responsible for the management of the Scheme in accordance with the Sourcebooks and the Scheme's Trust Deed and Prospectus. The Manager is also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## Statement of Trustee's responsibilities in relation to the financial statements of the Scheme

The Trustee must ensure that the Scheme is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Financial Services and Markets Act 2000, as amended, (together 'the Regulations'), the Trust Deed and Prospectus (together 'the Scheme documents') as detailed below.

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

The Trustee is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Scheme in accordance with the Regulations. The Trustee must ensure that:

- the Scheme's cash flows are properly monitored and that cash of the Scheme is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, redemption and cancellation of units are carried out in accordance with the Regulations;

- the value of units of the Scheme are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Scheme's assets is remitted to the Scheme within the usual time limits;
- the Schemes income is applied in accordance with the Regulations; and
- the instructions of the Authorised Fund Manager (the 'AFM') are carried out (unless they conflict with the Regulations).

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

A copy of the Report of Trustee is set out below.

## Report of the Trustee

### Jupiter Strategic Bond Fund

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

- has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Scheme's units and the application of the Scheme's

revenue in accordance with the Regulations and the Scheme Documents; and

- has observed the investment and borrowing powers and restrictions applicable to the Scheme.

### National Westminster Bank plc

Trustee & Depositary Services

London

24 June 2019



## Independent Auditors' Report to the Unitholders of the Jupiter Strategic Bond Fund

### Report on the audit of the financial statements

#### Opinion

In our opinion, the Jupiter Strategic Bond Fund's financial statements:

- give a true and fair view of the financial position of the Fund as at 30 April 2019 and of the net revenue and the net capital losses of its scheme property 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 Trust Deed.

We have audited the financial statements, included within the Annual Report and Accounts ('the Annual Report'), which comprise: the Balance Sheet as at 30 April 2019; the Statement of Total Return and the Statement of Change in Net Assets Attributable to Unitholders for the year then ended; the distribution tables; and the notes to the financial statements, which include a description of the significant accounting policies.

#### 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 Fund 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.

#### Conclusions relating to going concern

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

- the Authorised Fund Manager's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or

- the Authorised Fund Manager has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the 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.

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 Fund'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 Fund's business 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 Fund Manager 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 Fund Manager's Report

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



## Independent Auditors' Report to the Unitholders of the Jupiter Strategic Bond Fund (continued)

### Responsibilities for the financial statements and the audit

#### Responsibilities of the Authorised Fund Manager for the financial statements

As explained more fully in the Statement of Authorised Fund Manager's responsibilities in relation to the financial statements of the Scheme set out on page 23 the Authorised Fund Manager 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 Fund Manager 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 Fund Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Fund Manager either intend to wind up or terminate the Fund, or have 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 Fund's unitholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes Sourcebook 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 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 and returns.

We have no exceptions to report arising from this responsibility.

#### PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors  
Edinburgh  
24 June 2019



## Jupiter Strategic Bond Fund

### Statement of Total Return

For the year ended 30 April 2019

|  | Note | Year to 30.04.19 |                     | Year to 30.04.18 |                      |
|--|------|------------------|---------------------|------------------|----------------------|
|  |      | £                | £                   | £                | £                    |
| Income   |      |                  |                     |                  |                      |
| Net capital losses   | 3    |                  | (12,139,227)        |                  | (125,175,830)        |
| Revenue  | 4    | 180,682,605      |                     | 180,056,376      |                      |
| Expenses   | 5    | (30,368,944)     |                     | (31,150,935)     |                      |
| Interest payable and similar charges   |      | (40,976)         |                     | (244,036)        |                      |
| Net revenue before taxation  |      | 150,272,685      |                     | 148,661,405      |                      |
| Taxation   | 6    | (2,310,563)      |                     | (1,053,942)      |                      |
| Net revenue after taxation   |      |                  | 147,962,122         |                  | 147,607,463          |
| <b>Total return before distributions</b>   |      |                  | <b>135,822,895</b>  |                  | <b>22,431,633</b>    |
| Distributions  | 7    |                  | (149,225,204)       |                  | (147,617,134)        |
| <b>Change in net assets attributable to unitholders from investment activities</b> |      |                  | <b>(13,402,309)</b> |                  | <b>(125,185,501)</b> |

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

For the year ended 30 April 2019

|   |               | Year to 30.04.19 |                      | Year to 30.04.18 |                      |
|---|---------------|------------------|----------------------|------------------|----------------------|
|   |               | £                | £                    | £                | £                    |
| <b>Opening net assets attributable to unitholders</b>                       |               |                  | <b>3,847,872,568</b> |                  | <b>3,635,252,358</b> |
| Amounts receivable on issue of units  | 343,726,000   |                  |                      | 587,341,056      |                      |
| Amounts payable on cancellation of units                                    | (484,377,354) |                  |                      | (312,228,037)    |                      |
|   |               |                  | (140,651,354)        |                  | 275,113,019          |
| Change in net assets attributable to unitholders from investment activities |               |                  | (13,402,309)         |                  | (125,185,501)        |
| Retained distribution on accumulation units                                 |               |                  | 66,254,339           |                  | 62,692,044           |
| Unclaimed distributions   |               |                  | 7,926                |                  | 648                  |
| <b>Closing net assets attributable to unitholders</b>                       |               |                  | <b>3,760,081,170</b> |                  | <b>3,847,872,568</b> |





## Jupiter Strategic Bond Fund

### Balance Sheet

As at 30 April 2019

|   | Note | 30.04.19<br>£        | 30.04.18<br>£        |
|---|------|----------------------|----------------------|
| <b>Assets</b>                                 |      |                      |                      |
| Investments                                   |      | 3,717,827,259        | 3,811,630,600        |
| Current Assets:                               |      |                      |                      |
| Debtors                                       | 10   | 80,635,083           | 67,319,885           |
| Cash and bank balances                        | 8    | 128,881,340          | 101,455,843          |
| Total assets                                  |      | 3,927,343,682        | 3,980,406,328        |
| <b>Liabilities</b>                            |      |                      |                      |
| Investment liabilities                        |      | (6,840,948)          | (32,892,775)         |
| Creditors:                                    |      |                      |                      |
| Bank overdrafts                               | 9    | (68,139,197)         | (61,170,453)         |
| Distribution payable                          |      | (21,164,756)         | (23,614,594)         |
| Other creditors                               | 11   | (71,117,611)         | (14,855,938)         |
| Total liabilities                             |      | (167,262,512)        | (132,533,760)        |
| <b>Net assets attributable to unitholders</b> |      | <b>3,760,081,170</b> | <b>3,847,872,568</b> |

### Directors' Statement

#### Jupiter Strategic Bond Fund

This report has been prepared in accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes Sourcebook and Investment Funds Sourcebook where applicable and the Statement of Recommended Practice issued by the Investment Association.

#### Directors: Paula Moore, Rupert Corfield

Jupiter Unit Trust Managers Limited

London

24 June 2019





## Notes to the Financial Statements

For the year ended 30 April 2019

### 1. Accounting Policies

#### (a) Basis of Accounting

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, in compliance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook. They have been prepared in accordance with FRS102 and the Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by The Investment Management Association (now referred to as the Investment Association) in May 2014 (the 2014 SORP).

As stated in the Statement of Authorised Fund Managers' Responsibilities in relation to the financial statements of the Scheme on page 23, the Manager continues to adopt the going concern basis in the preparation of the financial statements of the Fund.

The accounting policies outlined below have been applied on a consistent basis throughout the year.

#### (b) Revenue

All dividends from companies declared ex-dividend during the year ended 30 April 2019 are included in revenue, net of any attributable tax.

UK dividends are shown net of any associated tax credits attached to the income.

Bank interest and interest on short-term deposits are accrued up to the year end date.

Overseas revenue received after the deduction of withholding tax is shown gross of tax, with the tax consequences shown within the tax charge.

Interest on any debt securities is recognised on an effective interest rate basis.

The Fund holds units or shares in other Collective Investment Schemes and funds (underlying funds). Any periodic charge rebates from underlying funds are recognised on an accruals basis. Where it is the policy of the underlying fund to charge its periodic charge to capital in determining its distribution, the Fund has recognised any such rebates as capital.

#### (c) Expenses

All expenses, including overdraft interest, but excluding those relating to the purchase and sale of investments, are charged against the revenue of the Fund. All of the Fund's expenses are recognised on an accrual basis.

#### (d) Valuation of Investments

The investments of the Fund have been valued using bid market values ruling on international stock exchanges at Close of Business on 30 April 2019, being the last valuation point of the year. Market value is defined by the SORP as fair value which is generally the bid value of each security.

Where a stock is unlisted or where there is a non liquid market, a valuation for this stock has been obtained from market makers where possible, and suspended stocks are normally valued at their suspension price. However, where the Manager believes that these prices do not reflect a fair value, or where no reliable price exists for a security, it is valued at a price which in the opinion of the Manager reflects a fair and reasonable price for that investment.

A Pricing and Valuation Committee (PVC) of the Investment Manager is responsible for approving unquoted prices. The PVC meets on a quarterly basis and consists of representatives from various parts of the Investment Manager who act as an independent party, segregated from the fund management function to review and approve fair value pricing decisions and pricing models on a regular basis.



## Notes to the Financial Statements (continued)

### 1. Accounting Policies – continued

#### (e) Forward foreign currency contracts

Open forward foreign currency contracts are shown in the portfolio statement at the fair value and the net gains/(losses) are reflected in the Forward currency contracts in the Net capital gains/(losses) on investments.

#### (f) Credit default swaps

Open credit default swaps (CDS) are shown in the Portfolio Statement at fair value and the net capital gains/(losses) are reflected within Derivative securities in Net capital gains/(losses) on investments. Whereby positions are adopted to protect or enhance capital, and the motive and circumstance support this, the premiums and returns are treated as capital.

#### (g) Foreign Exchange

Transactions in foreign currencies are translated into Sterling at the rates ruling at the dates of the transactions. Assets and liabilities expressed in foreign currencies are translated at the rates ruling at close of business on 30 April 2019, being the last valuation point of the year.

#### (h) Taxation

Corporation tax is provided at 20% on revenue, other than UK dividends and overseas dividends, after deduction of expenses. Where overseas tax has been deducted from overseas revenue that tax can, in some instances, be set off against Corporation tax payable, by way of double taxation relief.

The charge for tax is based on the profit for the year and takes into account deferred taxation because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax is provided using the liability method on all timing differences, calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the Deferred tax can be offset.

Authorised unit trusts are exempt from UK Capital Gains Tax. The Fund is, however, in certain circumstances, liable to Indian Capital Gains Tax and this year's charge has been taken from the capital of the Fund as disclosed in Note 6. In the prior year Indian capital gains tax of £1,599 was charged against Net capital gains of the fund. An adjustment has been made to reflect this in Taxation rather than Net capital gains, in line with the 2014 SORP (paragraph 3.50).

### 2. Distribution Policies

#### (a) Basis of Distribution

All of the net revenue available for distribution at the end of the final accounting period will be distributed to unitholders as an interest distribution. In order to achieve a controlled dividend flow to unitholders, interim distributions may be made at the Manager's discretion, up to a maximum of the distributable revenue available for the period. The distribution dates in respect of this Fund are summarised in Note 2(b). Should expenses and taxation together exceed revenue, there will be no distribution and the shortfall will be met from capital.

If, in respect of a particular accounting period, the average income allocation to unitholders (disregarding, for this purpose, any units held by the Manager or Trustee or their associates) would be less than £25, the Manager reserves the right (with the agreement of the Trustee) not to make any income allocation and, in such an event, the amount of net revenue remaining for that period will be credited to capital and reflected in the value of units.

#### (b) Distributions Dates

Net revenue, if any, will be distributed or accumulated to unitholders as interest distributions, quarterly on 30 September (1st quarter), 31 December (interim), 31 March (3rd quarter) and 30 June (final) in respect of the accounting periods ending 31 July (1st quarter), 31 October (interim), 31 January (3rd quarter) and 30 April (final).

**Notes to the Financial Statements (continued)****3. Net capital losses**

The net losses on investments during the year comprise:

|  | 30.04.19<br>£       | 30.04.18<br>£        |
|--|---------------------|----------------------|
| Currency gains                                       | 52,671,011          | 23,909,321           |
| Transaction charges                                  | (262,334)           | (138,814)            |
| Gains/(losses) on non-derivative securities          | 106,610,505         | (166,351,080)        |
| (Losses)/gains on forward foreign currency contracts | (155,331,243)       | 37,501,091           |
| Losses on derivative contracts                       | (329,139)           | (7,004,196)          |
| Losses on Index Swaps                                | (15,467,562)        | (13,122,617)         |
| Periodic charge rebates                              | (30,465)            | 30,465               |
| <b>Net capital losses</b>                            | <b>(12,139,227)</b> | <b>(125,175,830)</b> |

**4. Revenue**

|                             | 30.04.19<br>£      | 30.04.18<br>£      |
|-----------------------------|--------------------|--------------------|
| UK dividends                | 835,512            | 345,833            |
| Overseas dividends          | 1,221,197          | –                  |
| Bank interest               | 221,617            | 81,882             |
| Deposit interest            | 2,315              | 5,484              |
| Periodic charge rebates     | 173,361            | 98,247             |
| Interest on debt securities | 178,228,603        | 179,524,930        |
| <b>Total revenue</b>        | <b>180,682,605</b> | <b>180,056,376</b> |

**5. Expenses**

|  | 30.04.19<br>£     | 30.04.18<br>£     |
|--|-------------------|-------------------|
| <b>Payable to the Manager, associates of the Manager and agents of either of them:</b> |                   |                   |
| Manager's periodic charge  | 21,792,657        | 22,322,693        |
| Registration fees  | 7,956,579         | 8,004,940         |
|  | <u>29,749,236</u> | <u>30,327,633</u> |
| <b>Payable to the Trustee, associates of the Trustee and agents of either of them:</b> |                   |                   |
| Trustee's fee  | 270,831           | 287,882           |
| Safe custody fees  | 324,681           | 503,267           |
|  | <u>595,512</u>    | <u>791,149</u>    |
| <b>Other expenses:</b>   |                   |                   |
| Audit fee*   | 12,978            | 12,600            |
| Financial Conduct Authority fee  | 131               | 148               |
| Legal fees   | –                 | 1,271             |
| Professional fees  | 11,087            | 18,134            |
|  | <u>24,196</u>     | <u>32,153</u>     |
| <b>Total expenses</b>  | <b>30,368,944</b> | <b>31,150,935</b> |

\*The audit fee (excluding VAT) incurred during the year was £10,815 (30.04.18: £10,500).

## Notes to the Financial Statements (continued)

**6. Taxation****(a) Analysis of charge in the year:**

|                                      | 30.04.19<br>£    | 30.04.18<br>£    |
|--------------------------------------|------------------|------------------|
| Indian capital gains tax             | 1,228,274        | 1,599            |
| Irrecoverable overseas tax           | 1,082,289        | 1,052,343        |
| <b>Total tax charge for the year</b> | <b>2,310,563</b> | <b>1,053,942</b> |

**(b) Factors affecting current tax charge for the year:**

The tax assessed for the year is lower (2018: lower) than the standard rate of Corporation Tax in the UK for an authorised unit trust. The differences are explained below:

|   | 30.04.19<br>£    | 30.04.18<br>£    |
|---|------------------|------------------|
| Net revenue before taxation                       | 150,272,685      | 148,661,405      |
| Corporation Tax at 20%                            | 30,054,537       | 29,732,281       |
| <b>Effects of:</b>                                |                  |                  |
| Revenue not subject to taxation                   | (411,342)        | (69,167)         |
| Tax relief on overseas tax suffered               | (216,458)        | (210,469)        |
| Indian capital gains tax taken to capital         | 1,228,274        | 1,599            |
| Irrecoverable overseas tax                        | 1,082,289        | 1,052,343        |
| Taxable income charge in capital                  | (6,093)          | –                |
| Tax deductible interest distributions             | (29,420,644)     | (29,452,645)     |
| <b>Total tax charge for the year (Note 6.(a))</b> | <b>2,310,563</b> | <b>1,053,942</b> |

Authorised unit trusts are exempt from tax on capital gains, therefore any capital return is not included in the above reconciliation.

**(c) Provision for Deferred Tax**

There is no material unprovided Deferred Tax in the current year and prior year.



## Notes to the Financial Statements (continued)

### 7. Distributions

The distributions take account of amounts received on the issue of units and deducted on the cancellation of units and comprise:

|   | 30.04.19<br>£      | 30.04.18<br>£      |
|---|--------------------|--------------------|
| 1st Interim distribution  | 35,604,444         | 29,258,161         |
| 2nd Interim distribution  | 40,952,670         | 50,488,467         |
| 3rd Interim distribution  | 32,689,127         | 28,308,211         |
| Final distribution  | 39,397,028         | 40,858,317         |
|   | 148,643,269        | 148,913,156        |
| Amounts received on issue of units                                    | (1,407,239)        | (2,586,793)        |
| Amounts paid on cancellation of units                                 | 1,989,174          | 1,290,771          |
| <b>Net distributions for the year</b>                                 | <b>149,225,204</b> | <b>147,617,134</b> |
| <b>Reconciliation of net revenue after taxation to Distributions:</b> |                    |                    |
| Net revenue after taxation for the year                               | 147,962,122        | 147,607,463        |
| Net movement in revenue account                                       | 701                | 1,280              |
| Indian capital gains tax  | 1,228,274          | 1,599              |
| Equalisation on conversions   | 34,107             | 6,792              |
| <b>Net distributions for the year</b>                                 | <b>149,225,204</b> | <b>147,617,134</b> |

Details of the distributions in pence per unit are shown in the Distribution Tables on pages 41 to 44.

### 8. Cash & bank balances

|   | 30.04.19<br>£      | 30.04.18<br>£      |
|---|--------------------|--------------------|
| Cash and bank balances                  | 49,977,805         | 67,021,572         |
| Amounts held at futures clearing houses | 78,903,535         | 34,434,271         |
| <b>Total cash and bank balances</b>     | <b>128,881,340</b> | <b>101,455,843</b> |

### 9. Bank Overdrafts

|                              | 30.04.19<br>£     | 30.04.18<br>£     |
|------------------------------|-------------------|-------------------|
| Bank overdraft               | 68,139,197        | 61,170,453        |
| <b>Total bank overdrafts</b> | <b>68,139,197</b> | <b>61,170,453</b> |



## Jupiter Strategic Bond Fund

### Notes to the Financial Statements (continued)

#### 10. Debtors

|                                       | 30.04.19<br>£     | 30.04.18<br>£     |
|---------------------------------------|-------------------|-------------------|
| Accrued revenue                       | 59,058,011        | 56,105,078        |
| Amounts receivable for issue of units | 2,233,818         | 5,358,942         |
| Currency sales awaiting settlement    | 7,826,768         | 1,448,106         |
| Overseas tax recoverable              | 21,937            | –                 |
| Periodic charge rebates receivable    | 44,882            | 30,465            |
| Sales awaiting settlement             | 11,449,667        | 4,377,294         |
| <b>Total debtors</b>                  | <b>80,635,083</b> | <b>67,319,885</b> |

#### 11. Other creditors

|   | 30.04.19<br>£     | 30.04.18<br>£     |
|---|-------------------|-------------------|
| Accrued expenses                          | 691,376           | 773,294           |
| Amounts payable for cancellation of units | 4,615,074         | 865,681           |
| Amounts payable on derivative contracts   | –                 | 1,614,822         |
| Currency purchases awaiting settlement    | 7,848,229         | 1,448,876         |
| Purchases awaiting settlement             | 57,962,932        | 10,153,265        |
| <b>Total other creditors</b>              | <b>71,117,611</b> | <b>14,855,938</b> |



## Notes to the Financial Statements (continued)

### 12. Contingent Assets, Liabilities and Capital Commitments

The Fund had no contingent assets, liabilities or capital commitments at the balance sheet date (30.04.18: £nil).

### 13. Related Party Transactions

Jupiter Unit Trust Managers Limited (JUTM), as Manager, is a related party in respect of their dealings with the Fund. JUTM acts as principal in respect of all transactions of units in the Fund. The aggregate monies received through issue and paid on cancellation are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and, if applicable, in Note 7 (Distributions).

Amounts (payable)/receivable to/from JUTM in respect of issues/cancellations are disclosed in the Statement of Change in Net Assets Attributable to Unitholders. At the year end the net balance of £2,381,256 was payable to JUTM (30.04.18: £4,493,261 due from JUTM). These amounts are included in Amounts receivable for issues of units in Note 10 and Amounts payable for cancellation of units in Note 11.

Any amounts due to or from JUTM at the end of the accounting year are disclosed in Notes 10 (debtors) and 11 (other creditors). Amounts payable to JUTM in respect of fund management are disclosed in Note 5 (expenses). At the year end £409,930 (30.04.18: £430,434) was due to JUTM. These amounts are included in accrued expenses in Note 11.

In relation to note 10 (debtors), the amount receivable on periodic charge rebates £44,882 (30.04.18: £30,465) is made up fully of a rebate on the periodic charge of Jupiter Global Emerging Markets Corporate Bond.

Holdings in other Jupiter products at the year-end, which are displayed in the portfolio statement on page 19 are valued at £21,435,968 (30.04.18: £19,169,057).

### 14. Financial Instruments

In pursuing its investment objectives the Fund holds a number of financial instruments. These comprise securities and other investments, cash balances, short term fixed deposits, bank overdrafts and debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable from issues and payable for cancellations and debtors for accrued revenue.

The Fund may enter into derivative transactions, the purpose of which will only be for efficient management of the Fund and for investment purposes.

The Fund has little exposure to liquidity and cash flow risk. These risks are not significant at current levels.

The main risks it faces from its financial instruments are market price, credit, foreign currency, interest rate and counterparty risk. The Manager reviews policies for managing these risks in pursuance of the Investment Objective and Policy as set out on page 2 and they are summarised later. These risks remain unchanged from the prior year.

Adherence to investment guidelines and to investment and borrowing powers set out in the Trust Deed, Scheme Particulars and in the rules of the Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer. Further information on the investment portfolio is set out in the Investment Review and Portfolio Statement.

#### Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held by the Fund. It represents the potential loss the Fund might suffer through holding market positions which are affected by adverse price movements.

The Manager regularly considers the asset allocation of the portfolio in order to minimise the risk associated with particular markets or industry sectors whilst continuing to follow the Investment Objective and Policy (as set out on page 2).

## Notes to the Financial Statements (continued)

**14. Financial Instruments** – continued**Price Risk Sensitivity**

A ten per cent increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £370,226,445 (30.04.18: £377,873,783). A ten per cent decrease would have an equal and opposite effect.

**Credit Risk**

The investment returns produced by the Fund's bond holdings are dependant on the issuers of these bonds maintaining due payment of interest and capital. A significant proportion of the Fund may be invested in high yield bonds which have a lower rating from a credit rating agency. There is a higher credit risk associated with such investments. The Fund aims to reduce this credit risk by holding a well diversified range of securities. In addition, the majority of the bond investments in the portfolio are invested in securities classified as investment grade by independent credit rating agencies.

**Foreign Currency Risk**

A substantial proportion of the net assets of the Fund is denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be significantly affected by currency movements.

| Currency           | 30.04.19     | 30.04.18     |
|--------------------|--------------|--------------|
|                    | Total<br>£   | Total<br>£   |
| Argentine Peso     | –            | 12,306,466   |
| Australian Dollar  | (6,765,275)  | (7,514,659)  |
| Czech Koruna       | 46,732       | –            |
| Euro               | (30,749,756) | 6,496,105    |
| Indian Rupee       | 525,104      | 280,823,321  |
| Japanese Yen       | –            | 4,521,287    |
| Mexican Peso       | –            | –            |
| New Zealand Dollar | (2,241,912)  | (2,187,280)  |
| Norwegian Kroner   | –            | 305,905      |
| Peruvian Sol       | 8,429,007    | –            |
| Polish Zloty       | (191,186)    | –            |
| Russian Rouble     | 19,695,499   | 13,430,932   |
| Swedish Krona      | –            | –            |
| Swiss Franc        | 842,911      | (1,439,862)  |
| Turkish Lira       | –            | (292,810)    |
| UAE Dirham         | (38,640,795) | –            |
| US Dollar          | 22,202,716   | (13,100,419) |

**Foreign Currency Risk Sensitivity**

A ten per cent increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets by (£2,684,696) (30.04.18: £29,334,899). A ten per cent decrease would have an equal and opposite effect.

**Interest Rate Risk**

The Fund invests in fixed and variable rate securities and any change to the interest rates relevant for particular securities may result in either revenue increasing or decreasing, or the Manager being unable to secure similar returns on the expiry of contracts or the sale of securities. In addition, changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held.

In general, if interest rates rise the revenue potential of the Fund also rises but the value of fixed rate securities will decline. A fall in interest rates will in general have the opposite effect.



## Notes to the Financial Statements (continued)

## 14. Financial Instruments – continued

## Interest Rate Risk Profile of Financial Assets and Financial Liabilities

The interest rate risk profile of the Fund's financial assets and liabilities at 30.04.19 was:

| Currency           | Floating Rate<br>financial assets<br>£ | Fixed Rate<br>financial assets<br>£ | Financial assets<br>not carrying interest<br>£ | Total<br>£           |
|--------------------|--|-------------------------------------|--|----------------------|
| <b>30.04.19</b>    |  |                                     |  |                      |
| Australian Dollar  | –                                      | 524,829,609                         | 8,094,452                                      | 532,924,061          |
| Czech Koruna       | –                                      | 10,871,179                          | 68,394   | 10,939,573           |
| Euro               | 110,644,624                            | 353,471,968                         | 9,448,120                                      | 473,564,712          |
| Indian Rupee       | 1,493,929                              | 132,413,070                         | 5,735,891                                      | 139,642,890          |
| New Zealand Dollar | –                                      | 82,705,255                          | 774,677  | 83,479,932           |
| Peruvian Sol       | –                                      | –                                   | 8,467,303                                      | 8,467,303            |
| Polish Zloty       | –                                      | 15,025,720                          | 6,585,691                                      | 21,611,411           |
| Swiss Franc        | –                                      | 20,880,317                          | 489,338  | 21,369,655           |
| US Dollar          | 222,772,557                            | 1,372,829,706                       | 93,611,935                                     | 1,689,214,198        |
| Sterling           | 437,275,212                            | 473,758,863                         | 35,095,872                                     | 946,129,947          |
| <b>Total</b>       | <b>772,186,322</b>                     | <b>2,986,785,687</b>                | <b>168,371,673</b>                             | <b>3,927,343,682</b> |
| <b>30.04.18</b>    |  |                                     |  |                      |
| Argentine Peso     | –                                      | 21,021,787                          | 98,776   | 21,120,563           |
| Australian Dollar  | –                                      | 378,969,251                         | 842,879  | 379,812,130          |
| Euro               | 146,684,602                            | 619,733,222                         | 14,896,801                                     | 781,314,625          |
| Indian Rupee       | –                                      | 271,143,723                         | 9,679,598                                      | 280,823,321          |
| Japanese Yen       | –                                      | 29,432,190                          | 1,937,957                                      | 31,370,147           |
| New Zealand Dollar | –                                      | 74,487,024                          | 102,062  | 74,589,086           |
| Norwegian Kroner   | –                                      | –                                   | 305,905  | 305,905              |
| Russian Rouble     | –                                      | 55,452,198                          | 5,525,538                                      | 60,977,736           |
| Swiss Franc        | –                                      | 34,247,006                          | 485,997  | 34,733,003           |
| Turkish Lira       | –                                      | 5,536,010                           | –  | 5,536,010            |
| US Dollar          | 224,958,713                            | 1,197,919,408                       | 37,458,221                                     | 1,460,336,342        |
| Sterling           | 325,033,764                            | 495,009,654                         | 29,444,042                                     | 849,487,460          |
| <b>Total</b>       | <b>696,677,079</b>                     | <b>3,182,951,473</b>                | <b>100,777,776</b>                             | <b>3,980,406,328</b> |



## Jupiter Strategic Bond Fund

### Notes to the Financial Statements (continued)

#### 14. Financial Instruments – continued

| Currency           | Floating Rate<br>financial liabilities<br>£ | Financial liabilities<br>not carrying interest<br>£ | Total<br>£         |
|--------------------|---|---|--------------------|
| <b>30.04.19</b>    |   |   |                    |
| Euro               | 19,708,496                                  | 11,627,714  | 31,336,210         |
| Polish Zloty       | –   | 6,351,773   | 6,351,773          |
| UAE Dirham         | –   | 661,119   | 661,119            |
| US Dollar          | 703,182                                     | 29,917,340  | 30,620,522         |
| Sterling           | 47,727,519                                  | 50,565,369  | 98,292,888         |
| <b>Total</b>       | <b>68,139,197</b>                           | <b>99,12,315</b>                                    | <b>167,262,512</b> |
| <b>30.04.18</b>    |   |   |                    |
| Australian Dollar  | –   | 3,511,358   | 3,511,358          |
| Euro               | 23,161,080                                  | 9,800,055   | 32,961,135         |
| Japanese Yen       | –   | 277,103   | 277,103            |
| New Zealand Dollar | –   | 608,281   | 608,281            |
| Swiss Franc        | –   | 239,194   | 239,194            |
| Turkish Lira       | –   | 90,143  | 90,143             |
| US Dollar          | 6,102,830                                   | 26,026,850  | 32,129,680         |
| Sterling           | 31,906,543                                  | 30,810,323  | 62,716,866         |
| <b>Total</b>       | <b>61,170,453</b>                           | <b>71,363,307</b>                                   | <b>132,533,760</b> |

There are no material amounts of non interest-bearing financial assets, which do not have maturity dates, other than equities.

The floating rate financial assets and liabilities include bank balances and overdrafts that bear interest. Interest rates on Sterling and overseas bank balances as supplied by the custodian may vary in line with market conditions and the size of deposit. Overdraft interest is calculated at the current Bank of England base rate plus 1.00%.

#### Interest Rate Sensitivity

The table below shows the Fund's net exposure to financial instruments that bear interest and had been held throughout the year, with all other variables remaining constant.

|   | Bond duration<br>(years) | Impact on Bond<br>exposure (%) | Bonds as<br>% of Fund |
|---|--------------------------|--------------------------------|-----------------------|
| <b>30.04.19</b>                         |                          |                                |                       |
| Impact of 1% increase in interest rates | 6.40                     | (6.00)                         | 97.23                 |
| <b>30.04.18</b>                         |                          |                                |                       |
| Impact of 1% increase in interest rates | 5.45                     | (5.18)                         | 98.83                 |

A decrease in interest rates would have an equal and opposite effect.



## Notes to the Financial Statements (continued)

### 14. Financial Instruments – continued

#### Counterparty Risk

Counterparty risk, is the risk that a third party organisation (counterparty) does not pay out on a contract, or other trade or transaction when this is due to the Fund. The derivatives entered into by the Fund fall into either of two categories: i) have been traded on recognised exchanges on a delivery versus payment basis, thus eliminating exposure to counterparty risk, or ii) have been traded on Over the Counter markets which may expose the Fund to the risk that the counterparty may default on its obligations to perform under the relevant contract. In respect of trades made on Over the Counter markets the Manager will seek to reduce such risk by only entering into transactions with counterparties that it believes to have a high credit rating at the time the transaction is entered into, and by ensuring that formal legal agreements covering the terms of the contract are entered into in advance. In certain circumstances however, the Manager may be unable to enforce or rely on rights and obligations arising under such agreements. In the event of bankruptcy or insolvency of the counterparty, the Fund may only have the rights of a general creditor and could therefore experience delays in liquidating the position and may incur significant losses compared to the value of the transaction in the portfolio.

#### Use of Derivatives

The Manager made use of the following derivatives during the year under review:

##### Swaps

The Manager bought some stock market swap contracts (or combination thereof) with the aim of protecting the Fund from the credit risk. This resulted in realised and unrealised losses of £15,467,562 to the Fund during the year (30.04.18: £13,122,617). All contracts were undertaken with UBS, Goldman Sachs, Bank of America Merrill Lynch & Deutsche Bank as counterparty during the year. The open positive exposure to the Fund at the balance sheet date was nil (30.04.18: £nil). The open positions are shown on page 20.

##### Futures Contracts

The Manager sold currency futures held previously. This resulted in realised losses of £329,139 (30.04.18: £7,004,196) to the Fund during the year. There was no positive open exposure to the Fund at the balance sheet date (30.04.18: nil).

##### Forward Foreign Currency Contracts

The Manager made use of forward foreign currency contracts during the year in order to hedge out some of the currency exposure in the Fund. This resulted in realised and unrealised (losses)/gains of £155,331,243 to the Fund during the year (30.04.18: £37,501,091). All contracts were undertaken with Northern Trust & JPM Chase London as counterparty during the year.

The underlying exposure for forward currency contracts were as follows:

| Counterparty     | 30.04.19<br>£ | 30.04.18<br>£ |
|------------------|---------------|---------------|
| JPM Chase London | 100,701       | –             |
| Northern Trust   | 26,590,305    | 5,398,778     |



## Notes to the Financial Statements (continued)

### 14. Financial Instruments – continued

#### 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.

The fair value of investments has been determined using the following hierarchy:

**Level 1:** Unadjusted quoted price in an active market for an identical instrument;

**Level 2:** Valuation techniques using observable inputs other than quoted prices within level 1;

**Level 3:** Valuation techniques using unobservable inputs.

| Basis of valuation | Assets               | Liabilities         |
|--------------------|----------------------|---------------------|
| 30.04.19           | £                    | £                   |
| Level 1            | 31,728,646           | –                   |
| Level 2            | 3,686,098,613        | (6,840,948)         |
| Level 3            | –                    | –                   |
|                    | <u>3,717,827,259</u> | <u>(6,840,948)</u>  |
| 30.04.18           | £                    | £                   |
| Level 1            | 28,973,751           | –                   |
| Level 2            | 3,782,656,849        | (32,892,775)        |
| Level 3            | –                    | –                   |
|                    | <u>3,811,630,600</u> | <u>(32,892,775)</u> |

### 15. Portfolio Transaction Costs

For the year ended 30 April 2019 the purchases and sales of securities incurred no direct transaction costs during the year or previous year.

The average portfolio dealing spread as at the balance sheet date was 0.57% (30.04.18: 0.60%).

### 16. Unitholders' Funds

The Fund has the following unit classes in issue, with the following charges and minimum initial investment levels:

| Unit Class    | Initial charge | Manager's periodic charge | Minimum initial investment |
|---------------|----------------|---------------------------|----------------------------|
| Retail Units  | 0.00%          | 1.25%                     | £500                       |
| I-Class Units | 0.00%          | 0.50%                     | £5,000,000                 |
| Z-Class Units | 0.00%          | 0.475%                    | £125,000,000               |

Revenue, and other expenses not included in the table above are allocated each day pro rata to the value of the assets attributable to each unit class and taxation is calculated by reference to the net revenue after expenses attributable to each unit class. Due to the varying expenses, the level of net revenue after expenses attributable to each unit class and the distributable revenue is likely to differ.

The Net Asset Value per unit and the number of units in each class are given in the Comparative Tables on page 5. All unit classes have the same rights on winding up.



## Jupiter Strategic Bond Fund

### Notes to the Financial Statements (continued)

#### 16. Unitholders' Funds – continued

| Reconciliation of Units        | Retail Income | Retail Accumulation | I-Class Income |
|--------------------------------|---------------|---------------------|----------------|
| Opening units at 1 May 2018    | 524,840,473   | 98,091,845          | 2,100,788,867  |
| Units issued in year           | 7,278,339     | 1,938,073           | 126,096,103    |
| Units cancelled in year        | (88,883,177)  | (16,769,495)        | (176,292,503)  |
| Units converted in year        | (10,218,725)  | (14,568,779)        | (310,236,059)  |
| Closing units at 30 April 2019 | 433,016,910   | 68,691,644          | 1,740,356,408  |

| Reconciliation of Units        | I-Class Accumulation | Z-Class Income | Z-Class Accumulation |
|--------------------------------|----------------------|----------------|----------------------|
| Opening units at 1 May 2018    | 1,448,129,129        | 851,182,933    | 60,318,063           |
| Units issued in year           | 168,258,742          | 114,152,295    | 13,323,083           |
| Units cancelled in year        | (104,280,017)        | (297,958,438)  | (9,299,136)          |
| Units converted in year        | (30,663,863)         | 320,322,550    | 44,587,736           |
| Closing units at 30 April 2019 | 1,481,443,991        | 987,699,340    | 108,929,746          |



## Jupiter Strategic Bond Fund

### Distribution Tables

#### For the quarter ended 31 July 2018

#### Distribution in pence per unit

Group 1: units purchased prior to 1 May 2018

Group 2: units purchased on or after 1 May 2018 to 31 July 2018

|                                   | Income | Equalisation | Distribution paid<br>28.09.18        | Distribution paid<br>29.09.17        |
|-----------------------------------|--------|--------------|--------------------------------------|--------------------------------------|
| <b>Retail Income Units</b>        |        |              |                                      |                                      |
| Group 1                           | 0.4725 | –            | 0.4725                               | 0.4110                               |
| Group 2                           | 0.2768 | 0.1957       | 0.4725                               | 0.4110                               |
|                                   | Income | Equalisation | Distribution accumulated<br>28.09.18 | Distribution accumulated<br>29.09.17 |
| <b>Retail Accumulation Units</b>  |        |              |                                      |                                      |
| Group 1                           | 0.7197 | –            | 0.7197                               | 0.6053                               |
| Group 2                           | 0.3107 | 0.4090       | 0.7197                               | 0.6053                               |
|                                   | Income | Equalisation | Distribution paid<br>28.09.18        | Distribution paid<br>29.09.17        |
| <b>I-Class Income Units</b>       |        |              |                                      |                                      |
| Group 1                           | 0.5968 | –            | 0.5968                               | 0.5405                               |
| Group 2                           | 0.3051 | 0.2917       | 0.5968                               | 0.5405                               |
|                                   | Income | Equalisation | Distribution accumulated<br>28.09.18 | Distribution accumulated<br>29.09.17 |
| <b>I-Class Accumulation Units</b> |        |              |                                      |                                      |
| Group 1                           | 0.9408 | –            | 0.9408                               | 0.8174                               |
| Group 2                           | 0.4747 | 0.4661       | 0.9408                               | 0.8174                               |
|                                   | Income | Equalisation | Distribution paid<br>28.09.18        | Distribution paid<br>29.09.17        |
| <b>Z-Class Income Units</b>       |        |              |                                      |                                      |
| Group 1                           | 0.6009 | –            | 0.6009                               | 0.5444                               |
| Group 2                           | 0.2952 | 0.3057       | 0.6009                               | 0.5444                               |
|                                   | Income | Equalisation | Distribution accumulated<br>28.09.18 | Distribution accumulated<br>29.09.17 |
| <b>Z-Class Accumulation Units</b> |        |              |                                      |                                      |
| Group 1                           | 0.9477 | –            | 0.9477                               | 0.8239                               |
| Group 2                           | 0.4728 | 0.4749       | 0.9477                               | 0.8239                               |

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



## Jupiter Strategic Bond Fund

### Distribution Tables continued

#### For the quarter ended 31 October 2018

##### Distribution in pence per unit

Group 1: units purchased prior to 1 August 2018

Group 2: units purchased on or after 1 August 2018 to 31 October 2018

|                                   | Income | Equalisation | Distribution paid<br>31.12.18        | Distribution paid<br>29.12.17        |
|-----------------------------------|--------|--------------|--------------------------------------|--------------------------------------|
| <b>Retail Income Units</b>        |        |              |                                      |                                      |
| Group 1                           | 0.5720 | –            | 0.5720                               | 0.7621                               |
| Group 2                           | 0.4353 | 0.1367       | 0.5720                               | 0.7621                               |
|                                   | Income | Equalisation | Distribution accumulated<br>31.12.18 | Distribution accumulated<br>29.12.17 |
| <b>Retail Accumulation Units</b>  |        |              |                                      |                                      |
| Group 1                           | 0.8773 | –            | 0.8773                               | 1.1306                               |
| Group 2                           | 0.5255 | 0.3518       | 0.8773                               | 1.1306                               |
|                                   | Income | Equalisation | Distribution paid<br>31.12.18        | Distribution paid<br>29.12.17        |
| <b>I-Class Income Units</b>       |        |              |                                      |                                      |
| Group 1                           | 0.6956 | –            | 0.6956                               | 0.8930                               |
| Group 2                           | 0.4504 | 0.2452       | 0.6956                               | 0.8930                               |
|                                   | Income | Equalisation | Distribution accumulated<br>31.12.18 | Distribution accumulated<br>29.12.17 |
| <b>I-Class Accumulation Units</b> |        |              |                                      |                                      |
| Group 1                           | 1.1066 | –            | 1.1066                               | 1.3642                               |
| Group 2                           | 0.6599 | 0.4467       | 1.1066                               | 1.3642                               |
|                                   | Income | Equalisation | Distribution paid<br>31.12.18        | Distribution paid<br>29.12.17        |
| <b>Z-Class Income Units</b>       |        |              |                                      |                                      |
| Group 1                           | 0.6998 | –            | 0.6998                               | 0.8977                               |
| Group 2                           | 0.3863 | 0.3135       | 0.6998                               | 0.8977                               |
|                                   | Income | Equalisation | Distribution accumulated<br>31.12.18 | Distribution accumulated<br>29.12.17 |
| <b>Z-Class Accumulation Units</b> |        |              |                                      |                                      |
| Group 1                           | 1.1135 | –            | 1.1135                               | 1.3631                               |
| Group 2                           | 0.7635 | 0.3500       | 1.1135                               | 1.3631                               |

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



## Jupiter Strategic Bond Fund

### Distribution Tables continued

#### For the quarter ended 31 January 2019

##### Distribution in pence per unit

Group 1: units purchased prior to 1 November 2018

Group 2: units purchased on or after 1 November 2018 to 31 January 2019

|                            | Income | Equalisation | Distribution paid<br>29.03.19 | Distribution paid<br>29.03.18 |
|----------------------------|--------|--------------|-------------------------------|-------------------------------|
| <b>Retail Income Units</b> |        |              |                               |                               |
| Group 1                    | 0.4601 | –            | 0.4601                        | 0.3617                        |
| Group 2                    | 0.1053 | 0.3548       | 0.4601                        | 0.3617                        |

|                                  | Income | Equalisation | Distribution accumulated<br>29.03.19 | Distribution accumulated<br>29.03.18 |
|----------------------------------|--------|--------------|--------------------------------------|--------------------------------------|
| <b>Retail Accumulation Units</b> |        |              |                                      |                                      |
| Group 1                          | 0.7138 | –            | 0.7138                               | 0.5403                               |
| Group 2                          | 0.2873 | 0.4265       | 0.7138                               | 0.5403                               |

|                             | Income | Equalisation | Distribution paid<br>29.03.19 | Distribution paid<br>29.03.18 |
|-----------------------------|--------|--------------|-------------------------------|-------------------------------|
| <b>I-Class Income Units</b> |        |              |                               |                               |
| Group 1                     | 0.5812 | –            | 0.5812                        | 0.4858                        |
| Group 2                     | 0.2745 | 0.3067       | 0.5812                        | 0.4858                        |

|                                   | Income | Equalisation | Distribution accumulated<br>29.03.19 | Distribution accumulated<br>29.03.18 |
|-----------------------------------|--------|--------------|--------------------------------------|--------------------------------------|
| <b>I-Class Accumulation Units</b> |        |              |                                      |                                      |
| Group 1                           | 0.9371 | –            | 0.9371                               | 0.7702                               |
| Group 2                           | 0.4439 | 0.4932       | 0.9371                               | 0.7702                               |

|                             | Income | Equalisation | Distribution paid<br>29.03.19 | Distribution paid<br>29.03.18 |
|-----------------------------|--------|--------------|-------------------------------|-------------------------------|
| <b>Z-Class Income Units</b> |        |              |                               |                               |
| Group 1                     | 0.5853 | –            | 0.5853                        | 0.5056                        |
| Group 2                     | 0.2454 | 0.3399       | 0.5853                        | 0.5056                        |

|                                   | Income | Equalisation | Distribution accumulated<br>29.03.19 | Distribution accumulated<br>29.03.18 |
|-----------------------------------|--------|--------------|--------------------------------------|--------------------------------------|
| <b>Z-Class Accumulation Units</b> |        |              |                                      |                                      |
| Group 1                           | 0.9439 | –            | 0.9439                               | 0.7713                               |
| Group 2                           | 0.2616 | 0.6823       | 0.9439                               | 0.7713                               |

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

**Distribution Tables continued**

**For the year ended 30 April 2019**

**Distribution in pence per unit**

Group 1: units purchased prior to 1 February 2019

Group 2: units purchased on or after 1 February 2019 to 30 April 2019

|                            | Income | Equalisation | Distribution payable<br>28.06.19 | Distribution paid<br>29.06.18 |
|----------------------------|--------|--------------|----------------------------------|-------------------------------|
| <b>Retail Income Units</b> |        |              |                                  |                               |
| Group 1                    | 0.5639 | –            | 0.5639                           | 0.5743                        |
| Group 2                    | 0.1969 | 0.3670       | 0.5639                           | 0.5743                        |

|                                  | Income | Equalisation | Distribution to<br>be accumulated<br>28.06.19 | Distribution<br>accumulated<br>29.06.18 |
|----------------------------------|--------|--------------|---|---|
| <b>Retail Accumulation Units</b> |        |              |   |   |
| Group 1                          | 0.8766 | –            | 0.8766  | 0.8667                                  |
| Group 2                          | 0.5338 | 0.3428       | 0.8766  | 0.8667                                  |

|                             | Income | Equalisation | Distribution payable<br>28.06.19 | Distribution paid<br>29.06.18 |
|-----------------------------|--------|--------------|----------------------------------|-------------------------------|
| <b>I-Class Income Units</b> |        |              |                                  |                               |
| Group 1                     | 0.6849 | –            | 0.6849                           | 0.6967                        |
| Group 2                     | 0.3986 | 0.2863       | 0.6849                           | 0.6967                        |

|                                   | Income | Equalisation | Distribution to<br>be accumulated<br>28.06.19 | Distribution<br>accumulated<br>29.06.18 |
|-----------------------------------|--------|--------------|---|---|
| <b>I-Class Accumulation Units</b> |        |              |   |   |
| Group 1                           | 1.1081 | –            | 1.1081  | 1.0865                                  |
| Group 2                           | 0.6889 | 0.4192       | 1.1081  | 1.0865                                  |

|                             | Income | Equalisation | Distribution payable<br>28.06.19 | Distribution paid<br>29.06.18 |
|-----------------------------|--------|--------------|----------------------------------|-------------------------------|
| <b>Z-Class Income Units</b> |        |              |                                  |                               |
| Group 1                     | 0.6888 | –            | 0.6888                           | 0.7007                        |
| Group 2                     | 0.4563 | 0.2325       | 0.6888                           | 0.7007                        |

|                                   | Income | Equalisation | Distribution to<br>be accumulated<br>28.06.19 | Distribution<br>accumulated<br>29.06.18 |
|-----------------------------------|--------|--------------|---|---|
| <b>Z-Class Accumulation Units</b> |        |              |   |   |
| Group 1                           | 1.1147 | –            | 1.1147  | 1.0936                                  |
| Group 2                           | 0.6884 | 0.4263       | 1.1147  | 1.0936                                  |

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



## General Information (unaudited)

### Remuneration

Under the requirements of the Undertakings for Collective Investment in Transferable Securities V Directive ('UCITS V'), Jupiter Unit Trust Managers Limited ('JUTM') (part of the Jupiter Group, which comprises Jupiter Fund Management plc and all of its subsidiaries ('Jupiter')) is required to comply with certain disclosure and reporting obligations for funds that are considered to be UCITS schemes. This includes the Strategic Bond Fund (the 'Fund').

Jupiter operates a Group-wide remuneration policy, which applies to all employees across the Group. All employees are incentivised in a similar way and are rewarded according to personal performance and Jupiter's success. Details of the remuneration policy, including the applicable financial and non-financial criteria, are set out in the detailed remuneration policy disclosures available via the following link:

<https://www.jupiteram.com/-/media/Files/Global-documents/Risk-Management/Remuneration-disclosure-including-Pillar-3-English.ashx?la=en>

Remuneration decisions are governed by Jupiter's Remuneration Committee (the 'Committee'), which meets on a regular basis to consider remuneration matters across the Group. In order to avoid conflicts of interest, the Committee comprises independent non-executive directors, and no individual is involved in any decisions regarding their own remuneration. Implementation of the remuneration policy for the Group is subject to an annual independent review by Jupiter's internal audit department. No material outcomes or irregularities were identified as a result of the most recent independent review, which took place in 2018.

JUTM does not directly employ any individuals and therefore the total amount of remuneration paid by it is nil. All staff are employed and paid by other entities of Jupiter. In the interests of transparency, Jupiter has apportioned the total employee remuneration paid to all 562 Jupiter staff in respect of JUTM's UCITS V duties performed for the UCITS schemes on a 'number of funds' basis. It has estimated that the total amount of employee remuneration paid in respect of duties for the Fund is £2,716,621 of which £489,718 is fixed remuneration and £2,226,903 is variable remuneration.

The aggregate total remuneration paid to UCITS V Identified Staff that is attributable to duties for the Fund is £2,203,016 of which £107,183 is paid to Senior Management and £2,095,833 is paid to other staff. It should be noted that the aforementioned Identified Staff also provide services to other companies within Jupiter and its clients. They are included because their professional activities are considered to have a material impact on the risk profile of the Fund.

### Tax Information Reporting

UK tax legislation requires fund managers to provide information to HMRC on certain investors who purchase units in unit trusts. Accordingly, the fund may have to provide information annually to HMRC on the tax residencies of those unitholders that are tax resident out with the UK, in those countries that have signed up to the OECD's ('Organisation for Economic Cooperation and Development') Common Reporting Standard for Automatic Exchange of Financial Account Information (the 'Common Reporting Standard'), or the United States (under the Foreign Account Tax Compliance Act, 'FATCA').

All new unitholders that invest in the fund must complete a certification form as part of the application form. Existing unitholders may also be contacted by the Registrar should any extra information be needed to correctly determine their tax residence.

Failure to provide this information may result in the account being reported to HMRC.

For further information, please see HMRC's Quick Guide: Automatic Exchange of Information – **information for account holders**: [gov.uk/government/publications/exchange-of-information-account-holders](http://gov.uk/government/publications/exchange-of-information-account-holders).



## General Information (unaudited) (continued)

### Advice to unitholders

In recent years investment related scams have become increasingly sophisticated and difficult to spot. We are therefore warning all our unitholders to be cautious so that they can protect themselves and spot the warning signs.

Fraudsters will often:

- contact you out of the blue
- apply pressure to invest quickly
- downplay the risks to your money
- promise tempting returns that sound too good to be true
- say that they are only making the offer available to you
- ask you to not tell anyone else about it

You can avoid investment scams by:

- **Rejecting unexpected offers** – Scammers usually cold call but contact can also come by email, post, word of mouth or at a seminar. If you have been offered an investment out of the blue, chances are it's a high risk investment or a scam.
- **Checking the FCA Warning List** – Use the FCA Warning List to check the risks of a potential investment. You can also search to see if the firm is known to be operating without proper FCA authorisation.
- **Getting impartial advice** – Before investing get impartial advice and don't use an adviser from the firm that contacted you.

If you are suspicious, report it

- You can report the firm or scam to the FCA by contacting their Consumer Helpline on **0800 111 6768** or using their online reporting form.
- If you have lost money in a scam, contact **Action Fraud** on **0300 123 2040** or **www.actionfraud.police.uk**

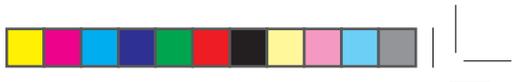
For further helpful information about investment scams and how to avoid them please visit **www.fca.org.uk/scamsmart**

Jupiter continues to monitor developments in the Brexit negotiations and Jupiter's overarching aim is to ensure continuity of its business for all of its clients, and plans are in place to manage risks associated with Brexit, both 'hard' and 'soft'.

### Responsible Stewardship

Jupiter believes that responsible stewardship is an important issue and aims to act in the best interests of all its stakeholders by engaging with the companies that it invests in, and by exercising its voting rights with care. We believe companies with high standards of corporate responsibility, governance and sustainable business practices create an appropriate culture to enhance good investment performance. **Jupiter's Corporate Governance and Voting Policy** and its compliance with the **UK Stewardship Code**, together with supporting disclosure reports are available at **www.jupiteram.com**







# JUPITER

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