AVIVA INVESTORS INVESTMENT FUNDS ICVC

Annual Report and Financial Statements

For the year ended 15 October 2019

avivainvestors.com

AVIVA INVESTORS

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* These items (as well as each sub-fund's Investment Objective, Investment Policy, Fund Manager's Report, Portfolio Statement and Material Portfolio Changes) comprise the Authorised Corporate Director's Report for the purposes of the rules contained in the Collective Investment Schemes Sourcebook ("the Regulations").

COMPANY INFORMATION

AUTHORISED CORPORATE DIRECTOR

Aviva Investors UK Fund Services Limited
St Helen's
1 Undershaft
London, EC3P 3DQ

Aviva Investors UK Fund Services Limited (the ACD) is a wholly owned subsidiary of Aviva Investors Holdings Limited, a company incorporated in the United Kingdom and within the Aviva Group of Companies. The ACD is a member of the Investment Association and is authorised and regulated by the Financial Conduct Authority.

DIRECTORS

I Buckle
S Ebenston
D Skinner (resigned 16 July 2019)
J Leadsom (resigned 27 September 2019)
D Clayton
M Craston
G Miller (resigned 31 December 2019)
M White (appointed 10 October 2019)
A Coates (appointed 7 November 2019)

REGISTRAR AND ADMINISTRATOR

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

FUND ACCOUNTING AND PRICING AGENT

J.P. Morgan Chase Bank, National Association (London Branch)
25 Bank Street
Canary Wharf
London, E14 5JP

INVESTMENT MANAGER

Aviva Investors Global Services Limited
St Helen's
1 Undershaft
London, EC3P 3DQ

Aviva Investors Global Services Limited is a member of the Investment Association and is authorised and regulated by the Financial Conduct Authority. The ultimate parent company of Aviva Investors Global Services Limited is Aviva Plc.

TRUSTEE AND DEPOSITARY

J.P. Morgan Europe Limited
25 Bank Street
Canary Wharf
London, E14 5JP

J.P. Morgan Europe Limited is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

On 1 December 2018, the Depositary, Citibank Europe plc, UK Branch, was replaced by J.P. Morgan Europe Limited. Citibank Europe plc, UK Branch is registered at 25 Canada Square, Canary Wharf, London E14 5LB. Citibank Europe plc is authorised and regulated by the Central Bank of Ireland, however, the UK branch is subject to Financial Conduct Authority (FCA) regulation.

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP
Atria One
144 Morrison St
Edinburgh, EH3 8EX

PricewaterhouseCoopers LLP have been reappointed as auditors of the Company.

REPORT OF THE AUTHORISED CORPORATE DIRECTOR

THE COMPANY

Aviva Investors Investment Funds ICVC ("the Company") is an Open-Ended Investment Company ("OEIC") with variable capital incorporated in England and Wales on 9 September 1998. The property of the Company is entrusted to J.P. Morgan Europe Limited ("the Depositary"). The shareholders are not liable for any debts of the Company.

The object of the Company is to invest the scheme property in transferable securities, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions in accordance with the COLL Sourcebook with the aim of spreading investment risk and giving its shareholders the benefit of the results of the management of that property.

The Company has an umbrella structure and currently has twenty sub-funds ("Funds") which are available for investment, each with a different investment objective. In the financial statements you will find an investment review for each Fund which includes details of the investment objectives.

AUTHORISED STATUS

From 9 September 1998 the Company has been authorised as an Open-Ended Investment Company under Regulation 7 of the Open-Ended Investment Companies Regulations 1996 (superseded by Regulation 12 of the Open-Ended Investment Companies Regulations 2001). The Company is a UCITS Scheme operating under the COLL Sourcebook and is constituted as an "umbrella company" under the Regulations, which means that the Company issues shares linked to different Funds.

THE FINANCIAL STATEMENTS

We are pleased to present the annual financial statements of the Company for the year ended 15 October 2019. As required by the Regulations, information for each of the Funds has been included in these financial statements. On the following pages we review the performance of each of those Funds during the year. We hope that you find our review useful and informative.

ANNUAL GENERAL MEETINGS

The Company will not be holding Annual General Meetings.

SIGNIFICANT INFORMATION

On 1 December 2018, the Depositary, Citibank Europe plc, UK Branch, was replaced by J.P. Morgan Europe Limited. J.P. Morgan Europe Limited is registered at 25 Bank Street, Canary Wharf, London E14 5JP. J.P. Morgan Europe Limited is authorised and regulated by the Financial Conduct Authority.

With effect from 2 January 2019, the Aviva Investors UK Growth Fund's investment objective and policy was amended (following a vote of investors) and the name changed to the Aviva Investors UK Listed Small and Mid Cap Fund to reflect the Fund's new focus. The name of the Aviva Investors UK Equity Fund was changed to the Aviva Investors UK Listed Equity Unconstrianed Fund, and the name of the Aviva Investors European Equity Fund was changed to the Aviva Investors Continental European Equity Fund.

The Aviva Investors Cash Fund commenced termination on 1 April 2019 and is no longer available for investment.

On 10 July 2019, following FCA approval to do so, the Authorised Corporate Director ("ACD") launched a new fund within the ICVC – the Aviva Investors Sustainable Income & Growth Fund.

On 18 July 2019, following approval by the Depositary, the Nigeria Stock Exchange was added as an eligible securities market and eligible derivatives market for the Aviva Investors Multi-Strategy Target Return Fund.

On 29 July 2019, following FCA approval to do so, the ACD launched a new fund within the ICVC – the Aviva Investors Global Emerging Markets Equity Unconstrained Fund.

On 1 August 2019, following FCA approval to do so, the ACD launched a new fund within the ICVC – the Aviva Investors Global Equity Unconstrained Fund.

On 7 August 2019, the ACD made a number of changes to the investment objective and policy of the funds in response to new requirement set out in FCA PS19/04 and some further clarifications were made in December 2019 and January 2020. These changes have been communicated in a mailing and in statements to investors. If you want further information on the changes made, please see https://www.avivainvestors.com/en-gb/capabilities/regulatory/amms/

On 30 September 2019, the ACD launched a new share class 4 of the Aviva Investors UK Listed Equity Income Fund. Full details are available in the prospectus.

We made some minor changes to the investment objective and policy descriptions for the following funds in December 2019 and January 2020. For the current Objective and Policy wording please see the Prospectus or KIID. The investment objective and policy descriptions within these report and accounts are as at 15 October 2019.

– Aviva Investors UK Listed Equity Unconstrained Fund

– Aviva Investors UK Listed Small and Mid-Cap Fund

– Aviva Investors Global Equity Endurance Fund

– Aviva Investors Strategic Bond Fund

– Aviva Investors Multi-Strategy Target Return Fund

– Aviva Investors Global Equity Income Fund

– Aviva Investors UK Listed Equity Income Fund

REPORT OF THE AUTHORISED CORPORATE DIRECTOR (CONTINUED)

SIGNIFICANT INFORMATION (CONTINUED)

The ACD has adopted a policy whereby funds within its OEIC range that are actively managed by investment managers within the Aviva group, such as Aviva Investors Global Services Limited, will no longer be permitted to directly or indirectly invest in or hold Aviva Plc shares and other securities issued by Aviva Plc such as bonds, commercial paper and derivatives of these securities (collectively 'Aviva Securities'). The following funds are out of scope of the policy and may continue to invest in and hold Aviva Securities:

– Aviva Investors International Index Tracking Fund and Aviva Investors UK Index Tracking Fund, which are both passively managed funds that track the performance of an index.

Responsible Investment Policy
With effect from 30 April 2020, Aviva Investors UK Fund Services Limited ("ACD") will update the Responsible Investment Policy ("Policy") to prohibit funds from investing in companies which derive prescribed levels of revenue from Controversial Weapons and Civilian Firearms ("Excluded Companies").

We have defined Controversial Weapons as weapons that have been subject to widespread ban or restriction by International Treaties and Conventions, on the basis they have one or more of the following characteristics:

– The weapon is indiscriminate, i.e. there is an increased risk of civilian casualties.

– The weapon can be classified as a weapon of mass destruction with a single incident resulting in a large number of deaths.

– The weapon is considered to be excessively injurious, i.e. it causes an inordinate amount of pain and suffering.

– The weapon may have long term health impacts on the populations in areas where they are used.

We have defined Civilian Firearms as firearms and small arms ammunitions designed for civilian use, excluding products exclusively sold for the military, government, and law enforcement markets.

The ACD has prohibited direct investment by the funds into any Excluded Companies. The funds are also prohibited from having indirect exposure to Excluded Companies except where:

– The Fund has indirect exposure to a financial index and Excluded Companies are constituents of the financial index and,

– The Fund invests in other funds managed by third parties. While, consideration of environmental, social, and governance factors are an integral part of the Fund selection process, the underlying funds may not operate exclusions equivalent to the Policy.

The Policy will be updated to reflect these prohibitions and will be available from 30 April 2020 on the Aviva Investors website.

Impact on our funds
The Policy applies to all our funds.

As at the date of this statement, the Aviva Investors International Index Tracking Fund and the Aviva Investors UK Index Tracking Fund, have direct exposure to Excluded Companies as they are passively managed tracker funds that seek to track the performance of their respective indices. As the Policy will apply to these Funds, the Investment Manager will divest from the Excluded Companies by the end of July 2020. The holdings in Excluded Companies and the costs of divesting are not material.

From 30 April 2020 all fund Prospectuses will be updated to reflect the amended Policy.

In addition, currently the funds listed below do not refer to the Policy in their respective investment objectives and policies. We wish to make it clear that the funds are subject to the restrictions and exclusions set out in the Policy and therefore are applying to the Financial Conduct Authority to include the following sentence within the investment objective and policy. "In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment Policy."

– Aviva Investors UK Index Tracking Fund

– Aviva Investors International Index Tracking Fund

– Aviva Investors UK Listed Equity Unconstrained Fund

– Aviva Investors UK Listed Small and Mid-Cap Fund

New eligible markets
The following markets have been added as eligible markets for the Funds listed below, and the relevant Prospectuses have been updated accordingly.

Fund	New Eligible Markets
Aviva Investors Multi-Strategy Target Return Fund	Nigerian Stock Exchange, Taiwan Stock ExchangBOX Options Exchange LLC, C2 Options Exchange, EDGX Options Exchange, Miami International Securities Exchange, MIAX Pearl, MIAX Emerald, NASDAQ GEMX, NASDAQ MRX
Aviva Investors Global Emerging Markets Equity Unconstrained Fund	Six Swiss Exchange, Tokyo Stock Exchange
Aviva Investors International Index Tracking Fund	NYSE MKT LLC, BZX Exchange, Taipei Exchange, New York Stock Exchange
Aviva Investors Global Equity Income Fund Aviva Investors Global Equity Unconstrained Fund	New York Stock Exchange

FATCA AND CRS REPORTING

Tax regulations require us to collect information about your tax residency and you will have therefore provided this at the time of making your investment with us. The term tax regulations refers to the International Tax Compliance Regulations 2015 which implements the Foreign Account Tax Compliance Act (FATCA) and the OECD Common Reporting Standard (CRS) for Automatic Exchange of Financial Account Information. As a result, in certain circumstances we will be obliged to share information about your account(s) with Her Majesty's Revenue & Customs (HMRC) who may in turn share this information with any or all jurisdictions that have agreed to exchange information under FATCA and CRS. The information previously provided by you at the time of making your investment will be used by us to report to HMRC regarding your account(s), where so required. This does not apply where you have invested with us solely via an ISA.

REPORT OF THE AUTHORISED CORPORATE DIRECTOR (CONTINUED)

REMUNERATION POLICY

In line with the requirements of the Undertakings for Collective Investment in Transferable Securities Directive V ("UCITS V"), Aviva Investors UK Fund Services Limited ("AIUKFSL") is subject to a remuneration policy which is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under the UCITS Directive.

Aviva Investors' remuneration framework is based on a total reward approach and is designed to reflect the success or failure against a range of personal and company performance objectives. There are four components of pay: base salary; annual bonus (including deferred bonus); long term incentive plan; and benefits. Aviva believes in rewarding strong performance and the achievement of our business and individual goals; however, the manner in which these goals are achieved is also an important factor in determining outcomes. Annual bonus awards are discretionary and where bonuses are £75,000 and over, a 3 year deferral with pro-rata vesting in Aviva Investors funds and/or Aviva Group plc shares occurs.

The extent to which each aspect of performance affects the overall payment level depends on the role and responsibilities of the individual. Performance is measured against personal objectives, including Risk and Control objectives, as well as Aviva Investors' and the business unit performance against agreed targets. a combination of individual, business unit, Aviva Investors and Group performance over an appropriate period.

The financial considerations includes the following comparisons:–

- Actual results vs. prior period results
- Actual results vs. agreed plans
- Actual results relative to competitors
- Actual results vs., and progress towards, our long-term target ambition.

– The non-financial considerations include risk, conduct, culture, customer and employee engagement metrics, with Aviva values clearly underpinning all our decisions. In certain roles, adherence to Responsible Investment and ESG principles will also be a consideration.

– The Performance assessment does not encourage risk taking outside the Aviva Investors stated risk appetite, and includes mechanisms by which performance against risk and conduct related measures has a significant impact on the availability and size of business and individual variable awards.

The remuneration policies are designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of its senior staff is in line with the risk policies and objectives of the UCITS funds it manages, and takes into account the promotion of sound and effective risk management and the achievement of fair outcomes for all customers.

AIUKFSL has no employees but is a wholly owned subsidiary of Aviva Investors Holdings Limited. For the year to 31 December 2018, apportioned remuneration based on the time assessed to be spent on AIUKFSL UCITS activity paid by Aviva Plc, the ultimate parent of AIUKFSL, to its senior management team, and staff whose actions have a material impact on the risk profile of AIUKFSL ("Code staff"), is as follows:

		Senior Management	Other Code Staff
Total Remuneration:		£0.36m	£0.38m
Of which,	Fixed Remuneration:	34%	39%
	Variable Remuneration:	60%	54%
	Pension/Benefits:	6%	7%
Number of Code staff:		10	7

MANAGER'S MARKET REVIEW

EQUITY MARKET REVIEW

Global equities, as measured by the MSCI World Index, rose by 11.4% in sterling terms in the twelve months to 15 October 2019. The period witnessed a rising trend for equity prices which was punctuated by short bouts of weakness in December and August. Equities were supported by hopes – which were subsequently borne out – of further monetary stimulus by the main central banks. Expectations that interest rates would be cut helped support stock markets, despite concerns that the current extended cycle of global growth was finally coming to an end. With the trade war between the US and China intensifying, there were concerns that weakness in manufacturing in the US and particularly the Eurozone would be the precursor of a broader-based slowdown. However, the ongoing strength of the consumer, which was underpinned by robust jobs markets, suggested that any downturn that did materialise would be shallow. The UK market remained fairly resilient to the ongoing and seemingly intractable saga of Brexit, even though the Bank of England appeared out of step with other central banks by failing to talk up looser monetary policy.

FIXED INCOME – CORPORATE AND HIGH-YIELD BONDS

Fixed-income assets posted solid returns in the six months under review. Government bonds lent fundamental strength to the markets as the US Federal Reserve indicated it was switching to looser monetary policy. This reversed earlier guidance suggesting that further interest rate hikes were to be expected in 2019. As American interest rates were cut twice and the European Central Bank announced a re-start of its asset purchasing programme (quantitative easing), government bond yields reached new historic lows during the summer. Excess returns for corporate bonds were positive as the prospect of lower interest rates stabilised investor sentiment towards companies with high levels of debt. Corporate bonds also attracted sustained demand from investors hunting for income in a historically low-yield environment. High-yield bonds were nevertheless more volatile as fears about a possible global recession increased the potential for defaults.

November 2019

Source of market data: FactSet, Bloomberg

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested. Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities.

STATEMENT OF CROSS HOLDINGS

There are no cross holdings as at 15 October 2019.

POLICIES AND RISKS

ACCOUNTING POLICIES

a Basis of accounting

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by The Investment Management Association in May 2014 (SORP 2014), and in accordance with United Kingdom Generally Accepted Accounting Practice as defined within FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. Both of which became effective for the accounting periods commencing 1 January 2015.

All of the Funds have been prepared on a going concern basis.

b Share classes

The Funds have three types of share classes; retail shares (classes 1 and 6), institutional shares (classes A, 2 and 5) and shares held by associated undertakings of Aviva Plc (classes 3 and 9). Each class bears different charges and consequently the level of revenue allocated to each share class will differ. Some share classes consist of accumulation shares only, some consist of income shares only, whilst others consist of both accumulation and income shares.

c Recognition of revenue

Dividends are recognised when the investment is quoted ex-dividend. Interest arising on interest stocks is recognised on an effective yield basis. Deposit interest and other revenues are recognised on an accruals basis.

Revenue received from Collective Investment Schemes (CIS) is recognised when the CIS is quoted ex-dividend. Equalisation received as part of the revenue from CIS is deducted from the cost of the investment. Special dividends are either treated as income or capital depending on the facts of each dividend.

d Expenses

Each Fund will be charged a single fixed rate charge, referred to as the Fund Management Fee, to cover the underlying fees and expenses in relation to the operation and administration of the Company and/or that Fund.

The Fund Management Fee accrues daily and is calculated as a percentage of the Net Asset Value of that Fund on the previous Business Day, calculated on a mid market basis and the current Fund Management Fee for each Class and Fund is set out in the Prospectus.

e Treatment of derivatives

In determining the accounting treatment for derivatives, consideration is given to the instrument itself and the Funds' objectives for investment in derivative instruments. Where positions are held to protect capital, the returns are treated as capital. Where positions are held to generate revenue, the returns are treated as revenue. Where positions generate total returns, these returns are apportioned between capital and revenue to properly reflect the nature of the transaction.

The revenue element in respect of futures is calculated by reference to the quoted yield of the relevant index compared to LIBOR. This revenue element will either be revenue or an expense, depending on whether the position held is "long" or "short".

Premiums received on options are treated as revenue or capital depending on the motives and circumstances of the transaction.

f Dilution Levy Policy

The Company reserves the right to charge a dilution levy (Investor Protection Fee) to protect existing investors in a fund from the costs of buying or selling investments that may result from the sale and/or purchase of shares in that Fund. The amount of any such dilution levy is calculated by reference to the estimated costs of dealing in the underlying investments, including any dealing spreads, broker commissions and taxes. When the Company impose a dilution levy on a particular investor or group of investors, this is paid into the Fund and helps to protect existing investors from the costs of the resultant transactions. For details of the circumstances in which a dilution levy may be imposed, dilution levies applied in a Fund historically, and on what values, please see that Fund's Prospectus.

g Underwriting commission

Underwriting commission is accounted for when the issue underwritten takes place and is normally taken to revenue. Where the Company is required to take up all the shares underwritten, the commission received is treated as a deduction from the cost of the shares taken up. Where the Company is required to take up a proportion of the shares underwritten, the same proportion of the commission received is treated as a deduction from the cost of shares taken up and the balance is taken to revenue.

h Basis of valuation of investments

Quoted investments

The quoted investments of the Company have been valued at bid market value at midday on the last working day of the accounting period with the exception of Aviva Investors UK Index Tracking Fund which was valued at bid market value at 5.00 p.m and Aviva Investors Multi-Strategy Target Return Fund which was valued at bid market value at 11.59 p.m.

Unquoted and unapproved investments

The unquoted and unapproved investments of the Company have been valued by the Investment Manager using available information to arrive at an estimated fair value.

Suspended securities

Suspended securities have been valued at the suspended market price per share or valued by the Investment Manager using available information to arrive at an estimated fair value.

Delisted securities

Delisted securities have been valued at nil pence per share.

Forward foreign currency contracts

The Company's forward foreign currency positions on the last working day of the accounting period are included in the portfolio statement as an asset or liability so as to reflect the value of the aggregate positions in each currency.

Over the counter (OTC) derivatives

OTC derivatives are either valued by the relevant counterparty or by the investment manager using available information to arrive at an estimated fair value.

Exchange traded derivatives (ETDs)

ETDs are included at the aggregate unrealised market value of the open contracts.

CIS investments

CIS investments are valued at the last sale price available at the valuation point.

POLICIES AND RISKS (CONTINUED)

ACCOUNTING POLICIES (CONTINUED)

i Exchange rates

Assets and liabilities held in foreign currencies are translated at the rate ruling at midday on the last working day of the accounting period for all Funds except for the Aviva Investors UK Index Tracking Fund which is translated at 5.00 p.m and Aviva Investors Multi-Strategy Target Return Fund which was valued at bid market value at 11.59 p.m. Revenue and expenditure items are translated at the rate ruling at the date of the transaction.

j Taxation and deferred taxation

Provision for Corporation Tax is based at the current rate, as appropriate, on the excess of taxable revenue over allowable expenses and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred taxation is provided using the liability method on all timing differences, and is 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 asset can be offset.

k Unclaimed distributions

Any distribution remaining unclaimed after a period of six years is paid back to the relevant Fund and forms part of the capital property of the Fund.

DISTRIBUTION POLICIES

a Distribution policy

Where appropriate the Company will pay any surplus revenue as a revenue distribution or accumulation to capital. The following Funds were more than 60% invested in qualifying investments and so have proposed interest distributions:

– Aviva Investors Higher Income Plus Fund
– Aviva Investors Managed High Income Fund
– Aviva Investors Monthly Income Plus Fund
– Aviva Investors Distribution Fund
– Aviva Investors Corporate Bond Fund
– Aviva Investors High Yield Bond Fund
– Aviva Investors Strategic Bond Fund
– Aviva Investors Sustainable Income & Growth Fund

All other Funds have proposed dividend distributions. Full details are set out in the distribution tables.

b Treatment of stock dividends

The ordinary element of stock dividends is treated as revenue and forms part of the Fund's distribution. The value of the stock dividend is based on the market value of the shares on the dates they are quoted ex-dividend. Where an enhancement is offered, the amount by which the market value of the shares (on the date they are quoted ex-dividend) exceeds the cash dividend is treated as capital.

c Treatment of Fund Management Fee

All expenses are charged to revenue on an accruals basis. For the purposes of the distribution, 100% of the Fund Management Fee of the Aviva Investors UK Listed Equity Income Fund, the Aviva Investors Global Equity Income Fund, and Aviva Investors Sustainable Income & Growth Fund, and 50% of the ACD's periodic charge of the Aviva Investors Distribution Fund, is deducted from capital.

FINANCIAL INSTRUMENTS

The Company's financial instruments, other than derivatives, comprise securities and other investments, cash balances and debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for creations and payable for liquidations, and debtors for accrued income.

The Company also enters into derivative transactions in the form of forward foreign currency contracts, credit default swaps, interest rate swaps, total return swaps, equity variance swaps, options and stock index futures. The Aviva Investors Multi-Strategy Target Return Fund uses these financial instruments as a cheaper or more liquid alternative to other investments, to hedge or reduce overall risk, or in pursuit of its investment objectives. All other Funds use these financial instruments for the purposes of efficient portfolio management. In particular, forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Stock index futures are used to manage market price risk arising from the time lag between funds being receivable or payable by the Company and investment or disinvestment in underlying securities.

Interest rate swaps and swaptions are generally held to mitigate exposure to interest rate movements which could adversely affect the value of bonds held within the Fund portfolios. Credit default swaps are used to manage credit risk through selling protection.

Interest and finance charges from interest rate swaps are taken to revenue. The premiums from credit default swaps are taken to revenue. The gains and losses on interest rate swaps and credit default swaps are taken to capital.

In accordance with requirements set out in the Collective Investment Schemes Sourcebook of the Financial Conduct Authority, such scheme transactions must be economically appropriate, any exposure must be fully covered and the transactions must be entered into with the aim of reducing risk and/or costs and/or generating additional capital or revenue for the scheme with no, or an acceptably low level of risk.

The Company's use of financial instruments satisfies these requirements and no trading in financial instruments is undertaken. The Company has exposure to a number of different risks to varying degrees. The main risks it faces from its financial instruments and the Manager's policies for managing these risks are summarised below:

a Foreign currency risk

The Funds can be exposed to foreign currency risk as a result of investing in assets denominated in currencies other than sterling. Where the manager deems it necessary, this exposure to foreign currency fluctuations is mitigated by the use of forward foreign currency contracts. Numerical disclosures can be found in the notes to the financial statements for each Fund.

b Interest rate risk

The value of debt securities may be affected by interest rate movements or the expectation of such movements in the future. Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates. The Manager manages this risk by maintaining a balanced portfolio with due consideration to interest rate and redemption profiles. Interest rate risk is also managed by ensuring that deposits mature within a relatively short period. Numerical disclosures can be found in the notes to the financial statements for each Fund.

POLICIES AND RISKS (CONTINUED)

FINANCIAL INSTRUMENTS (CONTINUED)

c Market risk

The Funds' investment portfolios are exposed to market price fluctuations which are monitored by the Manager in pursuance of the investment objectives and policies of the Funds. Adherence to investment and borrowing powers set out in the Instrument of Incorporation and in the Collective Investment Schemes Sourcebook of the Financial Conduct Authority, mitigates the risk of excessive exposure to any particular type of security or issuer. Further information on the investment portfolios is set out in the investment reports and portfolio statements, of the individual Funds.

d Credit risk

The Funds restrict their exposure to credit losses on derivative instruments by trading via International Swap and Derivative Association (ISDA) Master Arrangements with each counterparty. The Funds are exposed to the risk that a bond issuer may default on the interest payments or the redemption of the bond. The Funds manage this risk by due consideration to interest rate and redemption profiles and maintaining a balanced portfolio with the credit worthiness of the bond issuer.

e Liquidity risk

This is the risk that there is insufficient liquidity which restricts a Fund's investment opportunities or ability to pay liabilities at short notice. This risk is managed by ensuring that overdrafts are monitored and maintained within investment limits and exposure to unquoted or illiquid securities is limited.

f Counterparty Risk

There is a risk that the Counterparty will not be able to settle its obligations under the agreement. This is mitigated by an assessment of the credit worthiness of the Counterparty, and the use of multiple counterparties to ensure that no more than 20% of the Fund value is exposed to one counterparty.

Further information on the investment portfolio is set out in the investment reports and portfolio statements.

AVIVA INVESTORS UK INDEX TRACKING FUND

INVESTMENT OBJECTIVE

The Fund aims to track the performance of the FTSE® All-Share Index (before charges and taxes). Any returns will be a combination of capital growth and income.

INVESTMENT POLICY

Core investment: The Fund will invest directly into shares of companies that make up the FTSE® All-Share Index (the "Index").

Other investments: The Fund may also invest in other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner, this type of derivative usage is called "efficient portfolio management".

Strategy: The Fund will aim to replicate the Index by investing in all the companies that make up the Index, and in the same proportions, with the aim of providing full exposure to the companies within the Index.

Performance & Risk Measurement: The Fund's performance is measured against the Index over any given 12-month period, because the Fund intends to replicate the performance of the Index.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa.

The Fund has a yearly tracking error target of 0% (excluding charges). In normal market conditions the anticipated level of tracking error will be within 0.20% (excluding charges) of the Index.

Factors which are likely to affect the ability of the Fund to track the performance of the Index might include transaction costs (from Index and Fund turnover and dividend reinvestment), portfolio weightings not being exactly the same as the Index, residual cash holdings, or other related factors such as efficient portfolio management, illiquid components, and any trading restrictions that may be in place.

The Index represents the performance of all eligible companies listed on the London Stock Exchange, and 98% of the UK's market capitalisation (total market value of a company's outstanding shares).

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors UK Index Tracking Fund delivered a total return of 7.07% (share class 1), net of fees. The Fund's benchmark, the FTSE® All Share Index, returned 7.70%.

Market and Fund Review
The UK equity market has struggled to make progress over the reporting period with various headwinds undermining investor sentiment. The fourth quarter of 2018 saw weak markets globally, which was precipitated by US Federal Reserve (Fed) Chairman Jerome Powell cautioning in early October that the central bank was still a long way from returning interest rates to a neutral level, implying monetary policy would tighten further in 2019. This impacted equity market sentiment across the world, and in the UK it was highly valued companies in particular which came under pressure as 2018 ended. In early 2019, with global economic data softening and the uncertainty of trade wars escalating between the US and China, the Fed signalled an abrupt change in policy and stepped back from interest rate hikes, which led to a broad-based rally across the UK equity market during the first quarter of 2019. Given concerns over the impact of the US-China trade dispute and signs of softer US economic data, the Fed subsequently sanctioned two rate cuts in July and September. In China, economic growth decelerated to its lowest rate since 1992 during the third quarter, while the European Central Bank launched a new package of stimulus measures in an effort to tackle low growth and low inflation in the Eurozone.

However, the main factor which has accounted for the underperformance of UK equities in comparison with global indices was uncertainty over Brexit negotiations and scepticism amongst investors globally that the UK's withdrawal from the European Union can be resolved in a timely and efficient manner. Indeed, it remains highly uncertain as to how, and indeed when, the UK's withdrawal will be executed. This has had negative repercussions for the UK economy, with companies reticent to sign off long term investment projects, hiring freezes being witnessed and the housing market stuck in the doldrums. Although inventory building amongst UK businesses as a contingency measure against a disorderly Brexit boosted economic growth during the opening months of 2019, subsequently the UK economy shrank during the second quarter for the first time in almost seven years, as stockpiling activity slowed and Brexit uncertainty intensified against a backdrop of weaker global growth.

Increased perceived risks of a UK and/or global recession have been the key drivers of share price performance over the reporting period, overriding relative company valuations. Most notably, valuations amongst economically sensitive and domestically-focused stocks remain extremely depressed due to concerns over the risk of a pronounced economic slowdown, particularly in the event of a disorderly Brexit but also the impact of a prolonged US-led trade war.

On a more positive note, ongoing merger and acquisition activity, which has not solely been confined to larger, more liquid stocks, has been a feature of the UK equity market over the last 12 months. A combination of sterling weakness, attractive valuations and the low cost of debt finance have provided an accommodating backdrop for acquisitive corporations and private equity investors.

AVIVA INVESTORS UK INDEX TRACKING FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

There was a marked dispersion in sector returns during the reporting period. Healthcare was the strongest sector, led by major drug companies AstraZeneca and GlaxoSmithKline (GSK). AstraZeneca lifted its sales outlook in the summer after posting its fourth consecutive quarter of rising revenues on the back of strong performance by new medicines for cancer and heart disease. GSK also raised its earnings outlook, with the strength of its vaccines and consumer health businesses offsetting weakness in the pharmaceuticals unit caused by the launch of a generic rival to its asthma treatment Advair.

In contrast, energy stocks were the weakest major sector. The oil price (Brent crude) declined sharply to just over $50/barrel in December – its lowest level for 15 months, driven by increased levels of supply, notably US inventories. Subsequently, following a recovery during the first quarter of 2019, escalating US-China trade tensions and an abundance of supply has kept the oil price well below $70/barrel since early summer, squeezing the earnings of oil majors BP and Royal Dutch Shell.

Outlook

The UK equity market continues to trade at a valuation discount to global peers due to overhanging macroeconomic and Brexit-related uncertainties holding back investor flows. Looking forward, Brexit and global trade risks will continue to weigh heavily on the UK equity market, and in this context a resolution to Brexit that avoids 'no-deal' in favour of a more orderly withdrawal would be positive for market sentiment.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 13 and 14 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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Non-benchmark securities are prohibited and Aviva Investors UK Index Tracking Fund is still violating for Thomas Cook Group (SB1VYCH89) as at year-end due to corporate action (delisting).

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.13 to 31.12.14	0.25	0.96	1.18
31.12.14 to 31.12.15	0.14	0.86	0.98
31.12.15 to 31.12.16	15.63	16.12	16.75
31.12.16 to 31.12.17	12.22	12.66	13.10
31.12.17 to 31.12.18	-9.77	-9.47	-9.50

* Benchmark – FTSE® All Share Index.

Performance History – Accumulation Shares

Calendar year	Share Class A %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	-0.32	0.96	1.18
31.12.14 to 31.12.15	-0.42	0.85	0.98
31.12.15 to 31.12.16	15.34	16.11	16.75
31.12.16 to 31.12.17	12.81	12.67	13.10
31.12.17 to 31.12.18	-9.36	-9.47	-9.50

* Benchmark – FTSE® All Share Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
HSBC Holdings	Shire
BP	Sky
Royal Dutch Shell 'A'	Royal Dutch Shell 'A'
Royal Dutch Shell 'B'	Randgold Resources
AstraZeneca	Diageo
GlaxoSmithKline	BTG
Diageo	RPC Group
British American Tobacco	HSBC Holdings
Anglo American	NEX Group

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

– This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.

– The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.

– Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	75.43	80.96	74.70
Return before operating charges†	5.73	(2.39)	9.31
Operating charges	(0.37)	(0.47)	(0.49)
Return after operating charges†	5.36	(2.86)	8.82
Distributions	(3.06)	(2.67)	(2.56)
Closing net asset value per share	77.73	75.43	80.96
† after direct transaction costs of	(0.08)	(0.04)	(0.03)
Performance			
Return after charges (%)	7.11%	(3.53)%	11.81%
Other information			
Closing net asset value (£000)	84,797	84,349	92,617
Closing number of shares	109,087,531	111,830,211	114,403,338
Operating charges (%)‡	0.48%	0.57%	0.63%
Direct transaction costs (%)#	0.10%	0.05%	0.04%
Prices≈			
Highest share price	82.63	84.95	82.54
Lowest share price	70.73	75.55	71.60

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	123.48	132.56	122.31
Return before operating charges†	9.40	(3.93)	15.25
Operating charges	(0.29)	(0.31)	(0.29)
Return after operating charges†	9.11	(4.24)	14.96
Distributions	(5.32)	(4.84)	(4.71)
Closing net asset value per share	127.27	123.48	132.56
† after direct transaction costs of	(0.13)	(0.07)	(0.05)
Performance			
Return after charges (%)	7.38%	(3.20)%	12.23%
Other information			
Closing net asset value (£000)	13,323	12,733	14,178
Closing number of shares	10,468,913	10,311,248	10,695,753
Operating charges (%)‡	0.23%	0.23%	0.23%
Direct transaction costs (%)#	0.10%	0.05%	0.04%
Prices≈			
Highest share price	135.39	139.16	135.42
Lowest share price	115.85	123.93	117.25

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	238.07	245.96	218.87
Return before operating charges†	18.07	(7.32)	27.61
Operating charges	(0.57)	(0.57)	(0.52)
Return after operating charges†	17.50	(7.89)	27.09
Distributions	(10.37)	(9.07)	(8.50)
Retained distributions on accumulation shares	10.37	9.07	8.50
Closing net asset value per share	255.57	238.07	245.96
† after direct transaction costs of	(0.25)	(0.12)	(0.09)
Performance			
Return after charges (%)	7.35%	(3.21)%	12.38%
Other information			
Closing net asset value (£000)	736,903	611,468	606,961
Closing number of shares	288,331,845	256,841,368	246,776,772
Operating charges (%)‡	0.23%	0.23%	0.23%
Direct transaction costs (%)#	0.10%	0.05%	0.04%
Prices≈			
Highest share price	265.58	262.35	246.55
Lowest share price	223.33	229.96	209.86

COMPARATIVE TABLES (CONTINUED)

Class A Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	104.53	107.86	95.86
Return before operating charges†	7.94	(3.22)	12.11
Operating charges	(0.11)	(0.11)	(0.11)
Return after operating charges†	7.83	(3.33)	12.00
Distributions	(4.70)	(4.12)	(3.85)
Retained distributions on accumulation shares	4.70	4.12	3.85
Closing net asset value per share	112.36	104.53	107.86
† after direct transaction costs of	(0.11)	(0.05)	(0.04)
Performance			
Return after charges (%)	7.49%	(3.09)%	12.52%
Other information			
Closing net asset value (£000)	68,489	73,115	80,659
Closing number of shares	60,952,713	69,943,629	74,782,966
Operating charges (%)‡	0.10%	0.10%	0.10%
Direct transaction costs (%)#	0.10%	0.05%	0.04%
Prices≈			
Highest share price	116.73	115.14	108.12
Lowest share price	98.09	100.90	91.92

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.48%	0.48%
Class 2	0.23%	0.23%
Class 3	0.23%	0.23%
Class A	0.10%	0.10%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 0.70%. The OCF for share class A is capped at 0.10%. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 99.87% (97.06%)				
Communication Services 5.16% (5.66%)				
Diversified Telecommunication Services 0.92% (1.01%)				
BT Group	GBP	3,481,257	7,011	0.78
Inmarsat	GBP	184,797	1,029	0.11
TalkTalk Telecom Group	GBP	265,711	299	0.03
			8,339	0.92
Entertainment 0.19% (0.19%)				
Cineworld Group	GBP	400,008	899	0.10
Entertainment One	GBP	151,326	847	0.09
			1,746	0.19
Interactive Media & Services 0.44% (0.33%)				
Auto Trader Group	GBP	362,121	1,992	0.22
Rightmove	GBP	351,927	2,000	0.22
			3,992	0.44
Media 1.68% (2.38%)				
4imprint Group	GBP	11,019	337	0.04
Ascential	GBP	156,580	566	0.06
Bloomsbury Publishing	GBP	28,284	71	0.01
Euromoney Institutional Investor	GBP	42,499	601	0.07
Future	GBP	32,458	394	0.04
Huntsworth	GBP	140,775	130	0.01
Hyve Group	GBP	281,191	224	0.02
Informa	GBP	496,605	3,912	0.43
ITV	GBP	1,484,403	1,997	0.22
Kin & Carta	GBP	60,094	54	0.01
Pearson	GBP	310,573	2,144	0.24
Reach	GBP	104,866	105	0.01
STV Group	GBP	13,235	48	0.01
WPP	GBP	487,079	4,631	0.51
			15,214	1.68
Wireless Telecommunication Services 1.93% (1.75%)				
Airtel Africa	GBP	323,525	180	0.02
Vodafone Group	GBP	10,694,126	17,301	1.91
			17,481	1.93
Communication Services total			**46,772**	**5.16**
Consumer Discretionary 8.29% (7.37%)				
Auto Components 0.02% (0.01%)				
TI Fluid Systems	GBP	89,790	170	0.02
			170	0.02
Automobiles 0.01% (0.00%)				
Aston Martin Lagonda Global Holdings	GBP	25,556	114	0.01
			114	0.01
Distributors 0.13% (0.14%)				
Connect Group	GBP	95,655	33	–
Headlam Group	GBP	32,423	143	0.02
Inchcape	GBP	161,435	1,036	0.11
			1,212	0.13
Diversified Consumer Services 0.02% (0.05%)				
AA	GBP	246,788	113	0.01
Dignity	GBP	19,353	100	0.01
			213	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Hotels, Restaurants & Leisure 3.87% (3.60%)				
888 Holdings	GBP	109,010	178	0.02
Carnival	GBP	63,004	1,971	0.22
Compass Group	GBP	631,301	12,338	1.37
Domino's Pizza Group	GBP	183,553	472	0.05
DP Eurasia	GBP	40,456	32	–
EI Group	GBP	171,587	483	0.05
Flutter Entertainment	GBP	30,462	2,311	0.26
Fuller Smith & Turner 'A'	GBP	12,460	123	0.01
Gamesys Group	GBP	26,553	213	0.02
Greene King	GBP	122,188	1,035	0.11
Greggs	GBP	39,681	734	0.08
GVC Holdings	GBP	229,963	1,934	0.22
Gym Group	GBP	52,421	139	0.02
Hollywood Bowl Group	GBP	57,144	129	0.01
InterContinental Hotels Group	GBP	72,376	3,420	0.38
J D Wetherspoon	GBP	27,679	426	0.05
Marston's	GBP	249,126	282	0.03
Merlin Entertainments	GBP	281,897	1,278	0.14
Mitchells & Butlers	GBP	86,420	357	0.04
Playtech	GBP	121,759	491	0.06
PPHE Hotel Group	GBP	8,686	159	0.02
Rank Group	GBP	66,971	142	0.02
Restaurant Group	GBP	187,845	278	0.03
SSP Group	GBP	174,946	1,141	0.13
TEN Entertainment Group	GBP	15,490	41	–
Thomas Cook Group^	GBP	534,706	–	–
TUI	GBP	173,490	1,783	0.20
Whitbread	GBP	53,186	2,276	0.25
William Hill	GBP	348,564	685	0.08
			34,851	3.87
Household Durables 1.65% (1.34%)				
Barratt Developments	GBP	400,823	2,738	0.30
Bellway	GBP	49,112	1,655	0.18
Berkeley Group Holdings	GBP	46,643	2,084	0.23
Bovis Homes Group	GBP	53,787	657	0.07
Countryside Properties	GBP	177,283	624	0.07
Crest Nicholson Holdings	GBP	98,147	409	0.05
DFS Furniture	GBP	81,102	178	0.02
Henry Boot	GBP	38,972	94	0.01
McCarthy & Stone	GBP	211,097	326	0.04
MJ Gleeson	GBP	16,820	135	0.01
Persimmon	GBP	126,273	3,006	0.34
Redrow	GBP	91,125	570	0.06
Taylor Wimpey	GBP	1,296,942	2,163	0.24
Vitec Group	GBP	17,954	226	0.03
			14,865	1.65
Internet & Direct Marketing Retail 0.63% (0.43%)				
AO World	GBP	113,843	72	0.01
GoCo Group	GBP	121,617	120	0.01
Hostelworld Group	GBP	37,506	42	–
Just Eat	GBP	229,542	1,445	0.16
Moneysupermarket.com Group	GBP	207,053	822	0.09
N Brown Group	GBP	59,368	70	0.01
Ocado Group	GBP	180,271	2,459	0.28
On the Beach Group	GBP	42,698	178	0.02
Studio Retail Group	GBP	21,643	43	–
Trainline	GBP	108,671	484	0.05
			5,735	0.63

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Leisure Products 0.08% (0.05%)				
Games Workshop Group	GBP	12,922	596	0.07
Photo-Me International	GBP	96,862	93	0.01
			689	0.08
Multiline Retail 0.69% (0.66%)				
B&M European Value Retail	GBP	337,853	1,313	0.14
Marks & Spencer Group	GBP	777,116	1,528	0.17
Next	GBP	51,270	3,486	0.38
			6,327	0.69
Specialty Retail 0.78% (0.72%)				
BCA Marketplace	GBP	296,721	700	0.08
Card Factory	GBP	126,055	219	0.02
Dixons Carphone	GBP	398,032	521	0.06
Dunelm Group	GBP	38,779	317	0.04
Halfords Group	GBP	78,883	131	0.01
JD Sports Fashion	GBP	143,701	1,121	0.12
Kingfisher	GBP	841,157	1,863	0.20
Lookers	GBP	123,293	69	0.01
Motorpoint group	GBP	25,327	59	0.01
Pendragon	GBP	524,220	61	0.01
Pets at Home Group	GBP	188,182	431	0.05
Sports Direct International	GBP	76,731	244	0.03
Superdry	GBP	26,494	116	0.01
Topps Tiles	GBP	57,919	40	–
Vivo Energy	GBP	153,005	190	0.02
Watches of Switzerland Group	GBP	31,899	90	0.01
WH Smith	GBP	41,251	879	0.10
			7,051	0.78
Textiles, Apparel & Luxury Goods 0.41% (0.37%)				
Burberry Group	GBP	162,932	3,222	0.36
Coats Group	GBP	571,757	400	0.04
Ted Baker	GBP	11,202	54	0.01
			3,676	0.41
Consumer Discretionary total			**74,903**	**8.29**
Consumer Staples 13.08% (12.96%)				
Beverages 3.64% (2.95%)				
AG Barr	GBP	32,631	182	0.02
Britvic	GBP	105,507	1,110	0.12
Coca-Cola HBC	GBP	77,415	1,945	0.22
Diageo	GBP	931,037	29,453	3.26
Stock Spirits Group	GBP	74,960	157	0.02
			32,847	3.64
Food & Staples Retailing 1.40% (1.33%)				
Georgia Healthcare Group	GBP	21,816	45	–
J Sainsbury	GBP	647,136	1,400	0.15
McColl's Retail Group	GBP	29,727	14	–
Tesco	GBP	3,852,202	9,406	1.05
Wm Morrison Supermarkets	GBP	879,194	1,799	0.20
			12,664	1.40
Food Products 0.69% (0.71%)				
Anglo-Eastern Plantations	GBP	9,592	42	–
Associated British Foods	GBP	138,294	3,088	0.35
Bakkavor Group	GBP	56,847	73	0.01
Carr's Group	GBP	35,289	47	0.01
Cranswick	GBP	20,467	677	0.07
Devro	GBP	67,225	118	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Food Products 0.69% (0.71%)				
Greencore Group	GBP	176,489	416	0.05
Hilton Food Group	GBP	25,385	258	0.03
Premier Foods	GBP	279,166	89	0.01
PureCircle	GBP	50,126	74	0.01
Tate & Lyle	GBP	186,156	1,286	0.14
			6,168	0.69
Household Products 1.67% (1.78%)				
McBride	GBP	71,468	46	0.01
PZ Cussons	GBP	74,706	154	0.02
Reckitt Benckiser Group	GBP	250,666	14,888	1.64
			15,088	1.67
Personal Products 2.19% (1.90%)				
Unilever	GBP	434,002	19,819	2.19
			19,819	2.19
Tobacco 3.49% (4.29%)				
British American Tobacco	GBP	909,775	24,537	2.71
Imperial Brands	GBP	379,318	7,014	0.78
			31,551	3.49
Consumer Staples total			**118,137**	**13.08**
Energy 12.79% (14.31%)				
Energy Equipment & Services 0.18% (0.33%)				
Hunting	GBP	55,858	230	0.03
John Wood Group	GBP	264,242	936	0.10
Lamprell	GBP	88,993	39	–
Petrofac	GBP	102,552	413	0.05
			1,618	0.18
Oil, Gas & Consumable Fuels 12.61% (13.98%)				
BP	GBP	7,940,153	38,922	4.32
Cairn Energy	GBP	230,105	462	0.05
Energean Oil & Gas	GBP	39,080	379	0.04
EnQuest	GBP	620,722	116	0.01
Premier Oil	GBP	320,615	259	0.03
Royal Dutch Shell 'A'	GBP	1,711,025	38,738	4.29
Royal Dutch Shell 'B'	GBP	1,493,852	33,694	3.73
Soco International	GBP	120,668	76	0.01
Tullow Oil	GBP	554,015	1,157	0.13
			113,803	12.61
Energy total			**115,421**	**12.79**
Financials 18.16% (17.27%)				
Banks 9.91% (9.77%)				
Bank of Georgia Group	GBP	14,990	205	0.02
Barclays	GBP	6,844,849	11,227	1.25
CYBG	GBP	494,591	664	0.07
HSBC Holdings	GBP	8,071,037	48,895	5.42
Lloyds Banking Group	GBP	28,152,526	17,120	1.90
Metro Bank	GBP	63,284	129	0.01
Royal Bank of Scotland Group	GBP	1,809,809	4,092	0.45
Standard Chartered	GBP	1,049,221	6,950	0.77
TBC Bank Group	GBP	13,942	173	0.02
			89,455	9.91
Capital Markets 3.60% (2.73%)				
3i Group	GBP	378,999	4,033	0.44
AJ Bell	GBP	102,241	389	0.04
Allied Minds	GBP	103,063	47	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Capital Markets 3.60% (2.73%) (continued)				
Ashmore Group	GBP	153,198	763	0.08
Brewin Dolphin Holdings	GBP	114,191	379	0.04
City of London Investment Group	GBP	8,565	35	–
Close Brothers Group	GBP	60,111	835	0.09
CMC Markets	GBP	42,723	55	0.01
Georgia Capital	GBP	13,727	136	0.02
Hargreaves Lansdown	GBP	107,522	1,977	0.22
IG Group Holdings	GBP	144,817	898	0.10
IntegraFin Holdings	GBP	76,592	280	0.03
Intermediate Capital Group	GBP	110,716	1,540	0.17
Investec	GBP	264,425	1,139	0.13
IP Group	GBP	398,204	254	0.03
Jupiter Fund Management	GBP	165,827	550	0.06
Liontrust Asset Management	GBP	19,315	147	0.02
London Stock Exchange Group	GBP	124,727	8,991	0.99
Man Group	GBP	599,499	930	0.11
Merian Chrysalis Investment	GBP	76,104	88	0.01
Quilter	GBP	742,164	1,048	0.12
Rathbone Brothers	GBP	21,821	518	0.06
River & Mercantile Group	GBP	15,553	38	–
Sanne Group	GBP	53,833	291	0.03
Schroders	GBP	44,491	1,355	0.15
Sdcl Energy Efficiency Income Trust	GBP	68,286	72	0.01
St James's Place	GBP	208,465	2,137	0.24
Standard Life Aberdeen	GBP	954,625	2,759	0.30
TP ICAP	GBP	225,301	756	0.08
XPS Pensions Group	GBP	68,131	81	0.01
			32,521	3.60
Consumer Finance 0.09% (0.11%)				
Amigo Holdings	GBP	54,387	41	–
Arrow Global Group	GBP	57,597	129	0.01
ASA International Group	GBP	11,479	35	–
Funding Circle Holdings	GBP	57,068	57	0.01
International Personal Finance	GBP	86,242	93	0.01
Provident Financial	GBP	100,618	428	0.06
S&U	GBP	1,518	31	–
			814	0.09
Diversified Financial Services 0.03% (0.05%)				
Plus500	GBP	43,576	342	0.03
			342	0.03
Insurance 4.40% (4.49%)				
Admiral Group	GBP	81,705	1,690	0.19
Aviva†	GBP	1,555,352	6,320	0.70
Beazley	GBP	207,585	1,295	0.14
Charles Taylor	GBP	27,688	88	0.01
Chesnara	GBP	59,383	160	0.02
Direct Line Insurance Group	GBP	548,328	1,585	0.18
Hastings Group Holdings	GBP	122,260	240	0.03
Hiscox	GBP	110,985	1,775	0.20
Just Group	GBP	407,996	262	0.03
Lancashire Holdings	GBP	80,524	566	0.06
Legal & General Group	GBP	2,358,781	6,317	0.70
Phoenix Group Holdings	GBP	209,568	1,507	0.17
Prudential	GBP	1,035,528	15,285	1.68
RSA Insurance Group	GBP	410,244	2,150	0.24
Sabre Insurance Group	GBP	91,595	271	0.03
Saga	GBP	441,463	203	0.02
			39,714	4.40

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Thrifts & Mortgage Finance 0.13% (0.12%)				
OneSavings Bank	GBP	147,904	591	0.06
Paragon Banking Group	GBP	103,265	523	0.06
Real Estate Credit Investments	GBP	79,335	132	0.01
			1,246	0.13
Financials total			**164,092**	**18.16**
Health Care 9.07% (9.11%)				
Biotechnology 0.10% (1.76%)				
Genus	GBP	25,969	795	0.09
Oxford Biomedica	GBP	22,491	118	0.01
			913	0.10
Health Care Equipment & Supplies 0.84% (0.59%)				
Consort Medical	GBP	19,390	143	0.02
ConvaTec Group	GBP	584,644	1,087	0.12
Smith & Nephew	GBP	348,444	6,393	0.70
			7,623	0.84
Health Care Providers & Services 0.26% (0.29%)				
Medica Group	GBP	35,252	47	0.01
Mediclinic International	GBP	156,557	560	0.06
NMC Health	GBP	34,400	922	0.09
Spire Healthcare Group	GBP	109,909	137	0.02
UDG Healthcare	GBP	99,424	741	0.08
			2,407	0.26
Life Sciences Tools & Services 0.02% (0.01%)				
PureTech Health	GBP	60,717	159	0.02
			159	0.02
Pharmaceuticals 7.85% (6.46%)				
AstraZeneca	GBP	523,181	36,016	4.00
Dechra Pharmaceuticals	GBP	39,650	1,038	0.11
GlaxoSmithKline	GBP	1,953,588	32,340	3.58
Hikma Pharmaceuticals	GBP	55,963	1,128	0.12
Indivior	GBP	287,748	148	0.02
Vectura Group	GBP	242,262	213	0.02
			70,883	7.85
Health Care total			**81,985**	**9.07**
Industrials 11.47% (10.05%)				
Aerospace & Defense 1.93% (1.85%)				
Avon Rubber	GBP	11,217	195	0.02
BAE Systems	GBP	1,275,890	7,090	0.79
Chemring Group	GBP	110,570	210	0.02
Cobham	GBP	949,885	1,482	0.16
Meggitt	GBP	307,992	1,889	0.21
QinetiQ Group	GBP	221,958	675	0.07
Rolls-Royce Holdings	GBP	677,167	5,049	0.57
Senior	GBP	166,174	290	0.03
Ultra Electronics Holdings	GBP	27,751	538	0.06
			17,418	1.93
Air Freight & Logistics 0.10% (0.14%)				
Royal Mail	GBP	365,764	792	0.09
Wincanton	GBP	43,388	100	0.01
			892	0.10

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Airlines 0.62% (0.59%)				
easyJet	GBP	98,097	1,240	0.14
International Consolidated Airlines Group	GBP	632,017	3,255	0.36
Stobart Group	GBP	127,337	166	0.02
Wizz Air Holdings	GBP	22,132	863	0.10
			5,524	0.62
Building Products 0.08% (0.07%)				
Norcros	GBP	34,067	73	0.01
Polypipe Group	GBP	74,585	332	0.04
Tyman	GBP	77,809	167	0.02
Volution Group	GBP	73,871	134	0.01
			706	0.08
Commercial Services & Supplies 1.16% (0.95%)				
Aggreko	GBP	95,444	751	0.08
Babcock International Group	GBP	199,558	1,060	0.12
Biffa	GBP	75,011	185	0.02
Clipper Logistics	GBP	27,227	55	0.01
De La Rue	GBP	41,202	90	0.01
G4S	GBP	616,933	1,221	0.14
HomeServe	GBP	108,839	1,246	0.14
IWG	GBP	266,676	1,075	0.12
Mears Group	GBP	42,969	109	0.01
Mitie Group	GBP	144,128	216	0.02
PayPoint	GBP	25,945	236	0.03
Renewi	GBP	239,257	76	0.01
Rentokil Initial	GBP	737,370	3,318	0.36
RPS Group	GBP	89,489	112	0.01
Serco Group	GBP	482,275	746	0.08
			10,496	1.16
Construction & Engineering 0.25% (0.28%)				
Balfour Beatty	GBP	271,959	616	0.07
Carillion^	GBP	137,814	–	–
Costain Group	GBP	41,594	73	0.01
Galliford Try	GBP	42,838	319	0.04
John Laing Group	GBP	197,146	745	0.07
Keller Group	GBP	28,246	151	0.02
Kier Group	GBP	68,470	80	0.01
Morgan Sindall Group	GBP	15,726	188	0.02
Severfield	GBP	118,011	87	0.01
			2,259	0.25
Electrical Equipment 0.47% (0.37%)				
Dialight	GBP	11,492	38	–
Luceco	GBP	27,804	26	–
Melrose Industries	GBP	1,916,956	3,976	0.45
XP Power	GBP	6,012	150	0.02
			4,190	0.47
Industrial Conglomerates 0.58% (0.50%)				
DCC	GBP	39,184	2,694	0.30
Smiths Group	GBP	157,825	2,528	0.28
			5,222	0.58

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Machinery 0.77% (0.77%)				
Bodycote	GBP	74,701	487	0.05
Goodwin	GBP	1,323	45	–
IMI	GBP	106,874	1,036	0.11
Morgan Advanced Materials	GBP	112,099	263	0.03
Porvair	GBP	14,717	84	0.01
Rotork	GBP	346,374	1,054	0.12
Spirax-Sarco Engineering	GBP	29,264	2,203	0.25
Trifast	GBP	46,581	93	0.01
Vesuvius	GBP	84,394	288	0.03
Weir Group	GBP	103,203	1,432	0.16
			6,985	0.77
Marine 0.03% (0.03%)				
Clarkson	GBP	9,824	277	0.03
			277	0.03
Professional Services 3.15% (2.51%)				
Capita	GBP	655,487	1,106	0.12
DWF Group	GBP	30,658	37	–
Experian	GBP	361,395	8,800	0.98
Hays	GBP	537,686	836	0.09
Intertek Group	GBP	64,288	3,333	0.38
JTC	GBP	35,576	130	0.01
Pagegroup	GBP	124,923	519	0.06
RELX	GBP	749,185	13,278	1.48
Ricardo	GBP	21,569	131	0.01
Robert Walters	GBP	26,991	128	0.01
SThree	GBP	50,385	130	0.01
			28,428	3.15
Road & Rail 0.24% (0.19%)				
Firstgroup	GBP	480,803	632	0.07
Go-Ahead Group	GBP	17,120	359	0.04
National Express Group	GBP	168,794	756	0.08
Northgate	GBP	52,613	173	0.02
Stagecoach Group	GBP	165,006	242	0.03
			2,162	0.24
Trading Companies & Distributors 1.90% (1.66%)				
Ashtead Group	GBP	184,691	3,944	0.43
Bunzl	GBP	133,994	2,659	0.29
Diploma	GBP	44,104	747	0.08
Ferguson	GBP	91,552	5,883	0.65
Grafton Group	GBP	86,798	742	0.08
Howden Joinery Group	GBP	229,720	1,330	0.15
Macfarlane Group	GBP	59,755	59	0.01
SIG	GBP	234,910	255	0.03
Speedy Hire	GBP	199,382	110	0.01
Travis Perkins	GBP	100,551	1,444	0.16
Vp	GBP	6,360	51	0.01
			17,224	1.90
Transportation Infrastructure 0.19% (0.14%)				
BBA Aviation	GBP	408,298	1,301	0.14
James Fisher & Sons	GBP	16,229	324	0.04
John Menzies	GBP	27,135	108	0.01
			1,733	0.19
Industrials total			**103,516**	**11.47**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Information Technology 1.81% (1.44%)				
Communications Equipment 0.06% (0.03%)				
BATM Advanced Communications	GBP	121,653	47	0.01
Spirent Communications	GBP	239,313	474	0.05
			521	0.06
Electronic Equipment, Instruments & Components 0.67% (0.53%)				
DiscoverIE Group	GBP	32,273	136	0.02
Electrocomponents	GBP	176,939	1,185	0.13
Halma	GBP	150,686	2,829	0.30
Oxford Instruments	GBP	21,032	272	0.03
Renishaw	GBP	13,694	454	0.05
Spectris	GBP	46,093	1,065	0.12
TT Electronics	GBP	64,382	144	0.02
			6,085	0.67
IT Services 0.27% (0.17%)				
Computacenter	GBP	28,234	363	0.04
Equiniti Group	GBP	128,617	294	0.03
FDM Group Holdings	GBP	33,631	231	0.03
Finablr	GBP	69,811	102	0.01
Kainos Group	GBP	21,843	107	0.01
NCC Group	GBP	104,232	192	0.02
Network International Holdings	GBP	122,726	681	0.08
Softcat	GBP	49,466	480	0.05
			2,450	0.27
Semiconductors & Semiconductor Equipment 0.00% (0.00%)				
Software 0.81% (0.71%)				
Alfa Financial Software Holdings	GBP	40,024	33	–
Aptitude Software Group	GBP	21,123	121	0.01
Avast	GBP	208,708	792	0.09
AVEVA Group	GBP	25,184	964	0.11
Micro Focus International	GBP	134,458	1,474	0.16
Sage Group	GBP	433,038	3,013	0.34
SDL	GBP	35,515	182	0.02
Sophos Group	GBP	133,570	765	0.08
			7,344	0.81
Technology Hardware, Storage & Peripherals 0.00% (0.00%)				
Information Technology total			**16,400**	**1.81**
Investment Funds 5.20% (4.90%)				
Investment Companies 5.20% (4.90%)				
3i Infrastructure	GBP	215,205	616	0.06
Aberdeen Asian Income Fund	GBP	73,082	155	0.02
Aberdeen Diversified Income and Growth Trust	GBP	136,926	145	0.02
Aberdeen New Dawn Investment Trust	GBP	46,293	113	0.01
Aberdeen New India Investment Trust	GBP	24,253	114	0.01
Aberdeen Standard Asia Focus 'o'	GBP	14,006	148	0.02
Aberdeen Standard Equity Income Trust	GBP	20,892	79	0.01
Aberforth Smaller Companies Trust	GBP	36,071	473	0.05
Aberforth Split Level Income Trust	GBP	82,655	62	0.01
Alcentra European Floating Rate Income Fund	GBP	44,772	44	–
Alliance Trust	GBP	131,452	1,032	0.11
Allianz Technology Trust	GBP	13,575	207	0.02
Apax Global Alpha	GBP	102,616	158	0.02
Artemis Alpha Trust	GBP	17,440	48	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Investment Companies 5.20% (4.90%) (continued)				
Avi Global Trust	GBP	44,023	323	0.04
Baillie Gifford Japan Trust	GBP	36,542	294	0.03
Baillie Gifford Shin Nippon	GBP	108,969	191	0.02
Baillie Gifford UK Growth Fund	GBP	58,991	101	0.01
Baillie Gifford US Growth Trust	GBP	90,858	117	0.01
Bankers Investment Trust	GBP	48,815	455	0.05
BB Healthcare Trust	GBP	166,740	208	0.02
BBGI SICAV	GBP	250,882	411	0.05
BH Global	GBP	7,837	119	0.01
BH Macro	GBP	5,629	148	0.02
Biotech Growth Trust	GBP	19,024	127	0.01
BlackRock Frontiers Investment Trust	GBP	95,443	121	0.01
BlackRock Greater Europe Investment Trust	GBP	33,480	127	0.01
BlackRock Latin American Investment Trust	GBP	15,423	68	0.01
Blackrock North American Income Trust	GBP	33,959	61	0.01
BlackRock Smaller Cos. Trust	GBP	18,925	269	0.03
Blackrock Throgmorton Trust	GBP	28,992	168	0.02
BlackRock World Mining Trust	GBP	69,995	237	0.03
Bluefield Solar Income Fund	GBP	146,882	192	0.02
BMO Capital & Income Investment Trust	GBP	40,712	132	0.01
BMO Commercial Property Trust	GBP	208,880	256	0.03
BMO Global Smaller Companies	GBP	24,443	327	0.04
BMO Private Equity Trust 'O'	GBP	28,993	103	0.01
Brunner Investment Trust	GBP	11,703	92	0.01
Caledonia Investments	GBP	12,812	382	0.04
Capital Gearing Trust	GBP	3,489	150	0.02
CC Japan Income & Growth Trust	GBP	59,917	93	0.01
City Merchants High Yield Trust	GBP	37,989	73	0.01
City of London Investment Trust	GBP	151,487	632	0.07
CQS New City High Yield Fund	GBP	163,478	95	0.01
CVC Credit Partners European Opportunities	GBP	141,553	139	0.02
Dexion Absolute^	GBP	23,950	–	–
Diverse Income Trust	GBP	137,086	118	0.01
Dragon Capital – Vietnam Enterprise Investments 'C'	GBP	77,382	387	0.04
Dunedin Income Growth Investment Trust	GBP	58,614	153	0.02
Ecofin Global Utilities and Infrastructure Trust	GBP	36,054	58	0.01
Edinburgh Dragon Trust	GBP	52,191	208	0.02
Edinburgh Investment Trust	GBP	77,342	463	0.05
Edinburgh Worldwide Investment Trust	GBP	116,208	203	0.02
Electra Private Equity	GBP	10,413	33	–
EP Global Opportunities Trust	GBP	15,207	46	0.01
European Assets Trust	GBP	142,889	143	0.02
European Investment Trust	GBP	16,151	130	0.01
F&C Investment Trust	GBP	216,710	1,492	0.18
Fidelity Asian Values	GBP	28,374	118	0.01
Fidelity China Special Situations	GBP	147,285	312	0.03
Fidelity European Values	GBP	164,836	401	0.04
Fidelity Japan Trust	GBP	53,144	82	0.01
Fidelity Special Values	GBP	74,911	201	0.02
Finsbury Growth & Income Trust	GBP	78,482	696	0.08
Foresight Solar Fund	GBP	217,987	256	0.03
Fundsmith Emerging Equities Trust	GBP	10,523	123	0.01
Gartmore Irish Growth Fund^	GBP	2,390	–	–
GCP Asset-Backed Income Fund	GBP	153,714	166	0.02
GCP Infrastructure Investments	GBP	343,317	441	0.05
Genesis Emerging Markets Fund	GBP	48,414	366	0.04
Govett Strategic Investment Trust^	GBP	17,530	–	–
Greencoat UK Wind	GBP	605,499	879	0.10
HarbourVest Global Private Equity	GBP	32,001	545	0.06
Henderson Alternative Strategies Trust	GBP	14,948	40	–
Henderson Diversified Income Trust	GBP	74,254	66	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Investment Companies 5.20% (4.90%) (continued)				
Henderson European Focus Trust	GBP	8,434	103	0.01
Henderson EuroTrust	GBP	8,301	93	0.01
Henderson Far East Income	GBP	50,668	184	0.02
Henderson High Income Trust	GBP	50,401	86	0.01
Henderson International Income Trust	GBP	73,291	119	0.01
Henderson Smaller Companies Investment Trust	GBP	29,635	256	0.03
Herald Investment Trust	GBP	26,994	344	0.04
HgCapital Trust	GBP	148,225	336	0.04
Hicl Infrastructure	GBP	713,788	1,206	0.13
Highbridge Tactical Credit Fund	GBP	41,480	83	0.01
ICG Enterprise Trust	GBP	27,370	247	0.03
ICG-Longbow Senior Secured UK Property Debt Investments	GBP	43,022	41	–
Impax Environmental Markets	GBP	73,905	225	0.02
Independent Investment Trust	GBP	12,169	63	0.01
International Biotechnology Trust	GBP	15,124	88	0.01
International Public Partnerships	GBP	591,417	925	0.11
INVESCO Asia Trust	GBP	27,818	75	0.01
Invesco Income Growth Trust	GBP	22,959	62	0.01
Invesco Perpetual UK Smaller Cos. Investment Trust	GBP	12,866	67	0.01
JLEN Environmental Assets Group	GBP	194,810	231	0.03
JPMorgan American Investment Trust	GBP	85,959	400	0.04
JPMorgan Asian Investment Trust	GBP	37,351	132	0.01
JPMorgan Chinese Investment Trust	GBP	28,593	87	0.01
JPMorgan Claverhouse Investment Trust	GBP	22,569	156	0.02
JPMorgan Emerging Markets Investment Trust	GBP	48,987	482	0.05
JPMorgan European Investment Trust Growth	GBP	28,299	78	0.01
JPMorgan European Investment Trust Income	GBP	39,934	60	0.01
JPMorgan European Smaller Cos. Trust	GBP	63,257	223	0.02
JPMorgan Global Convertibles Income Fund	GBP	48,762	44	–
JPMorgan Global Emerging Markets Income Trust	GBP	117,918	153	0.02
JPMorgan Global Growth & Income	GBP	52,347	173	0.02
JPMorgan Indian Investment Trust	GBP	41,503	298	0.03
JPMorgan Japan Smaller Cos. Trust	GBP	21,319	86	0.01
JPMorgan Japanese Investment Trust	GBP	64,022	285	0.03
JPMorgan Mid Cap Investment Trust	GBP	9,332	106	0.01
JPMorgan Russian Securities	GBP	19,190	123	0.01
JPMorgan Smaller Companies Investment Trust	GBP	31,193	70	0.01
JPMorgan US Smaller Companies Investment Trust	GBP	22,578	69	0.01
Jupiter European Opportunities Trust	GBP	42,409	337	0.04
Jupiter US Smaller Companies	GBP	5,709	60	0.01
Keystone Investment Trust	GBP	5,302	83	0.01
Law Debenture	GBP	46,426	271	0.03
Lindsell Train Investment Trust	GBP	69	97	0.01
Lowland Investment	GBP	10,519	135	0.01
Macau Property Opportunities Fund	GBP	21,537	25	–
Majedie Investments	GBP	11,234	28	–
Manchester & London Investment Trust	GBP	4,843	25	–
Martin Currie Global Portfolio Trust	GBP	32,746	92	0.01
Mercantile Investment Trust	GBP	316,825	697	0.08
Merchants Trust	GBP	43,341	205	0.02
Mid Wynd International Investment Trust	GBP	15,556	88	0.01
Middlefield Canadian Income PCC	GBP	41,548	43	–
Monks Investment Trust	GBP	86,720	772	0.09
Montanaro European Smaller Cos. Trust	GBP	6,513	65	0.01
Montanaro UK Smaller Companies Investment Trust	GBP	61,936	68	0.01
Murray Income Trust	GBP	26,215	220	0.02
Murray International Trust 'O'	GBP	49,869	600	0.07
NB Global Floating Rate Income Fund	GBP	234,463	211	0.02
NB Private Equity Partners	GBP	19,296	210	0.02
NextEnergy Solar Fund	GBP	231,008	278	0.03
North American Income Trust	GBP	56,444	165	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Investment Companies 5.20% (4.90%) (continued)				
North Atlantic Smaller Cos. Investment Trust	GBP	3,979	120	0.01
Pacific Assets Trust	GBP	47,773	136	0.02
Pacific Horizon Investment Trust	GBP	23,004	70	0.01
Pantheon International	GBP	21,568	493	0.05
Perpetual Income and Growth Investment Trust 'O'	GBP	93,817	290	0.03
Pershing Square Holdings	GBP	86,362	1,300	0.15
Personal Assets Trust	GBP	953	399	0.04
Picton Property Income, REIT	GBP	213,690	193	0.02
Polar Capital Global Financials Trust	GBP	80,744	110	0.01
Polar Capital Global Healthcare Trust	GBP	48,030	99	0.01
Polar Capital Technology Trust	GBP	53,352	765	0.08
Pollen Street Secured Lending	GBP	30,282	252	0.03
RIT Capital Partners	GBP	50,494	1,077	0.12
Riverstone Energy	GBP	16,293	87	0.01
Ruffer Investment	GBP	71,077	156	0.02
Schroder Asian Total Return Investment	GBP	37,168	132	0.01
Schroder AsiaPacific Fund	GBP	66,417	287	0.03
Schroder Income Growth Fund	GBP	26,874	74	0.01
Schroder Japan Growth Fund	GBP	49,046	94	0.01
Schroder Oriental Income Fund	GBP	103,147	262	0.03
Schroder UK Mid Cap Fund	GBP	14,057	78	0.01
Scottish American Investment	GBP	56,671	232	0.03
Scottish Investment Trust	GBP	30,273	250	0.03
Scottish Mortgage Investment Trust	GBP	589,208	2,913	0.33
Scottish Oriental Smaller Companies Trust	GBP	11,759	116	0.01
Securities Trust of Scotland	GBP	41,186	80	0.01
Sequoia Economic Infrastructure Income Fund	GBP	502,929	581	0.06
SME Credit Realisation Fund	GBP	131,105	108	0.01
Smithson Investment Trust	GBP	41,145	500	0.06
SQN Asset Finance Income Fund 'C'	GBP	54,502	44	–
SQN Asset Finance Income Fund	GBP	140,237	103	0.01
Standard Life Private Equity Trust	GBP	29,585	105	0.01
Standard Life UK Smaller Cos. Trust	GBP	39,836	193	0.02
Starwood European Real Estate Finance	GBP	160,406	162	0.02
Strategic Equity Capital	GBP	24,271	51	0.01
Syncona	GBP	186,877	453	0.05
Temple Bar Investment Trust	GBP	26,518	342	0.04
Templeton Emerging Markets Investment Trust 'O'	GBP	99,569	775	0.09
TR European Growth Trust	GBP	19,883	168	0.02
TR Property Investment Trust	GBP	127,074	558	0.06
Troy Income & Growth Trust	GBP	113,607	93	0.01
TwentyFour Income Fund	GBP	208,022	227	0.03
TwentyFour Select Monthly Income Fund	GBP	72,253	66	0.01
Utilico Emerging Markets Trust	GBP	71,209	165	0.02
Value and Income Trust	GBP	13,173	33	–
VinaCapital Vietnam Opportunity Fund	GBP	72,987	255	0.03
VPC Specialty Lending Investments	GBP	133,509	101	0.01
Witan Investment Trust	GBP	350,918	749	0.08
Witan Pacific Investment Trust	GBP	24,479	81	0.01
Woodford Patient Capital Trust	GBP	360,590	124	0.01
Worldwide Healthcare Trust	GBP	20,954	534	0.06
			47,001	5.20
Investment Funds total			**47,001**	**5.20**
Materials 8.98% (9.03%)				
Chemicals 0.75% (0.79%)				
Croda International	GBP	49,477	2,353	0.26
Elementis	GBP	227,341	337	0.04
Essentra	GBP	103,735	447	0.05
Johnson Matthey	GBP	75,672	2,270	0.25
Sirius Minerals	GBP	2,680,259	95	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Chemicals 0.75% (0.79%) (continued)				
Synthomer	GBP	131,904	393	0.04
Treatt	GBP	22,777	94	0.01
Victrex	GBP	32,694	695	0.08
Zotefoams	GBP	16,646	51	0.01
			6,735	0.75
Construction Materials 1.13% (0.96%)				
CRH	GBP	317,646	8,675	0.95
Forterra	GBP	79,534	237	0.03
Ibstock	GBP	153,583	400	0.04
Marshalls	GBP	79,052	575	0.06
Rhi Magnesita	GBP	11,640	419	0.05
			10,306	1.13
Containers & Packaging 0.47% (0.60%)				
DS Smith	GBP	507,630	1,773	0.20
Smurfit Kappa Group	GBP	94,716	2,425	0.27
			4,198	0.47
Metals & Mining 6.28% (6.40%)				
Anglo American	GBP	498,698	9,541	1.06
Antofagasta	GBP	137,344	1,199	0.13
BHP Group	GBP	828,117	13,599	1.51
Centamin	GBP	430,533	482	0.05
Evraz	GBP	217,852	880	0.10
Ferrexpo	GBP	115,736	164	0.02
Fresnillo	GBP	73,497	449	0.05
Gem Diamonds	GBP	42,734	30	–
Glencore	GBP	4,398,545	10,276	1.13
Hill & Smith Holdings	GBP	31,360	404	0.04
Hochschild Mining	GBP	99,173	188	0.02
KAZ Minerals	GBP	87,677	377	0.04
Kenmare Resources	GBP	30,172	72	0.01
Petra Diamonds	GBP	330,761	25	–
Petropavlovsk	GBP	1,150,443	111	0.01
Polymetal International	GBP	123,476	1,416	0.16
Rio Tinto	GBP	437,929	17,598	1.95
			56,811	6.28
Paper & Forest Products 0.35% (0.28%)				
Mondi	GBP	193,050	3,129	0.35
			3,129	0.35
Materials total			**81,179**	**8.98**
Real Estate 2.88% (2.30%)				
Equity Real Estate Investment Trusts (REITs) 2.49% (1.99%)				
Aberdeen Standard European Logistics Income	GBP	97,097	92	0.01
AEW UK REIT	GBP	65,897	61	0.01
Assura	GBP	936,430	700	0.08
Big Yellow Group	GBP	61,219	694	0.08
BMO Real Estate Investments	GBP	94,059	79	0.01
British Land	GBP	372,912	2,323	0.25
Capital & Regional	GBP	212,953	46	0.01
Civitas Social Housing	GBP	247,137	215	0.02
Custodian Reit	GBP	146,359	171	0.02
Derwent London	GBP	39,960	1,427	0.16
Ediston Property Investment	GBP	82,482	71	0.01
Empiric Student Property	GBP	232,577	220	0.02
GCP Student Living	GBP	162,963	282	0.03
Great Portland Estates	GBP	105,927	825	0.09
Hammerson	GBP	306,043	985	0.11
Hansteen Holdings	GBP	168,069	159	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equity Real Estate Investment Trusts (REITs) 2.49% (1.99%) (continued)				
Impact Healthcare Reit	GBP	84,326	92	0.01
Intu Properties	GBP	347,380	173	0.02
Land Securities Group	GBP	283,909	2,685	0.29
LondonMetric Property	GBP	323,995	730	0.08
LXI REIT	GBP	207,690	262	0.03
McKay Securities	GBP	33,910	76	0.01
NewRiver REIT	GBP	119,338	250	0.03
Primary Health Properties	GBP	448,163	622	0.07
RDI REIT	GBP	99,516	120	0.01
Regional REIT	GBP	144,905	152	0.02
Residential Secure Income	GBP	67,291	62	0.01
Safestore Holdings	GBP	81,885	573	0.06
Schroder European Real Estate Investment Trust	GBP	47,219	54	0.01
Schroder Real Estate Investment Trust	GBP	203,311	114	0.01
Segro	GBP	434,308	3,571	0.39
Shaftesbury	GBP	88,625	839	0.09
Standard Life Investment Property Income Trust	GBP	161,030	144	0.02
Target Healthcare REIT	GBP	152,737	175	0.02
Town Centre Securities	GBP	9,132	18	–
Triple Point Social Housing Reit	GBP	124,762	113	0.01
Tritax Big Box REIT	GBP	680,451	1,059	0.12
Tritax EuroBox	GBP	168,531	156	0.02
UK Commercial Property REIT	GBP	259,027	226	0.02
UNITE Group	GBP	114,033	1,338	0.15
Workspace Group	GBP	52,737	543	0.06
			22,497	2.49
Real Estate Management & Development 0.39% (0.31%)				
Capital & Counties Properties	GBP	293,859	725	0.07
CLS Holdings	GBP	61,903	162	0.02
Daejan Holdings	GBP	1,994	99	0.01
Foxtons Group	GBP	100,480	55	0.01
Grainger	GBP	240,576	631	0.06
Harworth Group	GBP	59,355	73	0.01
Helical	GBP	39,374	154	0.02
LSL Property Services	GBP	33,295	76	0.01
Palace Capital	GBP	17,162	47	0.01
Phoenix Spree Deutschland	GBP	33,648	105	0.01
Raven Property Group	GBP	149,695	60	0.01
Savills	GBP	53,025	489	0.05
Sirius Real Estate	GBP	372,774	276	0.03
St Modwen Properties	GBP	70,116	327	0.04
U & I Group	GBP	48,704	74	0.01
Urban & Civic	GBP	55,392	183	0.02
			3,536	0.39
Real Estate total			**26,033**	**2.88**
Utilities 2.98% (2.66%)				
Electric Utilities 0.59% (0.49%)				
SSE	GBP	407,795	5,356	0.59
			5,356	0.59
Independent Power and Renewable Electricity Producers 0.15% (0.13%)				
ContourGlobal	GBP	70,413	130	0.01
Drax Group	GBP	156,449	468	0.06
Renewables Infrastructure Group	GBP	577,574	745	0.08
			1,343	0.15

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Multi-Utilities 1.58% (1.53%)				
Centrica	GBP	2,318,018	1,623	0.18
National Grid	GBP	1,386,441	12,383	1.37
Telecom Plus	GBP	22,718	267	0.03
			14,273	1.58
Water Utilities 0.66% (0.51%)				
Pennon Group	GBP	167,180	1,460	0.16
Severn Trent	GBP	94,654	2,133	0.24
United Utilities Group	GBP	271,833	2,352	0.26
			5,945	0.66
Utilities total			**26,917**	**2.98**
Equities total			**902,356**	**99.87**
Investment assets			902,356	99.87
Net other assets			1,156	0.13
Net assets			**903,512**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

^ Unlisted, suspended or delisted security.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		20,506		(56,648)
Revenue	3	37,623		31,297	
Expenses	4	(2,058)		(2,050)	
Net revenue before taxation		35,565		29,247	
Taxation	5	(347)		(227)	
Net revenue after taxation			35,218		29,020
Total return before distributions			**55,724**		**(27,628)**
Distributions	6		(35,219)		(29,020)
Change in net assets attributable to shareholders from investment activities			**20,505**		**(56,648)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**781,665**		**794,415**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	119,846		69,385	
Amounts payable on cancellation of shares	(50,218)		(51,452)	
		69,628		17,933
Dilution adjustment		521		248
Change in net assets attributable to shareholders from investment activities (see above)		20,505		(56,648)
Retained distribution on accumulation shares		31,192		25,716
Unclaimed distributions		1		1
Closing net assets attributable to shareholders		**903,512**		**781,665**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	902,356	758,681
Current assets:			
Debtors	8	2,608	7,469
Cash and bank balances	9	1,931	18,436
Total assets		**906,895**	**784,586**
Liabilities:			
Creditors:			
Distributions payable		(2,221)	(2,062)
Other creditors	10	(1,162)	(859)
Total liabilities		**(3,383)**	**(2,921)**
Net assets attributable to shareholders		**903,512**	**781,665**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency gains/(losses)	2	(4)
Derivative contracts losses	–	(111)
Expenses relating to the purchase and sale of investments	–	(22)
Non-derivative securities gains/(losses)	20,504	(56,511)
Net capital gains/(losses)	**20,506**	**(56,648)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	10	5
Interest on debt securities	18	4
Overseas dividends	5,550	4,587
Property income distributions	637	542
UK dividends	31,408	26,159
Total revenue	**37,623**	**31,297**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD periodic charges*	2,055	1,940
	2,055	1,940
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	44
Interest payable	3	–
Safe custody fee	–	8
	3	52
Other expenses:		
Audit fee**	–	7
FTSE® Index Tracker Fund licence fee	–	47
Printing and postage expenses	–	1
Statement fees	–	15
	–	70
Total expenses	**2,058**	**2,062**
Less those expenses rebated by the ACD	–	(12)
Net expenses	**2,058**	**2,050**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,790 (2018: £9,413) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Adjustments in respect of prior period	–	(2)
Overseas tax suffered	347	229
Total current tax (see note 5b)	**347**	**227**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**35,565**	**29,247**
Corporation tax at 20%	7,113	5,849
Effects of:		
Adjustments in respect of prior period	–	(2)
Movement in excess management expenses	260	286
Overseas dividends not subject to corporation tax	(1,098)	(912)
Overseas tax expensed	(1)	–
Overseas tax suffered	347	229
Revenue taxable in different periods	(2)	–
UK dividends not subject to corporation tax	(6,272)	(5,223)
Current tax charge (see note 5a)	**347**	**227**

Authorised Investment Funds are exempt from tax on capital gains, therefore, any capital returns are not included in the above reconciliation.

c Deferred tax

There is no material unprovided deferred tax (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £38,870,326 (2018: £37,568,495) creating a potential deferred tax asset of £7,774,065 (2018: £7,513,699). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distribution	14,165	11,964
Final distribution	20,951	17,266
	35,116	29,230
Add: Revenue deducted on cancellation of shares	503	433
Deduct: Revenue received on issue of shares	(400)	(643)
Total distributions	**35,219**	**29,020**
Reconciliation of distributions for the year to net revenue after taxation		
Distributions for the year	35,219	29,020
Undistributed revenue brought forward	(1)	(1)
Undistributed revenue carried forward	–	1
Net revenue after taxation	**35,218**	**29,020**

Details of the distributions per share are set out in the distribution tables on page 38.

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	902,356	758,681
Total value	**902,356**	**758,681**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	2,359	2,007
Amounts receivable on issue of shares	24	1,422
Overseas tax recoverable	209	144
Sales awaiting settlement	16	3,896
Total debtors	**2,608**	**7,469**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	1,931	18,436
Total cash and bank balances	**1,931**	**18,436**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	272	232
Amounts payable for cancellation of shares	890	627
Total other creditors	**1,162**	**859**

11 Contingent liabilities and commitments

The contingent liabilities and commitments at the year end date are as follows:

	As at 15.10.19 £000	As at 15.10.18 £000
Elementis Rights 18/10/2018	–	58
EnQuest Rights 19/10/2018	–	32
Total contingent liabilities	**–**	**90**

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £271,736 (2018: £232,151). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £28,307,854 (2018: £22,836,778). The amount outstanding at the year end was £17,139,856 (2018: £13,579,107). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £103,246,956 (2018: £33,199,451) and £102,216,775 (2018: £33,142,192) respectively. The income received during the year amounted to £449,970 (2018: £375,666).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	9,642	(19,110)	28,752
ACD and related parties (Class 2 Income shares)	1,405,099	(128,032)	1,533,131
ACD and related parties (Class 3 Accumulation shares)	288,331,845	31,490,477	256,841,368

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13 Shareholder funds

The Fund currently has four share classes: Class 1 and A (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.48%
Class 2: 0.23%
Class 3: 0.23%
Class A: 0.10%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 13 and 14. The distributions per share are given in the distribution tables on page 38. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	111,830,211	5,413,750	(7,755,956)	(400,474)	109,087,531
Class 2 Income shares	10,311,248	1,257,339	(1,344,093)	244,419	10,468,913
Class 3 Accumulation shares	256,841,368	44,304,441	(12,813,964)	–	288,331,845
Class A Accumulation shares	69,943,629	1,293,573	(10,284,489)	–	60,952,713

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 0.08% (2018: 0.09%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 0.21% (2018: 2.36%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Market price risk

At the year end date, 99.87% (2018: 97.06%) of the net assets of the Fund were invested in ordinary shares or stock units admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.99% (2018: 9.71%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Inspecie & Corporate Action activity)						
Equities	(177,255)	(11)	(845)	(178,111)	0.01%	0.48%
Funds	(102,100)	–	–	(102,100)	0.00%	0.00%
Purchases (include Corporate Action activity only)						
Equities	(492)	–	–	(492)	0.00%	0.00%
	(279,847)	(11)	(845)	(280,703)		
Sales (excluding Inspecie & Corporate Action activity)						
Equities	55,355	(1)	–	55,354	0.00%	0.00%
Funds	102,100	–	–	102,100	0.00%	0.00%
	157,455	(1)	–	157,454		
Total		(12)	(845)			
Percentage of Fund average net assets		0.00%	0.10%			

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Inspecie & Corporate Action activity)						
Equities	(90,573)	(2)	(422)	(90,997)	0.00%	0.47%
Funds	(32,600)	–	–	(32,600)	0.00%	0.00%
Purchases (include Corporate Action activity only)						
Equities	(1,624)	–	–	(1,624)	0.00%	0.00%
	(124,797)	(2)	(422)	(125,221)		
Sales (excluding Inspecie & Corporate Action activity)						
Equities	53,839	(8)	(1)	53,830	0.01%	0.00%
Funds	32,600	–	–	32,600	0.00%	0.00%
Sales (include Corporate Action activity only)						
Equities	–	–	–	–	0.00%	0.00%
	86,439	(8)	(1)	86,430		
Total		(10)	(423)			
Percentage of Fund average net assets		0.00%	0.05%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.09% (2018: 0.10%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the six months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	1.7456	–	1.7456	1.5858
	Group 2	1.0423	0.7033	1.7456	1.5858
Class 2 Income shares	Group 1	3.0229	–	3.0229	2.7952
	Group 2	1.5876	1.4353	3.0229	2.7952

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 3 Accumulation shares	Group 1	5.9297	–	5.9297	5.2701
	Group 2	5.1445	0.7852	5.9297	5.2701
Class A Accumulation shares	Group 1	2.6793	–	2.6793	2.3857
	Group 2	1.3753	1.3040	2.6793	2.3857

Final distribution

Group 1 shares are those shares purchased at or before 5:00pm on 15 April 2019.
Group 2 shares are those shares purchased after 5:00pm on 15 April 2019.

Interim distribution paid in pence per share for the six months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	1.3102	–	1.3102	1.0883
	Group 2	0.8997	0.4105	1.3102	1.0883
Class 2 Income shares	Group 1	2.3015	–	2.3015	2.0458
	Group 2	1.4999	0.8016	2.3015	2.0458

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 3 Accumulation shares	Group 1	4.4368	–	4.4368	3.7960
	Group 2	2.3729	2.0639	4.4368	3.7960
Class A Accumulation shares	Group 1	2.0171	–	2.0171	1.7319
	Group 2	1.2569	0.7602	2.0171	1.7319

Interim distribution

Group 1 shares are those shares purchased at or before 5:00pm on 15 October 2018.
Group 2 shares are those shares purchased after 5:00pm on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS UK LISTED EQUITY INCOME FUND

(PREVIOUSLY AVIVA INVESTORS UK EQUITY INCOME FUND)

INVESTMENT OBJECTIVE

The Fund aims to deliver an income return of at least 110% of the income return of the FTSE® All Share Index over any given 12-month period, whilst also aiming to grow your investment over the long term (5 years or more) by investing in shares of UK companies.

Both the income and return aims are measured before the deduction of Fund charges and tax.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of UK companies (incorporated or domiciled in the UK), or non UK companies which are listed in the UK or which have significant trading activities in the UK.

Other investments: The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Strategy: The Fund is actively managed, and the Investment Manager will adopt a high conviction approach (a strong belief), with a particular focus on "cash compounding" companies. These are typically mature companies which benefit from high barriers to entry given their competitive position in their industry, which we believe will offer good to high returns, and generate stable cash flows which will either be returned to investors as income or re-invested into the company to generate future dividends. The Investment Manager is also likely to invest in companies with a focus on the potential future cash flow growth they will generate, and their perceived ability to steadily grow their dividends, while showing what we believe to be financial strength and/or low levels of debt, with a strong management capability. In addition, the Investment Manager is likely to identify companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company to increase their future cash flows, and therefore potentially increase their dividends in the future.

Environmental, Social & Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's income return target is measured against the FTSE® All Share Index (the "Index"). The Fund's overall performance is also compared against the Index.

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index represents the performance of all eligible companies listed on the London Stock Exchange, and 98% of the UK's market capitalisation (total market value of a company's outstanding shares).

The Index has been selected as a benchmark for the income target and for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate target in relation to the income return and as a comparator for the Fund's overall performance.

FUND MANAGER'S REPORT

Performance

Over the twelve months ended 15 October 2019, the Aviva Investors UK Listed Equity Income Fund delivered a total return of 8.73% (share class 1), net of fees. The Fund's benchmark, the FTSE® All Share Index, returned 7.70%.

Market Review

The UK equity market has struggled to make progress over the reporting period with various headwinds undermining investor sentiment. The fourth quarter of 2018 saw weak markets globally, which was precipitated by US Federal Reserve (Fed) Chairman Jerome Powell cautioning in early October that the central bank was still a long way from returning interest rates to a neutral level, implying monetary policy would tighten further in 2019. This impacted equity market sentiment across the world, and in the UK it was highly valued companies in particular which came under pressure as 2018 ended. In early 2019, with global economic data softening and the uncertainty of trade wars escalating between the US and China, the Fed signalled an abrupt change in policy and stepped back from interest rate hikes, which led to a broad-based rally across the UK equity market during the first quarter of 2019. Given concerns over the impact of the US-China trade dispute and signs of softer US economic data, the Fed subsequently sanctioned two rate cuts in July and September. In China, economic growth decelerated to its lowest rate since 1992 during the third quarter, while the European Central Bank launched a new package of stimulus measures in an effort to tackle low growth and low inflation in the Eurozone.

However, the main factor which has accounted for the underperformance of UK equities in comparison with global indices was uncertainty over Brexit negotiations and scepticism amongst investors globally that the UK's withdrawal from the European Union can be resolved in a timely and efficient manner. Indeed, it remains highly uncertain as to how, and indeed when, the UK's withdrawal will be executed. This has had negative repercussions for the UK economy, with companies reticent to sign off long term investment projects, hiring freezes being witnessed and the housing market stuck in the doldrums. Although inventory building amongst UK businesses as a contingency measure against a disorderly Brexit boosted economic growth during the opening months of 2019, subsequently the UK economy shrank during the second quarter for the first time in almost seven years, as stockpiling activity slowed and Brexit uncertainty intensified against a backdrop of weaker global growth.

AVIVA INVESTORS UK LISTED EQUITY INCOME FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Increased perceived risks of a UK and/or global recession have been the key drivers of share price performance over the reporting period, overriding relative company valuations. Most notably, valuations amongst economically sensitive and domestically-focused stocks remain extremely depressed due to concerns over the risk of a pronounced economic slowdown, particularly in the event of a disorderly Brexit but also the impact of a prolonged US-led trade war.

On a more positive note, ongoing merger and acquisition activity, which has not solely been confined to larger, more liquid stocks, has been a feature of the UK equity market over the last 12 months. A combination of sterling weakness, attractive valuations and the low cost of debt finance have provided an accommodating backdrop for acquisitive corporations and private equity investors.

Fund Review

The Fund outperformed its benchmark over the reporting period. The main contributory factor was stock selection in the financials sector, where we have identified several attractive investment opportunities. Holdings in Pheonix Group and Intermediate Capital performed well. Life insurance group Phoenix raised its cash generation targets following the acquisition of Standard Life Aberdeen's (SLA) open-book insurance business, allowing management to raise the company's final dividend payment for 2018. More recently, Phoenix's recent interim results had revealed synergies from last year's acquisition of Standard Life Aberdeen's assurance business, while better than expected cash generation led management to guide towards the top end of their forecasted range for 2019 as a whole. Intermediate Capital, a specialist asset manager which invests across a range of debt, private equity and real estate through closed-ended funds, continues to beat AUM (assets under management) raising targets, launch new vintages and has the seemingly unique ability to increase fees. The company has been very successful at matching investor appetite for alternative assets with strong capital demand from underfunded small and medium-sized companies.

Other notable contributors during the period included Sage. The software group reported a rise in quarterly sales at the beginning of 2019, as the company is moving from a licence-based business to subscriptions, while growth in its North American business has been encouraging. Subsequently, the shares fell back in July after the company announced a decline in software revenues but we remain positive on the long-term prospects for the business as the company's strategy remains broadly on track. Positioning in the mining sector also contributed positively to the Fund's performance as our holding in mining group BHP gained ground on iron ore price strength following Rio Tinto's cut in production, while we avoided Glencore which announced that earnings had been badly hit by weak metals prices, particularly copper and cobalt, during the first half of 2019.

Detractors during the reporting period included holdings in Imperial Tobacco and Cineworld, as well as not holding AstraZeneca. Imperial cautioned that the backlash against vaping and e-cigarettes in the US would have a negative impact on revenues. This lower revenue guidance came shortly after Philip Morris called off talks on a $200 billion merger with US peer Altria. Cineworld's shares underperformed on weak admission data, which we believe is a timing issue given the year-on-year difference in the film slate releases. We added to our position, taking the view that the self-help story at US Chain Regal will be the bigger driver of sentiment as increasing evidence of this emerges in the coming 12-18 months. Amongst pharmaceuticals, not owning AstraZeneca in particular has continued to be a drag on relative performance given its size in the benchmark. Despite the company's impressive drugs pipeline, we were deterred by its high valuation.

We took advantage of periods of market weakness to add to several holdings in industrial companies such as engineering group IMI, equipment leasing firm Ashtead, turnaround specialist Melrose, packaging group DS Smith, airport sevices business BBA Aviation and brick manufacturer Ibstock. We started a new position in Ultra Electronics, the defence & aerospace, security, transport and energy company. We have a long-term positive view on defence spending and we believe there is a self-help opportunity at Ultra under a new CEO to focus more on its defence electronics business, which may see other divisions sold off. Subsequently, the company's interim results highlighted that US defence spending buoyed revenues in the aerospace and communications divisions, as well as the company citing a strong order book for the second half.

Amongst financials, we increased our position in Close Brothers, a leading UK specialist financial services group. We believe they are a consistent, high margin, high return business that has a track record of delivering loan book growth through the cycle. Following periods of negative UK political sentiment, we took the opportunity to capitalise on the company's attractive valuation.

We sold our position in HSBC, as we believe the bank's net interest margin will remain under pressure.

Amongst consumer stocks, we exited our position in Ted Baker following a profit warning that mainly stemmed from higher-than-anticipated discounting affecting gross margins. Whilst we believe competitors are struggling to match Ted Baker's fashion range and e-commence presence, the wider negative sentiment around the UK retail sector and consumer demand has provided strong headwinds in this upper tier of high street fashion. We believe this difficult trading environment will persist over the medium term.

AVIVA INVESTORS UK LISTED EQUITY INCOME FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

Looking forward, Brexit and global trade risks will continue to weigh heavily on the UK equity market although we believe the valuations of UK domestic-oriented stocks are now virtually discounting all but the worst-case Brexit scenario. The UK equity market continues to trade at a valuation discount to global peers, due to overhanging macroeconomic and Brexit-related uncertainties holding back investor flows, which is providing multiple stock-specific opportunities. Our approach continues to look through short-term market volatility and invest based on company fundamentals, with a rigorous focus on cash and valuation discipline.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 43 to 45 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.13 to 31.12.14	2.70	2.85	3.37
31.12.14 to 31.12.15	6.35	6.56	7.10
31.12.15 to 31.12.16	10.32	10.53	11.08
31.12.16 to 31.12.17	12.03	12.23	12.79
31.12.17 to 31.12.18	-10.94	-10.77	-10.33

Performance History – Income Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.13 to 31.12.14	N/A	1.18
31.12.14 to 31.12.15	N/A	0.98
31.12.15 to 31.12.16	N/A	16.75
31.12.16 to 31.12.17	N/A	13.10
31.12.17 to 31.12.18	N/A	-9.50

* Benchmark – FTSE® All Share Index.

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	2.03	2.85	3.37	1.18
31.12.14 to 31.12.15	5.71	6.57	7.09	0.98
31.12.15 to 31.12.16	9.65	10.52	11.08	16.75
31.12.16 to 31.12.17	11.34	12.34	12.79	13.10
31.12.17 to 31.12.18	-11.17	-10.77	-10.32	-9.50

* Benchmark – FTSE® All Share Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Yield History

Calendar year	Yield %	Benchmark Yield %*	Performance relative to target %
31.12.13 to 31.12.14	3.87	3.37	115
31.12.14 to 31.12.15	4.48	3.70	121
31.12.15 to 31.12.16	4.28	3.47	123
31.12.16 to 31.12.17	4.31	3.59	120
31.12.17 to 31.12.18	4.43	4.46	99

* Benchmark – FTSE® All Share Index.

Basis: Based on index provider data where applicable as at Close of Business (GMT). For all Funds' the data is calculated based on the gross income accrued by the by the Fund for the respective calendar year, dividend by the average NAV for the same period.

AVIVA INVESTORS UK LISTED EQUITY INCOME FUND (CONTINUED)

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
Ultra Electronics Holdings	Rio Tinto
Land Securities Group	HSBC Holdings
Tesco	AstraZeneca
Cineworld Group	Vodafone Group
BP	Smiths Group
Weir Group	KCOM Group
Shaftesbury	BBA Aviation
St James's Place	Melrose Industries
Ashtead Group	Intermediate Capital Group

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The level of targeted income is not guaranteed and may not be achieved.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	86.67	95.52	89.53
Return before operating charges†	8.50	(3.71)	10.92
Operating charges	(0.90)	(0.96)	(0.93)
Return after operating charges†	7.60	(4.67)	9.99
Distributions	(4.22)	(4.18)	(4.00)
Closing net asset value per share	90.05	86.67	95.52
† after direct transaction costs of	(0.11)	(0.29)	(0.07)
Performance			
Return after charges (%)	8.77%	(4.89)%	11.16%
Other information			
Closing net asset value (£000)	177,005	176,430	143,317
Closing number of shares	196,565,885	203,570,023	150,037,296
Operating charges (%)‡	1.00%	1.00%	1.00%
Direct transaction costs (%)#	0.12%	0.30%	0.07%
Prices≈			
Highest share price	95.60	100.13	98.26
Lowest share price	81.83	89.00	85.65

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	139.73	153.62	143.59
Return before operating charges†	13.74	(5.99)	17.55
Operating charges	(1.19)	(1.26)	(1.22)
Return after operating charges†	12.55	(7.25)	16.33
Distributions	(6.82)	(6.64)	(6.30)
Closing net asset value per share	145.46	139.73	153.62
† after direct transaction costs of	(0.18)	(0.46)	(0.11)
Performance			
Return after charges (%)	8.98%	(4.72)%	11.37%
Other information			
Closing net asset value (£000)	233,342	138,020	143,027
Closing number of shares	160,416,082	98,776,367	93,103,331
Operating charges (%)‡	0.81%	0.81%	0.82%
Direct transaction costs (%)#	0.12%	0.30%	0.07%
Prices≈			
Highest share price	154.36	161.28	157.86
Lowest share price	131.98	143.47	137.40

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	155.79	164.58	148.80
Return before operating charges†	15.25	(6.45)	18.30
Operating charges	(1.64)	(2.34)	(2.52)
Return after operating charges†	13.61	(8.79)	15.78
Distributions	(7.67)	(7.17)	(6.57)
Retained distributions on accumulation shares	7.67	7.17	6.57
Closing net asset value per share	169.40	155.79	164.58
† after direct transaction costs of	(0.20)	(0.50)	(0.11)
Performance			
Return after charges (%)	8.74%	(5.34)%	10.60%
Other information			
Closing net asset value (£000)	4,701	4,177	5,239
Closing number of shares	2,775,001	2,681,406	3,183,513
Operating charges (%)‡	1.00%	1.40%	1.62%
Direct transaction costs (%)#	0.12%	0.30%	0.07%
Prices≈			
Highest share price	175.23	175.41	165.65
Lowest share price	147.07	155.54	142.26

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	191.22	200.85	180.15
Return before operating charges†	18.73	(7.97)	22.24
Operating charges	(1.63)	(1.66)	(1.54)
Return after operating charges†	17.10	(9.63)	20.70
Distributions	(9.43)	(8.79)	(7.99)
Retained distributions on accumulation shares	9.43	8.79	7.99
Closing net asset value per share	208.32	191.22	200.85
† after direct transaction costs of	(0.24)	(0.61)	(0.13)
Performance			
Return after charges (%)	8.94%	(4.79)%	11.49%
Other information			
Closing net asset value (£000)	80,527	63,619	56,773
Closing number of shares	38,656,230	33,269,976	28,266,645
Operating charges (%)‡	0.81%	0.81%	0.82%
Direct transaction costs (%)#	0.12%	0.30%	0.07%
Prices≈			
Highest share price	215.40	215.10	201.56
Lowest share price	180.58	190.49	172.42

COMPARATIVE TABLES (CONTINUED)

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	194.01	212.33	197.62
Return before operating charges†	19.10	(8.33)	24.21
Operating charges	(0.65)	(0.68)	(0.65)
Return after operating charges†	18.45	(9.01)	23.56
Distributions	(9.49)	(9.31)	(8.85)
Closing net asset value per share	202.97	194.01	212.33
† after direct transaction costs of	(0.24)	(0.64)	(0.15)
Performance			
Return after charges (%)	9.51%	(4.24)%	11.92%
Other information			
Closing net asset value (£000)	457,488	523,909	534,019
Closing number of shares	225,393,858	270,036,746	251,498,975
Operating charges (%)‡	0.32%	0.32%	0.32%
Direct transaction costs (%)#	0.12%	0.30%	0.07%
Prices≈			
Highest share price	215.16	223.52	217.86
Lowest share price	183.44	199.22	189.23

Class 4 Income shares	2019◊ p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges†	(1.50)
Operating charges	(0.02)
Return after operating charges†	(1.52)
Distributions	(0.15)
Closing net asset value per share	98.33
† after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	(1.52)%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)‡	0.45%
Direct transaction costs (%)#	0.12%
Prices≈	
Highest share price	100.00
Lowest share price	95.89

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	312.61	326.72	291.59
Return before operating charges†	30.68	(13.05)	36.10
Operating charges	(1.06)	(1.06)	(0.97)
Return after operating charges†	29.62	(14.11)	35.13
Distributions	(15.46)	(14.48)	(13.19)
Retained distributions on accumulation shares	15.46	14.48	13.19
Closing net asset value per share	342.23	312.61	326.72
† after direct transaction costs of	(0.39)	(1.00)	(0.22)
Performance			
Return after charges (%)	9.48%	(4.32)%	12.05%
Other information			
Closing net asset value (£000)	7,567	7,735	8,809
Closing number of shares	2,210,974	2,474,415	2,696,185
Operating charges (%)‡	0.32%	0.32%	0.32%
Direct transaction costs (%)#	0.12%	0.30%	0.07%
Prices≈			
Highest share price	353.51	350.96	327.29
Lowest share price	295.51	310.55	279.27

Class 4 Income (closed)	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	133.50	125.16
Return before operating charges†	(129.96)	15.28
Operating charges	(0.94)	(1.45)
Return after operating charges†	(130.90)	13.83
Distributions	(2.60)	(5.49)
Closing net asset value per share	–	133.50
† after direct transaction costs of	–	(0.09)
Performance		
Return after charges (%)	–	11.05%
Other information		
Closing net asset value (£000)	–	36,468
Closing number of shares	–	27,317,640
Operating charges (%)‡	1.12%	1.12%
Direct transaction costs (%)#	–	0.07%
Prices≈		
Highest share price	139.90	137.33
Lowest share price	126.45	119.71

COMPARATIVE TABLES (CONTINUED)

Class 4 Accumulation shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	162.11	145.84
Return before operating charges†	(160.97)	17.99
Operating charges	(1.14)	(1.72)
Return after operating charges†	(162.11)	16.27
Distributions	(3.16)	(6.46)
Retained distributions on accumulation shares	3.16	6.46
Closing net asset value per share	–	162.11
† after direct transaction costs of	–	(0.11)
Performance		
Return after charges (%)	–	11.16%
Other information		
Closing net asset value (£000)	–	234
Closing number of shares	–	144,354
Operating charges (%)‡	1.12%	1.12%
Direct transaction costs (%)#	–	0.07%
Prices≈		
Highest share price	173.30	162.87
Lowest share price	153.55	139.53

Class A Income shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	125.76	118.50
Return before operating charges†	(122.03)	14.43
Operating charges	(1.28)	(1.99)
Return after operating charges†	(123.31)	12.44
Distributions	(2.45)	(5.18)
Closing net asset value per share	–	125.76
† after direct transaction costs of	–	(0.09)
Performance		
Return after charges (%)	–	10.50%
Other information		
Closing net asset value (£000)	–	24,699
Closing number of shares	–	19,639,814
Operating charges (%)‡	1.62%	1.62%
Direct transaction costs (%)#	–	0.07%
Prices≈		
Highest share price	131.39	129.61
Lowest share price	118.86	113.27

§ The share class was closed on 1 June 2018.

◊ This share class was launched on 30 September 2019.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	1.00%	1.00%
Class 2	0.81%	0.81%
Class 3	0.32%	0.32%
Class 4	0.45%	–

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substanital portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 99.78% (100.67%)				
Communication Services 8.17% (12.54%)				
Diversified Telecommunication Services 2.67% (5.03%)				
BT Group	GBP	12,994,780	25,641	2.67
			25,641	2.67
Entertainment 2.79% (1.55%)				
Cineworld Group	GBP	12,108,075	26,771	2.79
			26,771	2.79
Media 2.71% (3.94%)				
Informa	GBP	1,859,350	14,589	1.52
ITV	GBP	8,870,094	11,451	1.19
			26,040	2.71
Wireless Telecommunication Services 0.00% (2.02%)				
Communication Services total			**78,452**	**8.17**
Consumer Discretionary 5.35% (4.50%)				
Distributors 0.51% (0.55%)				
Headlam Group	GBP	1,102,866	4,897	0.51
			4,897	0.51
Hotels, Restaurants & Leisure 3.77% (3.12%)				
Carnival	GBP	396,371	12,363	1.29
Compass Group	GBP	1,201,689	23,847	2.48
			36,210	3.77
Household Durables 1.07% (0.83%)				
DFS Furniture	GBP	4,771,685	10,259	1.07
			10,259	1.07
Consumer Discretionary total			**51,366**	**5.35**
Consumer Staples 9.26% (9.03%)				
Beverages 1.00% (1.07%)				
Diageo	GBP	301,914	9,643	1.00
			9,643	1.00
Food & Staples Retailing 1.82% (0.00%)				
Tesco	GBP	7,226,167	17,495	1.82
			17,495	1.82
Personal Products 3.12% (3.22%)				
Unilever	GBP	651,479	29,988	3.12
			29,988	3.12
Tobacco 3.32% (4.74%)				
British American Tobacco	GBP	481,119	12,983	1.35
Imperial Brands	GBP	1,024,742	18,902	1.97
			31,885	3.32
Consumer Staples total			**89,011**	**9.26**
Energy 6.46% (6.65%)				
Oil, Gas & Consumable Fuels 6.46% (6.65%)				
BP	GBP	5,264,676	25,926	2.70
Royal Dutch Shell 'B'	GBP	1,588,952	36,117	3.76
			62,043	6.46
Energy total			**62,043**	**6.46**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Financials 27.33% (28.43%)				
Banks 0.00% (2.40%)				
Capital Markets 14.25% (11.81%)				
Close Brothers Group	GBP	1,207,318	16,202	1.69
Intermediate Capital Group	GBP	3,568,285	49,243	5.13
Rathbone Brothers	GBP	581,710	13,379	1.39
River & Mercantile Group	GBP	3,791,542	9,289	0.97
Schroders	GBP	695,933	20,690	2.15
Sherborne Investors Guernsey B	GBP	3,780,229	284	0.03
St James's Place	GBP	2,785,260	27,786	2.89
			136,873	14.25
Insurance 13.08% (14.22%)				
Beazley	GBP	1,848,672	11,471	1.19
Hiscox	GBP	1,060,764	16,781	1.75
Legal & General Group	GBP	8,507,748	22,375	2.33
Phoenix Group Holdings	GBP	4,972,019	34,993	3.64
Prudential	GBP	1,826,798	26,507	2.76
Sabre Insurance Group	GBP	4,568,789	13,524	1.41
			125,651	13.08
Financials total			**262,524**	**27.33**
Health Care 4.29% (6.26%)				
Pharmaceuticals 4.29% (6.26%)				
GlaxoSmithKline	GBP	2,475,115	41,191	4.29
			41,191	4.29
Health Care total			**41,191**	**4.29**
Industrials 18.59% (15.46%)				
Aerospace & Defense 5.04% (2.13%)				
BAE Systems	GBP	4,032,391	22,501	2.34
Chemring Group	GBP	2,000,000	3,840	0.40
Ultra Electronics Holdings	GBP	1,138,283	22,139	2.30
			48,480	5.04
Building Products 0.00% (0.31%)				
Commercial Services & Supplies 1.82% (1.69%)				
Babcock International Group	GBP	3,375,163	17,470	1.82
			17,470	1.82
Electrical Equipment 3.21% (3.27%)				
Melrose Industries	GBP	15,110,938	30,857	3.21
			30,857	3.21
Industrial Conglomerates 0.00% (1.39%)				
Machinery 2.65% (1.39%)				
IMI	GBP	1,308,240	12,732	1.33
Weir Group	GBP	921,574	12,699	1.32
			25,431	2.65
Professional Services 1.90% (1.95%)				
RELX	GBP	1,017,395	18,232	1.90
			18,232	1.90
Trading Companies & Distributors 0.86% (0.00%)				
Ashtead Group	GBP	388,069	8,254	0.86
			8,254	0.86

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Transportation Infrastructure 3.11% (3.33%)				
BBA Aviation	GBP	9,464,026	29,887	3.11
			29,887	3.11
Industrials total			**178,611**	**18.59**
Information Technology 2.17% (1.83%)				
Software 2.17% (1.83%)				
Sage Group	GBP	3,002,396	20,837	2.17
			20,837	2.17
Information Technology total			**20,837**	**2.17**
Investment Funds 2.99% (2.54%)				
Investment Companies 2.99% (2.54%)				
Foresight Solar Fund	GBP	5,000,000	5,875	0.61
Greencoat UK Wind	GBP	13,976,197	20,153	2.10
Sherborne Investors Guernsey C	GBP	4,857,185	2,696	0.28
			28,724	2.99
Investment Funds total			**28,724**	**2.99**
Materials 6.67% (8.83%)				
Construction Materials 1.41% (1.10%)				
Ibstock	GBP	5,278,195	13,501	1.41
			13,501	1.41
Containers & Packaging 1.08% (1.33%)				
DS Smith	GBP	3,010,437	10,419	1.08
			10,419	1.08
Metals & Mining 4.18% (6.40%)				
BHP Group	GBP	2,435,036	40,115	4.18
			40,115	4.18
Materials total			**64,035**	**6.67**
Real Estate 5.13% (1.52%)				
Equity Real Estate Investment Trusts (REITs) 5.13% (1.52%)				
GCP Student Living	GBP	3,246,376	5,610	0.59
Land Securities Group	GBP	2,185,585	19,723	2.05
Shaftesbury	GBP	1,416,794	13,077	1.36
Tritax Big Box REIT	GBP	7,135,752	10,889	1.13
			49,299	5.13
Real Estate total			**49,299**	**5.13**
Utilities 3.37% (3.08%)				
Multi-Utilities 2.20% (2.06%)				
National Grid	GBP	2,387,164	21,188	2.20
			21,188	2.20
Water Utilities 1.17% (1.02%)				
Severn Trent	GBP	512,466	11,223	1.17
			11,223	1.17
Utilities total			**32,411**	**3.37**
Equities total			**958,504**	**99.78**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Liquidity Funds 2.34% (0.00%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	22,500,000	22,500	2.34
Liquidity Funds total			**22,500**	**2.34**
Investment assets			981,004	102.12
Net other liabilities			(20,373)	(2.12)
Net assets			**960,631**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		45,274		(87,230)
Revenue	3	44,781		42,841	
Expenses	4	(5,560)		(5,712)	
Net revenue before taxation		39,221		37,129	
Taxation	5	83		(1)	
Net revenue after taxation			39,304		37,128
Total return before distributions			**84,578**		**(50,102)**
Distributions	6		(44,547)		(42,390)
Change in net assets attributable to shareholders from investment activities			**40,031**		**(92,492)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**913,890**		**952,585**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	80,325		131,087	
Amounts payable on cancellation of shares	(77,590)		(81,087)	
		2,735		50,000
Dilution adjustment		–		404
Change in net assets attributable to shareholders from investment activities (see above)		40,031		(92,492)
Retained distribution on accumulation shares		3,955		3,377
Unclaimed distributions		20		16
Closing net assets attributable to shareholders		**960,631**		**913,890**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	981,004	920,015
Current assets:			
Debtors	8	3,027	2,188
Cash and bank balances	9	363	14,989
Total assets		**984,394**	**937,192**
Liabilities:			
Creditors:			
Distribution payable on income shares		(22,774)	(21,953)
Other creditors	10	(989)	(1,349)
Total liabilities		**(23,763)**	**(23,302)**
Net assets attributable to shareholders		**960,631**	**913,890**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investments during the year comprise:		
Currency losses	(1)	(5)
Expenses relating to the purchase and sale of investments	–	(2)
Non-derivative securities gains/(losses)	45,275	(87,223)
Net capital gains/(losses)	**45,274**	**(87,230)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	14	78
Interest on debt securities	115	16
Overseas dividends	1,120	3,167
Property income distributions	1,438	338
UK dividends	42,085	39,242
Underwriting commission	9	–
Total revenue	**44,781**	**42,841**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	5,553	5,470
Registration fees	–	170
	5,553	5,640
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	47
Interest payable	7	–
Safe custody fee	–	10
	7	57
Other expenses:		
Audit fee**	–	7
Printing and postage expenses	–	1
Statement fees	–	20
	–	28
Total expenses	**5,560**	**5,725**
Less those expenses rebated by the ACD	–	(13)
Total expenses	**5,560**	**5,712**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,455 (2018: £9,091) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Adjustments in respect of prior period	(70)	–
Overseas tax suffered	(13)	1
Total current tax (see note 5b)	**(83)**	**1**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**39,221**	**37,129**
Corporation tax at 20%	7,844	7,426
Effects of:		
Adjustments in respect of prior period	(70)	–
Movement in excess management expenses	797	871
Overseas dividends not subject to corporation tax	(224)	(634)
Overseas tax suffered	(13)	1
UK dividends not subject to corporation tax	(8,417)	(7,663)
Current tax charge (see note 5a)	**(83)**	**1**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £59,595,729 (2018: £55,612,630) creating a potential deferred tax asset of £11,919,146 (2018: £11,122,526). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distribution	19,444	18,735
Final distribution	25,148	23,877
	44,592	42,612
Add: Revenue deducted on cancellation of shares	993	762
Deduct: Revenue received on issue of shares	(1,038)	(984)
Total distributions	**44,547**	**42,390**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	44,547	42,390
Fund Management Fee/ACD's periodic charge borne by the capital account	(5,553)	(5,471)
Equalisation on conversions	–	(6)
Tax relief on capitalised ACD's periodic charge	311	214
Undistributed revenue brought forward	(1)	–
Undistributed revenue carried forward	–	1
Net revenue after taxation	**39,304**	**37,128**

Details of the distributions per share are set out in the distribution tables on page 58 and 59.

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	958,504	920,015
Level 2: Observable market data	22,500	–
Total value	**981,004**	**920,015**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	1,876	1,723
Amounts receivable on issue of shares	1,142	427
Income tax recoverable	9	–
Overseas tax recoverable	–	38
Total debtors	**3,027**	**2,188**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	363	14,989
Total cash and bank balances	**363**	**14,989**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	238	675
Amounts payable for cancellation of shares	751	518
Purchases awaiting settlement	–	156
Total other creditors	**989**	**1,349**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charge paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charge was £237,589 (2018: £675,396). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £24,169,249 (2018: £25,280,135). The amount outstanding at the year end was £12,666,696 (2018: £14,339,370). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £243,100,000 (2018: £67,170,734) and £220,600,000 (2018: £109,106,951) respectively. The income received during the year amounted to £115,355 (2018: £1,055,456).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	14,620	(30,862)	45,482
ACD and related parties (Class 2 Income shares)	5,361,097	160,821	5,200,276
ACD and related parties (Class 3 Income shares)	225,393,858	(44,642,888)	270,036,746
ACD and related parties (Class 2 Accumulation shares)	5,063,968	277,359	4,786,609
ACD and related parties (Class 3 Accumulation shares)	2,210,974	(263,441)	2,474,415

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has four share classes: Class 1 and 4 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%
Class 2: 0.81%
Class 3: 0.32%
Class 4: 0.45%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 43 to 45. The distributions per share are given in the distribution tables on page 58 and 59. All the share classes have the same rights on winding up.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	203,570,023	8,582,640	(14,826,063)	(760,715)	196,565,885
Class 2 Income shares	98,776,367	27,028,787	(12,772,676)	47,383,604	160,416,082
Class 3 Income shares	270,036,746	7,375,884	(18,338,698)	(33,680,074)	225,393,858
Class 4 Income shares	–	1,000	–	–	1,000
Class 1 Accumulation shares	2,681,406	300,278	(155,667)	(51,016)	2,775,001
Class 2 Accumulation shares	33,269,976	9,471,581	(4,107,287)	21,960	38,656,230
Class 3 Accumulation shares	2,474,415	23,394	(286,835)	–	2,210,974

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 0.03% (2018: 0.06%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 2.38% (2018: 1.64%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Market price risk

At the year end date, 102.12% (2018: 100.67%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 10.21% (2018: 10.07%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Equities	(187,604)	(102)	(945)	(188,651)	0.05%	0.50%
Funds	(246,710)	–	–	(246,710)	0.00%	0.00%
	(434,314)	(102)	(945)	(435,361)		
Sales						
Equities	199,139	(91)	–	199,048	0.05%	0.00%
Funds	220,600	–	–	220,600	0.00%	0.00%
	419,739	(91)	–	419,648		
Total		(193)	(945)			
Percentage of Fund average net assets		0.02%	0.10%			

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding corporate actions)						
Equities	(318,076)	(186)	(2,690)	(320,952)	0.06%	0.85%
Funds	(66,500)	–	–	(66,500)	0.00%	0.00%
Purchases (corporate action activity only)						
Equities	(15,179)	–	–	(15,179)	0.00%	0.00%
	(399,755)	(186)	(2,690)	(402,631)		
Sales						
Equities	254,498	(135)	–	254,363	0.05%	0.00%
Funds	80,500	–	–	80,500	0.00%	0.00%
	334,998	(135)	–	334,863		
Total		(321)	(2,690)			
Percentage of Fund average net assets		0.03%	0.27%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.12% (2018: 0.13%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the six months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	2.3658	–	2.3658	2.2750
	Group 2	1.3093	1.0565	2.3658	2.2750
Class 2 Income shares	Group 1	3.8186	–	3.8186	3.6482
	Group 2	1.5275	2.2911	3.8186	3.6482
Class 3 Income shares	Group 1	5.3233	–	5.3233	5.0801
	Group 2	3.0859	2.2374	5.3233	5.0801

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	4.3363	–	4.3363	3.9736
	Group 2	2.8375	1.4988	4.3363	3.9736
Class 2 Accumulation shares	Group 1	5.3294	–	5.3294	4.8700
	Group 2	2.2140	3.1154	5.3294	4.8700
Class 3 Accumulation shares	Group 1	8.7455	–	8.7455	7.9766
	Group 2	4.9197	3.8258	8.7455	7.9766

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

Final distribution payable in pence per share for the period ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 4 Income shares	Group 1	0.1500	–	0.1500	–
	Group 2	0.1500	0.0000	0.1500	–

Final distribution

Group 1 shares are those shares purchased at 12:00 noon on 30 September 2019.
Group 2 shares are those shares purchased after 12:00 noon on 30 September 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the six months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	1.8579	–	1.8579	1.9025
	Group 2	1.2427	0.6152	1.8579	1.9025
Class 2 Income shares	Group 1	2.9970	–	2.9970	2.9945
	Group 2	1.6052	1.3918	2.9970	2.9945
Class 3 Income shares	Group 1	4.1674	–	4.1674	4.2256
	Group 2	2.8337	1.3337	4.1674	4.2256
Class 4 Income (closed) shares	Group 1	0.0000	–	0.0000	2.5973
	Group 2	0.0000	0.0000	0.0000	2.5973
Class A Income shares	Group 1	0.0000	–	0.0000	2.4456
	Group 2	0.0000	0.0000	0.0000	2.4456

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Accumulation shares	Group 1	3.3386	–	3.3386	3.2004
	Group 2	2.2656	1.0730	3.3386	3.2004
Class 2 Accumulation shares	Group 1	4.1003	–	4.1003	3.9151
	Group 2	2.1073	1.9930	4.1003	3.9151
Class 3 Accumulation shares	Group 1	6.7130	–	6.7130	6.5017
	Group 2	6.7130	0.0000	6.7130	6.5017
Class 4 Accumulation shares	Group 1	0.0000	–	0.0000	3.1554
	Group 2	0.0000	0.0000	0.0000	3.1554

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS UK LISTED EQUITY UNCONSTRAINED FUND

(PREVIOUSLY AVIVA INVESTORS UK EQUITY FUND)

The name of the Fund was changed to the Aviva Investors UK Listed Equity Unconstrained Fund on 2 January 2019.

INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of UK companies.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of UK companies, and non-UK companies which are listed in the UK or which have significant trading activities in the UK.

Other investments: The Fund may also invest in shares of unlisted companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Strategy: The Fund is actively managed with an unconstrained investment style, allowing the Investment Manager the freedom to invest in selected companies of any size, and at any stage of the business cycle. This will include investing in market leading and mature companies with the potential for superior earnings growth and sustainable dividends respectively, as well as identifying companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company's value to increase in the future.

The process for making investment decisions follows detailed analysis based on a wide range of financial metrics and research. This includes consideration of environmental, social and governance (ESG) criteria, but there are no specific ESG restrictions on the Investment Manager's decision making, which is determined in line with the Fund's objectives. Decisions are supported by active engagement with companies and use of voting rights, with the intention of positively influencing company behaviour to contribute to competitive returns. Further information regarding how we integrate ESG into our investment approach and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is compared against the FTSE® All Share Index (the "Index").

The Fund's investment process is not constrained by the Index, so it will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. However, as the Fund is unconstrained by the range, it could operate outside of it and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcome. Therefore the Fund's returns could be very similar to or very different from the Index.

FTSE® All Share Index represents the performance of all eligible companies listed on the London Stock Exchange, and 98% of the UK's market capitalisation (total market value of a company's outstanding shares).

The benchmark index has been selected for performance and risk measurement as the Fund's portfolio will be constructed by investing in shares included within the Index, and it is therefore an appropriate comparator for the Fund's performance.

FUND MANAGER'S REPORT

Performance

Over the twelve months ended 15 October 2019, the Aviva Investors UK Listed Equity Unconstrained Fund delivered a total return of 1.58% (share class 1), net of fees. The Fund's benchmark, the FTSE® All Share Index, returned 7.70%.

Market Review

The UK equity market has struggled to make progress over the reporting period with various headwinds undermining investor sentiment. The fourth quarter of 2018 saw weak markets globally, which was precipitated by US Federal Reserve (Fed) Chairman Jerome Powell cautioning in early October that the central bank was still a long way from returning interest rates to a neutral level, implying monetary policy would tighten further in 2019. This impacted equity market sentiment across the world, and in the UK it was highly valued companies in particular which came under pressure as 2018 ended. In early 2019, with global economic data softening and the uncertainty of trade wars escalating between the US and China, the Fed signalled an abrupt change in policy and stepped back from interest rate hikes, which led to a broad-based rally across the UK equity market during the first quarter of 2019. Given concerns over the impact of the US-China trade dispute and signs of softer US economic data, the Fed subsequently sanctioned two rate cuts in July and September. In China, economic growth decelerated to its lowest rate since 1992 during the third quarter, while the European Central Bank launched a new package of stimulus measures in an effort to tackle low growth and low inflation in the Eurozone.

However, the main factor which has accounted for the underperformance of UK equities in comparison with global indices was uncertainty over Brexit negotiations and scepticism amongst investors globally that the UK's withdrawal from the European Union can be resolved in a timely and efficient manner. Indeed, it remains highly uncertain as to how, and indeed when, the UK's withdrawal will be executed. This has had negative repercussions for the UK economy, with companies reticent to sign off long term investment projects, hiring freezes being witnessed and the housing market stuck in the doldrums. Although inventory building amongst UK businesses as a contingency measure against a disorderly Brexit boosted economic growth during the opening months of 2019, subsequently the UK economy shrank during the second quarter for the first time in almost seven years, as stockpiling activity slowed and Brexit uncertainty intensified against a backdrop of weaker global growth.

Increased perceived risks of a UK and/or global recession have been the key drivers of share price performance over the reporting period, overriding relative company valuations. Most notably, valuations amongst economically sensitive and domestically-focused stocks remain extremely depressed due to concerns over the risk of a pronounced economic slowdown, particularly in the event of a disorderly Brexit but also the impact of a prolonged US-led trade war.

On a more positive note, ongoing merger and acquisition activity, which has not solely been confined to larger, more liquid stocks, has been a feature of the UK equity market over the last 12 months. A combination of sterling weakness, attractive valuations and the low cost of debt finance have provided an accommodating backdrop for acquisitive corporations and private equity investors.

AVIVA INVESTORS UK LISTED EQUITY UNCONSTRAINED FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Fund Review

The main factor that detracted from Fund performance over the reporting period was exposure to several consumer stocks, most notably Thomas Cook, Ted Baker and Cineworld. Thomas Cook was the largest detractor after announcing a rescue deal with Chinese backer Forsun that would see it take a majority stake in the tour operating business and a minority stake in the airline business in exchange for £750m funding. Given previous reassurances we had received from management regarding the company's funding position, we were disappointed when this deal was announced and we exited this holding this holding in July, prior to the company going into liquidation in September. Clothing store Ted Baker was a significant detractor following a profit warning that mainly stemmed from higher-than-anticipated discounting affecting gross margins. Wider negative sentiment around the UK retail sector and consumer spending are strong headwinds despite Ted Baker's brand awareness and e-commerce offering. Cineworld's shares underperformed on weak admission data, which we believe is a timing issue given the year-on-year difference in the film slate releases. We added to our position, taking the view that the self-help story at US Chain Regal will be the bigger driver of sentiment as increasing evidence of this emerges in the coming 12-18 months.

An underweight position in the pharmaceuticals sector also detracted over the reporting period, Not owning AstraZeneca in particular has continued to be a drag on relative performance given its size in the benchmark. Despite the company's impressive drugs pipeline, we were deterred by its high valuation. Likewise, an underweight position in GlaxoSmithKline also detracted. in the energy sector, our holding in oil services company Wood Group lost ground, although this was largely attributable to weakness in the oil price which accounted for the underperformance of the whole sector. The company maintained guidance on their debt, earmarking future disposals which should result in increased revenue growth and cash generation.

The main contributor was our holding in Mitchells & Butlers, the pub and restaurant group, which reported margin progress and outperformance on sales growth in the spring, and continued to perform well in the aftermath of a recent bid for peer Greene King from Hong Kong listed CKA Group. Post the strong performance, and due to the large position size, we subsequently trimmed our holding reflecting the company's higher valuation. Exposure to financials was also a contributory factor over the reporting period, notably holdings in Charter Court Financial Services and Intermediate Capital. Charter Court Financial Services a specialist UK-focused mortgage lender, posted solid annual results in February, prior to accepting a takeover offer from OneSavings Bank, which separately reported a strong increase in underlying pre-tax profit. Intermediate Capital, the alternative asset manager, surpassed lending targets, creating upward fee margin pressure as the demand for this asset class increases. The company has been very successful at matching investor appetite for alternative assets with strong capital demand from underfunded small and medium-sized companies. Elsewhere, our holding in mining group BHP gained ground on iron ore price strength following Rio Tinto's cut in production.

We took advantage of periods of market weakness to add to several holdings where the fundamental investment case remains intact notably housebuilder Bellway, Cineworld – highlighted above, airline IAG, construction group Morgan Sindall, OneSavings Bank and Wood Group. We trimmed holdings in equipment leasing specialist Ashtead and gaming group 888 to realise some gains and rebalance the risk profile of the Fund. We participated in the IPO of travel booking app Trainline. As the dominant player in the rail industry, we were attracted by prospects for growth in both the UK and Europe through new product innovation, geographic expansion, and the shift to online bookings. We subsequently exited our position after the share price appreciation since the IPO more fully reflected the future opportunities for the business.

During the third quarter of 2019 we started a new position in FTSE® 250 engineered ceramics company, Vesuvius. We believe they will continue to benefit from the delivery of manufacturing efficiencies, improving margins more than the market consensus, on growing revenue. We also added new holdings in Grafton and Future. The share price of Grafton, the international distributor of building materials, had been weak on slowing like-for-like growth from 2018 weather distortion. We believe the market is underappreciating the growth from higher margin areas of the business, which either operates in a niche or is a market leader. Future is a media business with focus on special interest magazine and websites. We see a significant opportunity for subscriber and price growth in the UK and US markets, which should generate cash flow growth ahead of market expectations.

Outlook

Looking forward, Brexit and global trade risks will continue to weigh heavily on the UK equity market although we believe the valuations of UK domestic-oriented stocks are now virtually discounting all but the worst-case Brexit scenario. The Fund is managed using an unconstrained best ideas approach – actively taking high conviction positions where we believe that we have identified a difference to the consensus view sentiment. The UK equity market continues to trade at a valuation discount to global peers due to overhanging macroeconomic and Brexit-related uncertainties holding back investor flows, which is providing multiple stock-specific opportunities. The portfolio is constructed with a diverse range of holdings driven by fundamental insights. Currently, the overall portfolio has a lower forecast P/E ratio (price earnings ratio) and a higher running dividend yield than the UK equity market as a whole.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 63 and 64 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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AVIVA INVESTORS UK LISTED EQUITY UNCONSTRAINED FUND (CONTINUED)

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	0.49	0.66	1.16	1.18
31.12.14 to 31.12.15	9.50	9.69	10.24	0.98
31.12.15 to 31.12.16	10.65	10.84	11.40	16.75
31.12.16 to 31.12.17	13.88	14.08	14.64	13.10
31.12.17 to 31.12.18	-12.13	-11.98	-11.52	-9.50

* Benchmark – FTSE® All Share Index.

Performance History – Accumulation Shares

Calendar year	Share Class 2 %	Benchmark* %
31.12.13 to 31.12.14	0.67	1.18
31.12.14 to 31.12.15	9.69	0.98
31.12.15 to 31.12.16	10.84	16.75
31.12.16 to 31.12.17	14.08	13.10
31.12.17 to 31.12.18	-11.97	-9.50

* Benchmark – FTSE® All Share Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
BP	GlaxoSmithKline
John Wood Group	Rio Tinto
Cineworld Group	RELX
Barclays	HSBC Holdings
British American Tobacco	DS Smith
888 Holdings	Mitchells & Butlers
Anglo American	Intermediate Capital Group
Imperial Brands	Ashtead Group
Elementis	Sage Group

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

– This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.

– The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.

– Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	115.94	126.48	113.13
Return before operating charges†	4.91	(6.06)	17.55
Operating charges	(1.18)	(1.28)	(1.20)
Return after operating charges†	3.73	(7.34)	16.35
Distributions	(4.49)	(3.20)	(3.00)
Closing net asset value per share	115.18	115.94	126.48
† after direct transaction costs of	(0.59)	(0.58)	(0.11)
Performance			
Return after charges (%)	3.22%	(5.80)%	14.45%
Other information			
Closing net asset value (£000)	139,797	146,632	154,940
Closing number of shares	121,368,791	126,468,272	122,502,030
Operating charges (%)‡	1.00%	1.01%	1.00%
Direct transaction costs (%)#	0.50%	0.46%	0.09%
Prices≈			
Highest share price	126.66	131.51	128.28
Lowest share price	107.07	117.80	108.48

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	142.12	155.05	138.69
Return before operating charges†	6.02	(7.44)	21.53
Operating charges	(1.18)	(1.29)	(1.23)
Return after operating charges†	4.84	(8.73)	20.30
Distributions	(5.77)	(4.20)	(3.94)
Closing net asset value per share	141.19	142.12	155.05
† after direct transaction costs of	(0.72)	(0.71)	(0.13)
Performance			
Return after charges (%)	3.41%	(5.63)%	14.64%
Other information			
Closing net asset value (£000)	22,058	27,055	20,974
Closing number of shares	15,622,217	19,036,856	13,527,151
Operating charges (%)‡	0.82%	0.83%	0.83%
Direct transaction costs (%)#	0.50%	0.46%	0.09%
Prices≈			
Highest share price	155.40	161.24	157.39
Lowest share price	131.29	144.53	133.00

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	284.67	301.76	262.99
Return before operating charges†	11.78	(14.57)	41.12
Operating charges	(2.37)	(2.52)	(2.35)
Return after operating charges†	9.41	(17.09)	38.77
Distributions	(11.66)	(8.24)	(7.52)
Retained distributions on accumulation shares	11.66	8.24	7.52
Closing net asset value per share	294.08	284.67	301.76
† after direct transaction costs of	(1.45)	(1.39)	(0.25)
Performance			
Return after charges (%)	3.31%	(5.66)%	14.74%
Other information			
Closing net asset value (£000)	22,184	47,437	26,742
Closing number of shares	7,543,844	16,663,945	8,862,046
Operating charges (%)‡	0.82%	0.83%	0.83%
Direct transaction costs (%)#	0.50%	0.46%	0.09%
Prices≈			
Highest share price	313.75	317.78	301.98
Lowest share price	262.96	283.50	252.23

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	229.91	250.91	224.38
Return before operating charges†	9.82	(12.10)	34.87
Operating charges	(0.75)	(0.83)	(0.80)
Return after operating charges†	9.07	(12.93)	34.07
Distributions	(10.52)	(8.07)	(7.54)
Closing net asset value per share	228.46	229.91	250.91
† after direct transaction costs of	(1.16)	(1.15)	(0.21)
Performance			
Return after charges (%)	3.95%	(5.15)%	15.18%
Other information			
Closing net asset value (£000)	6,105	6,782	7,593
Closing number of shares	2,672,209	2,949,721	3,026,359
Operating charges (%)‡	0.32%	0.33%	0.33%
Direct transaction costs (%)#	0.50%	0.46%	0.09%
Prices≈			
Highest share price	252.03	261.04	255.28
Lowest share price	212.61	234.46	215.23

COMPARATIVE TABLES (CONTINUED)

Class A Income shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	165.48	148.04
Return before operating charges†	(162.44)	22.94
Operating charges	(1.69)	(2.56)
Return after operating charges†	(164.13)	20.38
Distributions	(1.35)	(2.94)
Closing net asset value per share	–	165.48
† after direct transaction costs of	–	(0.14)
Performance		
Return after charges (%)	–	13.77%
Other information		
Closing net asset value (£000)	–	10,852
Closing number of shares	–	6,558,161
Operating charges (%)‡	1.63%	1.63%
Direct transaction costs (%)#	–	0.09%
Prices≈		
Highest share price	171.95	167.32
Lowest share price	154.87	141.91

§ The share class was closed on 1 June 2018.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	1.00%	1.00%
Class 2	0.82%	0.82%
Class 3	0.32%	0.32%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 98.25% (93.51%)				
Communication Services 4.83% (9.38%)				
Diversified Telecommunication Services 0.00% (1.84%)				
Entertainment 4.37% (1.23%)				
Cineworld Group	GBP	3,761,795	8,317	4.37
			8,317	4.37
Media 0.46% (4.27%)				
Future	GBP	71,730	865	0.46
			865	0.46
Wireless Telecommunication Services 0.00% (2.04%)				
Communication Services total			**9,182**	**4.83**
Consumer Discretionary 10.20% (6.18%)				
Hotels, Restaurants & Leisure 7.09% (3.96%)				
888 Holdings	GBP	5,181,501	8,518	4.48
GVC Holdings	GBP	171,355	1,436	0.75
Mitchells & Butlers	GBP	487,954	1,974	1.04
William Hill	GBP	796,050	1,556	0.82
			13,484	7.09
Household Durables 3.11% (2.22%)				
Bellway	GBP	117,560	3,869	2.04
Redrow	GBP	328,412	2,039	1.07
			5,908	3.11
Consumer Discretionary total			**19,392**	**10.20**
Consumer Staples 8.23% (1.84%)				
Food & Staples Retailing 0.78% (0.00%)				
Tesco	GBP	612,069	1,482	0.78
			1,482	0.78
Tobacco 7.45% (1.84%)				
British American Tobacco	GBP	347,431	9,375	4.93
Imperial Brands	GBP	259,613	4,789	2.52
			14,164	7.45
Consumer Staples total			**15,646**	**8.23**
Energy 12.44% (5.09%)				
Energy Equipment & Services 2.12% (0.00%)				
John Wood Group	GBP	1,153,137	4,027	2.12
			4,027	2.12
Oil, Gas & Consumable Fuels 10.32% (5.09%)				
BP	GBP	1,953,110	9,618	5.06
Royal Dutch Shell 'B'	GBP	440,700	10,017	5.26
			19,635	10.32
Energy total			**23,662**	**12.44**
Financials 25.30% (27.45%)				
Banks 7.60% (6.13%)				
Barclays	GBP	5,482,581	8,820	4.64
Standard Chartered	GBP	862,372	5,635	2.96
			14,455	7.60

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Capital Markets 6.02% (9.10%)				
Close Brothers Group	GBP	266,947	3,583	1.88
Intermediate Capital Group	GBP	211,606	2,920	1.54
Sherborne Investors Guernsey B	GBP	1,681,862	126	0.07
St James's Place	GBP	482,721	4,816	2.53
			11,445	6.02
Insurance 6.43% (9.59%)				
Phoenix Group Holdings	GBP	760,756	5,354	2.82
Prudential	GBP	473,170	6,866	3.61
			12,220	6.43
Thrifts & Mortgage Finance 5.25% (2.63%)				
OneSavings Bank	GBP	2,634,605	9,985	5.25
			9,985	5.25
Financials total			**48,105**	**25.30**
Health Care 0.00% (4.08%)				
Pharmaceuticals 0.00% (4.08%)				
Industrials 14.36% (17.69%)				
Airlines 4.27% (2.53%)				
International Consolidated Airlines Group	GBP	1,614,832	8,110	4.27
			8,110	4.27
Building Products 0.00% (1.02%)				
Commercial Services & Supplies 0.00% (0.60%)				
Construction & Engineering 3.63% (0.00%)				
Morgan Sindall Group	GBP	580,730	6,911	3.63
			6,911	3.63
Electrical Equipment 1.04% (2.90%)				
Melrose Industries	GBP	971,828	1,984	1.04
			1,984	1.04
Industrial Conglomerates 0.00% (1.41%)				
Machinery 2.60% (0.00%)				
IMI	GBP	187,527	1,825	0.96
Vesuvius	GBP	863,395	3,122	1.64
			4,947	2.60
Professional Services 0.00% (3.46%)				
Trading Companies & Distributors 2.82% (2.81%)				
Ashtead Group	GBP	88,978	1,893	1.00
Grafton Group	GBP	414,048	3,459	1.82
			5,352	2.82
Transportation Infrastructure 0.00% (2.96%)				
Industrials total			**27,304**	**14.36**
Information Technology 2.27% (2.51%)				
IT Services 2.27% (0.00%)				
NCC Group	GBP	2,339,338	4,309	2.27
			4,309	2.27
Software 0.00% (2.51%)				
Information Technology total			**4,309**	**2.27**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Investment Funds 0.59% (0.66%)				
Investment Companies 0.59% (0.66%)				
Sherborne Investors Guernsey C	GBP	2,042,321	1,133	0.59
			1,133	0.59
Investment Funds total			**1,133**	**0.59**
Materials 20.03% (14.36%)				
Chemicals 4.31% (0.00%)				
Elementis	GBP	2,827,482	4,202	2.21
Synthomer	GBP	1,357,469	3,996	2.10
			8,198	4.31
Construction Materials 0.00% (1.41%)				
Containers & Packaging 0.96% (2.13%)				
DS Smith	GBP	527,369	1,825	0.96
			1,825	0.96
Metals & Mining 12.83% (10.82%)				
Anglo American	GBP	433,103	8,345	4.39
BHP Group	GBP	567,647	9,351	4.92
Glencore	GBP	2,005,415	4,626	2.43
Rio Tinto	GBP	51,401	2,079	1.09
			24,401	12.83
Paper & Forest Products 1.93% (0.00%)				
Mondi	GBP	227,696	3,664	1.93
			3,664	1.93
Materials total			**38,088**	**20.03**
Real Estate 0.00% (1.26%)				
Equity Real Estate Investment Trusts (REITs) 0.00% (1.26%)				
Utilities 0.00% (3.01%)				
Multi-Utilities 0.00% (1.05%)				
Water Utilities 0.00% (1.96%)				
Equities total			**186,821**	**98.25**
Liquidity Funds 3.16% (5.18%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	6,000,000	6,000	3.16
Liquidity Funds total			**6,000**	**3.16**
Investment assets			192,821	101.41
Net other liabilities			(2,677)	(1.41)
Net assets			**190,144**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital losses	2		(1,107)		(20,377)
Revenue	3	9,901		8,520	
Expenses	4	(1,928)		(2,267)	
Net revenue before taxation		7,973		6,253	
Taxation	5	(30)		–	
Net revenue after taxation			7,943		6,253
Total return before distributions			**6,836**		**(14,124)**
Distributions	6		(7,943)		(6,262)
Change in net assets attributable to shareholders from investment activities			**(1,107)**		**(20,386)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**227,906**		**221,101**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	7,363		43,968	
Amounts payable on cancellation of shares	(45,002)		(18,061)	
		(37,639)		25,907
Dilution adjustment		16		–
Change in net assets attributable to shareholders from investment activities (see above)		(1,107)		(20,386)
Retained distribution on accumulation shares		962		1,280
Unclaimed distributions		6		4
Closing net assets attributable to shareholders		**190,144**		**227,906**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	192,821	224,923
Current assets:			
Debtors	8	1,277	1,325
Cash and bank balances	9	1,126	7,634
Total assets		**195,224**	**233,882**
Liabilities:			
Creditors:			
Distribution payable		(4,073)	(2,818)
Other creditors	10	(1,007)	(3,158)
Total liabilities		**(5,080)**	**(5,976)**
Net assets attributable to shareholders		**190,144**	**227,906**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital losses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital losses on investment during the year comprise:		
Currency losses	(24)	(2)
Expenses relating to the purchase and sale of investments	–	(2)
Non-derivative securities losses	(1,083)	(20,373)
Net capital losses	**(1,107)**	**(20,377)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	4	2
Interest on debt securities	56	43
Overseas dividends	2,068	424
Property income distributions	33	127
UK dividends	7,740	7,924
Total revenue	**9,901**	**8,520**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ ACD Periodic Charges*	1,926	2,208
Registration fees	–	46
	1,926	2,254
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	20
Interest payable	2	–
Safe custody fee	–	3
	2	23
Other expenses:		
Audit fee**	–	7
Printing and postage expenses	–	1
Statement fee	–	6
	–	14
Total expenses	**1,928**	**2,291**
Less those expenses rebated by the ACD	–	(24)
Net expenses	**1,928**	**2,267**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,455 (2018: £9,091) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Overseas tax suffered	30	–
Total current tax (see note 5b)	**30**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**7,973**	**6,253**
Corporation tax at 20%	1,595	1,251
Effects of:		
Movement in excess management expenses	367	419
Overseas dividends not subject to corporation tax	(414)	(85)
Overseas tax suffered	30	–
UK dividends not subject to corporation tax	(1,548)	(1,585)
Current tax charge (see note 5a)	**30**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £51,459,554 (2018: £49,624,968) creating a potential deferred tax asset of £10,291,911 (2018: £9,924,994). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distribution	3,067	2,791
Final distribution	4,613	3,581
	7,680	6,372
Add: Revenue deducted on cancellation of shares	304	87
Deduct: Revenue received on issue of shares	(41)	(197)
Total distributions	**7,943**	**6,262**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	7,943	6,262
Equalisation on conversions	–	(9)
Net revenue after taxation	**7,943**	**6,253**

Details of the distributions per share are set out in the distribution tables on page 76.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	186,821	213,123
Level 2: Observable market data	6,000	11,800
Total value	**192,821**	**224,923**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	765	592
Amounts receivable on issue of shares	95	233
Overseas tax recoverable	47	–
Sales awaiting settlement	370	500
Total debtors	**1,277**	**1,325**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	1,126	7,634
Total cash and bank balances	**1,126**	**7,634**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	71	271
Amounts payable for cancellation of shares	477	201
Purchases awaiting settlement	459	2,686
Total other creditors	**1,007**	**3,158**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £70,823 (2018: £271,048). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £525,991 (2018: £214,278). The amount outstanding at the year end was £306,282 (2018: £123,120). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £132,400,341 (2018: £73,900,000) and £138,200,341 (2018: £88,100,000) respectively. The income received during the year amounted to £56,094 (2018: £43,481).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	868	(11,858)	12,726
ACD and related parties (Class 2 Income shares)	972,457	(251,546)	1,224,003
ACD and related parties (Class 3 Income shares)	2,672,209	(277,512)	2,949,721
ACD and related parties (Class 2 Accumulation shares)	1,452,418	(500,761)	1,953,179

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%
Class 2: 0.82%
Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 63 and 64. The distributions per share are given in the distribution tables on page 76. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	126,468,272	4,042,713	(8,925,582)	(216,612)	121,368,791
Class 2 Income shares	19,036,856	751,888	(4,343,157)	176,630	15,622,217
Class 3 Income shares	2,949,721	103,525	(381,037)	–	2,672,209
Class 2 Accumulation shares	16,663,945	527,485	(9,647,586)	–	7,543,844

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 0.64% (2018: 0.04%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 3.75% (2018: 8.53%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

Market price risk

At the year end date, 101.41% (2018: 98.69%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 10.14% (2018: 9.87%).

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (exclude Inspecie & Corporate Action activity)						
Equities	(189,081)	(96)	(843)	(190,020)	0.05%	0.45%
Funds	(132,400)	–	–	(132,400)	0.00%	0.00%
Purchases (include Corporate Action activity only)						
Equities	(166)	–	–	(166)	0.00%	0.00%
	(321,647)	(96)	(843)	(322,586)		
Sales						
Equities	215,509	(105)	–	215,404	0.05%	0.00%
Funds	138,200	–	–	138,200	0.00%	0.00%
	353,709	(105)	–	353,604		
Total		(201)	(843)			
Percentage of Fund average net assets		0.10%	0.40%			

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs (continued)

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (exclude Inspecie & Corporate Action activity)						
Equities	(121,565)	(66)	(985)	(122,616)	0.05%	0.81%
Funds	(73,900)	–	–	(73,900)	0.00%	0.00%
Purchases (include Corporate Action activity only)						
Equities	(2,324)	–	–	(2,324)	0.00%	0.00%
	(197,788)	(66)	(985)	(198,840)		
Sales						
Equities	100,859	(55)	–	100,804	0.05%	0.00%
Funds	88,100	–	–	88,100	0.00%	0.00%
	188,959	(55)	–	188,904		
Total		(122)	(985)			
Percentage of Fund average net assets		0.05%	0.41%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.15% (2018: 0.13%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the six months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	2.7644	–	2.7644	1.7766
	Group 2	1.8146	0.9498	2.7644	1.7766
Class 2 Income shares	Group 1	3.5206	–	3.5206	2.3202
	Group 2	2.0507	1.4699	3.5206	2.3202
Class 3 Income shares	Group 1	6.2912	–	6.2912	4.4000
	Group 2	6.2393	0.0519	6.2912	4.4000

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 2 Accumulation shares	Group 1	7.1541	–	7.1541	4.5742
	Group 2	3.8202	3.3339	7.1541	4.5742

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

Interim distribution paid in pence per share for the six months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	1.7300	–	1.7300	1.4247
	Group 2	1.2336	0.4964	1.7300	1.4247
Class 2 Income shares	Group 1	2.2504	–	2.2504	1.8828
	Group 2	1.5417	0.7087	2.2504	1.8828
Class 3 Income shares	Group 1	4.2244	–	4.2244	3.6697
	Group 2	3.9583	0.2661	4.2244	3.6697
Class A Income shares	Group 1	0.0000	–	0.0000	1.3505
	Group 2	0.0000	0.0000	0.0000	1.3505

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 2 Accumulation shares	Group 1	4.5071	–	4.5071	3.6665
	Group 2	3.6902	0.8169	4.5071	3.6665

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS UK LISTED SMALL AND MID-CAP FUND

(PREVIOUSLY AVIVA INVESTORS UK GROWTH FUND)

The name of the Fund was changed to the Aviva Investors UK Listed Small and Mid-Cap Fund on 2 January 2019.

INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of small and medium sized UK companies.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of UK companies, or non-UK companies which are listed in the UK or which have significant trading activities in the UK.

Other investments: The Fund may also invest in shares of unlisted companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Strategy: The Fund is actively managed, and the Investment Manager will focus investment on small and medium sized companies which are deemed to be undervalued by the market. This approach concentrates on companies that are considered to have growth, quality or recovery characteristics, as determined by where a company is in its lifecycle. Growth can come from being in a growing sector, gaining market share, or as a result of industry consolidation. Quality can be defined as companies with market leading products or services, with the potential for stable profits and strong cash generation. A company's potential for recovery could be as a result of management change, or a change in strategic direction.

The process for making investment decisions follows detailed analysis based on a wide range of financial metrics and research. This includes consideration of environmental, social and governance (ESG) criteria, but there are no specific ESG restrictions on the Investment Manager's decision making, which is determined in line with the Fund's objectives. Decisions are supported by active engagement with companies and use of voting rights, with the intention of positively influencing company behaviour to contribute to competitive returns. Further information regarding how we integrate ESG into our investment approach and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance, is compared against the FTSE® 250 ex Investment Trust (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the variation between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more closely the Index is tracked by the Fund, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

FTSE® 250 ex Investment Trust Index is currently comprised of approximately 200 medium sized UK companies, as determined by their market capitalisation (total market value of a company's outstanding shares). The companies ncluded on this Index have a market capitalisation between approximately £200 million and £5.5 billion.

The benchmark index has been selected for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

FUND MANAGER'S REPORT

Performance

Over the twelve months ended 15 October 2019, the Aviva Investors UK Listed Small and Mid-Cap Fund delivered a total return of 11.99%. The Fund's benchmark, the FTSE® 250 ex Investment Trust (the "Index"), returned 14.20%.

Market Review

The UK equity market has struggled to make progress over the reporting period with various headwinds undermining investor sentiment. The fourth quarter of 2018 saw weak markets globally, which was precipitated by US Federal Reserve (Fed) Chairman Jerome Powell cautioning in early October that the central bank was still a long way from returning interest rates to a neutral level, implying monetary policy would tighten further in 2019. This impacted equity market sentiment across the world, and in the UK it was highly valued companies in particular which came under pressure as 2018 ended. In early 2019, with global economic data softening and the uncertainty of trade wars escalating between the US and China, the Fed signalled an abrupt change in policy and stepped back from interest rate hikes, which led to a broad-based rally across the UK equity market during the first quarter of 2019. Given concerns over the impact of the US-China trade dispute and signs of softer US economic data, the Fed subsequently sanctioned two rate cuts in July and September. In China, economic growth decelerated to its lowest rate since 1992 during the third quarter, while the European Central Bank launched a new package of stimulus measures in an effort to tackle low growth and low inflation in the Eurozone.

However, the main factor which has accounted for the underperformance of UK equities in comparison with global indices was uncertainty over Brexit negotiations and scepticism amongst investors globally that the UK's withdrawal from the European Union can be resolved in a timely and efficient manner. Indeed, it remains highly uncertain as to how, and indeed when, the UK's withdrawal will be executed. This has had negative repercussions for the UK economy, with companies reticent to sign off long term investment projects, hiring freezes being witnessed and the housing market stuck in the doldrums. Although inventory building amongst UK businesses as a contingency measure against a disorderly Brexit boosted economic growth during the opening months of 2019, subsequently the UK economy shrank during the second quarter for the first time in almost seven years, as stockpiling activity slowed and Brexit uncertainty intensified against a backdrop of weaker global growth.

Increased perceived risks of a UK and/or global recession have been the key drivers of share price performance over the reporting period, overriding relative company valuations. Most notably, valuations amongst economically sensitive and domestically-focused stocks remain extremely depressed due to concerns over the risk of a pronounced economic slowdown, particularly in the event of a disorderly Brexit but also the impact of a prolonged US-led trade war.

AVIVA INVESTORS UK LISTED SMALL AND MID-CAP FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

On a more positive note, ongoing merger and acquisition activity, which has not solely been confined to larger, more liquid stocks, has been a feature of the UK equity market over the last 12 months. A combination of sterling weakness, attractive valuations and the low cost of debt finance have provided an accommodating backdrop for acquisitive corporations and private equity investors. This has boosted the performance of mid-cap stocks although smaller companies, which are perceived as being more exposed to the domestic economy, underperformed trailing both FSTE® 250 and FSTE® 100 constituents over the reporting period.

Fund Review

During the reporting period, the Fund changed strategy as of the 1st January 2019, from a multi-cap growth and quality focused mandate to one targeting UK small and mid-caps, with a corresponding benchmark change from the FSTE® All Share Index to the FSTE® 250 ex Investment Trusts Index. Accordingly, the Fund's name changed from the AI UK Growth Fund to the AI UK Listed Small and Mid-Cap Fund. Investors should be aware that this reporting period contains periods relating to the two different mandates. The Fund's mid-cap positioning skewed to growth companies caused volatility over the period given the FSTE® 250 Index, and growth as a style, underperformed during the fourth quarter of 2018. However, this trend reversed during the opening months of 2019 with a beneficial impact on fund performance.

A key contributor has been our holding in 4imprint, the supplier of imprinted promotional merchandise. 97% of the company's revenues derived from the US. 4imprint recently announced another strong period of trading, with organic revenue growth of 16% for the first half of the trading year. The company has a very strong track record of gaining market share, as they are one of very few operators of a sufficient size and scale to serve corporate America. In addition, we saw strong performance from Future PLC, a new addition to the Fund in April. Future is a special interest media company, which produces special interest websites, events and magazines amongst a variety of leisure sector with a significant opportunity for volume and yield growth both in the UK and US markets. We took advantage of the pullback in the share price to increase our holding, and subsequently the company upgraded earnings forecasts for the third time in four months in July.

CVS, the veterinary services company, was also a notable contributor. The company announced it was no longer seeing inflation in vets and nurse salaries while it had met planned costs targets, which coupled with a strong demand backdrop led to an upgrade versus previous financial expectations.

As noted above, merger and acquisition activity has been a prominent feature throughout the reporting period, and the Fund benefited from takeover activity focused on several holdings. Amongst financials, London Stock Exchange (LSE) agreed a deal to buy financial data analysis firm Refinitiv for US$27 billion, and was subsequently itself the subject of an unsolicited takeover offer from the Hong Kong Stock Exchange. Pub operator EI Group received a bid from TDR Capital, the private equity owner of the Stonegate Pub company, having traded at a material discount to its net asset value for some time, while car auctioneer BCA Marketplace agreed to a takeover bid from private equity group TDR Capital.

Our holdings in Fever-Tree, Keywords Studios, Cineworld and Ted Baker detracted during the reporting pertiod. Fever-Tree's sales slowed slightly as they faced very tough comparables from the hot weather this time last year. However, we continue to believe in the structural growth drivers behind their market leading high-end mixer drinks range and scalable business model which continues to aid international expansion. Keywords Studios provides services such as artworks and testing to the significantly expanding video gaming industry. The shares gave back some of their 2019 gains in September, following a short seller note and worries over near-term margin progression. However, as shown in the company's recent results, revenue growth remains well ahead of expectations and we believe this should facilitate longer term expansion. Cineworld's shares underperformed on weak admission data, which we believe is a timing issue given the year-on-year difference in the film slate releases. We added to our position, taking the view that the self-help story at US Chain Regal will be the bigger driver of sentiment as increasing evidence of this emerges in the coming 12-18 months. Clothing retailer Ted Baker issued a profit warning, which mainly stemmed from higher than anticipated discounting affecting gross margins. We exited our holding given our concerns about the company's ability to weather turbulent conditions in the apparel market.

Fund activity during the reporting year was focused on reducing exposure to large cap stocks, and increasing the emphasis on mid-caps and smaller companies. Accordingly, we exited our positions in BHP, Compass, Halma, Reckitt Benckiser, Vodafone and HSBC, while we partially sold our holding in Prudential.

New positions were started in SimplyBiz and Spectris. SimplyBiz is a compliance support company and we see greater regulation placed on IFAs and other financial institutions forcing them down the outsourcing route to specialists. Spectris enhances productivity for clients by combining hardware and software for use in technically demanding industrial applications. We believe the new CEO and company strategy will see high gross margins convert to future higher operating margins.

As the reporting period ended, we added new holdings in Euromoney, WH Smith and Meggitt. Euromoney's management is shifting the company significantly towards the higher growth and margin price reporting businesses. However, the market is focused on the near-term underperformance in asset management, despite this division currently being under strategic review and potentially non-core. We believe there is a significant opportunity for WH Smith's travel business, where the acquisition of InMotion could be the catalyst to unlocking the opportunity in US airports. We are positive on the prospects for cash flow growth ahead of consensus expectations at Meggitt, the aerospace and defence company.

AVIVA INVESTORS UK LISTED SMALL AND MID-CAP FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

As we approach a potential resolution to Brexit that avoids 'no-deal' in favour of a more orderly withdrawal, we expect UK domestic mid-caps to be the main beneficiaries should sterling strengthen and UK growth expectations improve. We construct the portfolio based on a bottom-up, style agnostic, stock thesis with high conviction where we identify a market mispricing. Many of these investment oppoprtunities are currently coming from contagion effects, such as in UK housing and gambling sectors, or where the growth outlook is underappreciated by the market, such as in digital marketing and fast growing niches within global health care.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 80 and 81 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark*# %
31.12.13 to 31.12.14	-1.73	-1.56	-1.07	1.18
31.12.14 to 31.12.15	7.50	7.70	8.23	0.98
31.12.15 to 31.12.16	5.97	6.15	6.68	16.75
31.12.16 to 31.12.17	20.28	20.48	21.08	13.10
31.12.17 to 31.12.18	-12.26	-12.11	-11.67	-9.50

* Benchmark – FTSE® 250 ex Investment Trust

This Fund changed its benchmark on 2nd January 2019, prior to this the benchmark was the FTSE All Share Index, and therefore the performance shown relates to this Benchmark

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
Bellway	Rio Tinto
GVC Holdings	HSBC Holdings
888 Holdings	Royal Dutch Shell 'B'
Future	Unilever
Euromoney Institutional Investor	Compass Group
Electrocomponents	Faroe Petroleum
4imprint Group	Ashtead Group
Shaftesbury	BHP Group
William Hill	Prudential

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	182.59	192.62	160.15
Return before operating charges†	23.65	(8.05)	34.20
Operating charges	(1.90)	(1.98)	(1.73)
Return after operating charges†	21.75	(10.03)	32.47
Distributions	(3.24)	(3.11)	(2.73)
Retained distributions on accumulation shares	3.24	3.11	2.73
Closing net asset value per share	204.34	182.59	192.62
† after direct transaction costs of	(0.49)	(0.47)	(0.16)
Performance			
Return after charges (%)	11.91%	(5.21)%	20.27%
Other information			
Closing net asset value (£000)	151,794	147,117	153,775
Closing number of shares	74,283,611	80,571,409	79,833,867
Operating charges (%)‡	1.00%	1.00%	1.00%
Direct transaction costs (%)#	0.26%	0.24%	0.09%
Prices≈			
Highest share price	205.62	207.84	192.95
Lowest share price	170.16	182.89	153.22

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	277.22	291.94	242.30
Return before operating charges†	35.95	(12.22)	51.81
Operating charges	(2.40)	(2.50)	(2.17)
Return after operating charges†	33.55	(14.72)	49.64
Distributions	(5.41)	(5.24)	(4.59)
Retained distributions on accumulation shares	5.41	5.24	4.59
Closing net asset value per share	310.77	277.22	291.94
† after direct transaction costs of	(0.75)	(0.72)	(0.24)
Performance			
Return after charges (%)	12.10%	(5.04)%	20.49%
Other information			
Closing net asset value (£000)	12,852	12,639	13,677
Closing number of shares	4,135,647	4,559,144	4,685,112
Operating charges (%)‡	0.83%	0.83%	0.83%
Direct transaction costs (%)#	0.26%	0.24%	0.09%
Prices≈			
Highest share price	312.67	315.44	292.44
Lowest share price	258.43	277.67	231.85

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	258.92	277.86	234.43
Return before operating charges†	33.58	(11.61)	49.96
Operating charges	(0.89)	(0.93)	(0.83)
Return after operating charges†	32.69	(12.54)	49.13
Distributions	(6.39)	(6.40)	(5.70)
Closing net asset value per share	285.22	258.92	277.86
† after direct transaction costs of	(0.70)	(0.68)	(0.23)
Performance			
Return after charges (%)	12.63%	(4.51)%	20.96%
Other information			
Closing net asset value (£000)	11,760	11,739	13,272
Closing number of shares	4,122,967	4,534,009	4,776,366
Operating charges (%)‡	0.33%	0.33%	0.33%
Direct transaction costs (%)#	0.26%	0.24%	0.09%
Prices≈			
Highest share price	290.28	297.82	281.24
Lowest share price	241.64	262.45	224.38

COMPARATIVE TABLES (CONTINUED)

Class A Accumulation shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	175.09	146.49
Return before operating charges†	(173.29)	31.18
Operating charges	(1.80)	(2.58)
Return after operating charges†	(175.09)	28.60
Distributions	(0.94)	(1.50)
Retained distributions on accumulation shares	0.94	1.50
Closing net asset value per share	–	175.09
† after direct transaction costs of	–	(0.14)
Performance		
Return after charges (%)	–	19.52%
Other information		
Closing net asset value (£000)	–	10,588
Closing number of shares	–	6,047,069
Operating charges (%)‡	1.63%	1.63%
Direct transaction costs (%)#	–	0.09%
Prices≈		
Highest share price	187.60	175.40
Lowest share price	166.82	140.11

§ The share class was closed on 1 June 2018.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	1.00%	1.00%
Class 2	0.83%	0.83%
Class 3	0.33%	0.33%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 98.41% (96.38%)				
Communication Services 13.50% (7.30%)				
Entertainment 2.65% (2.76%)				
Cineworld Group	GBP	2,114,432	4,675	2.65
			4,675	2.65
Media 10.85% (3.41%)				
4imprint Group	GBP	158,294	4,749	2.69
Euromoney Institutional Investor	GBP	246,985	3,552	2.01
Future	GBP	424,457	5,119	2.90
Huntsworth	GBP	1,816,620	1,598	0.91
Next Fifteen Communications Group#	GBP	804,049	4,117	2.34
			19,135	10.85
Wireless Telecommunication Services 0.00% (1.13%)				
Communication Services total			**23,810**	**13.50**
Consumer Discretionary 22.33% (11.14%)				
Hotels, Restaurants & Leisure 7.82% (3.35%)				
888 Holdings	GBP	2,360,918	3,881	2.20
GVC Holdings	GBP	738,277	6,187	3.51
William Hill	GBP	1,910,920	3,734	2.11
			13,802	7.82
Household Durables 5.35% (1.43%)				
Bellway	GBP	162,952	5,363	3.04
Countryside Properties	GBP	1,185,855	4,067	2.31
			9,430	5.35
Internet & Direct Marketing Retail 3.83% (1.93%)				
GoCo Group	GBP	2,720,642	2,626	1.49
Just Eat	GBP	267,924	1,662	0.94
Trainline	GBP	564,884	2,477	1.40
			6,765	3.83
Multiline Retail 2.70% (1.18%)				
B&M European Value Retail	GBP	1,237,105	4,757	2.70
			4,757	2.70
Specialty Retail 1.68% (1.75%)				
BCA Marketplace	GBP	480,103	1,132	0.64
WH Smith	GBP	87,448	1,822	1.04
			2,954	1.68
Textiles, Apparel & Luxury Goods 0.95% (1.50%)				
Joules Group#	GBP	630,821	1,678	0.95
			1,678	0.95
Consumer Discretionary total			**39,386**	**22.33**
Consumer Staples 3.90% (10.70%)				
Beverages 2.39% (2.92%)				
Fevertree Drinks#	GBP	192,886	4,221	2.39
			4,221	2.39
Household Products 0.00% (1.60%)				
Personal Products 0.00% (3.07%)				
Tobacco 1.51% (3.11%)				
British American Tobacco	GBP	98,249	2,651	1.51
			2,651	1.51
Consumer Staples total			**6,872**	**3.90**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Energy 4.16% (9.02%)				
Energy Equipment & Services 1.07% (0.00%)				
John Wood Group	GBP	537,852	1,878	1.07
			1,878	1.07
Oil, Gas & Consumable Fuels 3.09% (9.02%)				
Cairn Energy	GBP	1,630,780	3,257	1.84
Royal Dutch Shell 'B'	GBP	96,762	2,199	1.25
			5,456	3.09
Energy total			**7,334**	**4.16**
Financials 10.51% (17.76%)				
Banks 2.58% (7.32%)				
Barclays	GBP	1,317,544	2,120	1.20
Standard Chartered	GBP	371,288	2,426	1.38
			4,546	2.58
Capital Markets 6.33% (5.80%)				
IP Group	GBP	4,693,882	2,915	1.65
London Stock Exchange Group	GBP	36,451	2,654	1.50
Sanne Group	GBP	699,629	3,897	2.21
St James's Place	GBP	171,276	1,709	0.97
			11,175	6.33
Insurance 1.60% (4.64%)				
Prudential	GBP	194,442	2,821	1.60
			2,821	1.60
Financials total			**18,542**	**10.51**
Health Care 11.81% (9.08%)				
Biotechnology 0.78% (1.36%)				
Abcam#	GBP	121,176	1,369	0.78
			1,369	0.78
Health Care Equipment & Supplies 3.28% (2.27%)				
Consort Medical	GBP	353,336	2,530	1.44
Smith & Nephew	GBP	175,339	3,251	1.84
			5,781	3.28
Health Care Providers & Services 3.44% (1.05%)				
CVS Group#	GBP	262,874	2,621	1.49
UDG Healthcare	GBP	467,136	3,450	1.95
			6,071	3.44
Life Sciences Tools & Services 1.99% (1.63%)				
Clinigen Group#	GBP	426,292	3,519	1.99
			3,519	1.99
Pharmaceuticals 2.32% (2.77%)				
Dechra Pharmaceuticals	GBP	156,069	4,089	2.32
			4,089	2.32
Health Care total			**20,829**	**11.81**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Industrials 14.33% (11.44%)				
Aerospace & Defense 0.96% (0.00%)				
Meggitt	GBP	276,991	1,703	0.96
			1,703	0.96
Airlines 0.00% (0.75%)				
Building Products 0.00% (0.82%)				
Commercial Services & Supplies 0.99% (1.68%)				
Rentokil Initial	GBP	387,414	1,745	0.99
			1,745	0.99
Construction & Engineering 1.28% (0.00%)				
Morgan Sindall Group	GBP	189,365	2,253	1.28
			2,253	1.28
Electrical Equipment 1.01% (1.69%)				
Melrose Industries	GBP	869,225	1,775	1.01
			1,775	1.01
Professional Services 4.62% (1.48%)				
Alpha Financial Markets Consulting#	GBP	1,520,826	2,920	1.65
GlobalData#	GBP	294,765	2,417	1.37
Simplybiz Group#	GBP	1,331,945	2,824	1.60
			8,161	4.62
Trading Companies & Distributors 2.86% (3.80%)				
Ashtead Group	GBP	80,017	1,702	0.97
Howden Joinery Group	GBP	584,116	3,340	1.89
			5,042	2.86
Transportation Infrastructure 2.61% (1.22%)				
BBA Aviation	GBP	1,458,037	4,604	2.61
			4,604	2.61
Industrials total			**25,283**	**14.33**
Information Technology 8.48% (6.39%)				
Electronic Equipment, Instruments & Components 2.32% (1.86%)				
Electrocomponents	GBP	267,237	1,770	1.00
Renishaw	GBP	14,677	470	0.26
Spectris	GBP	79,185	1,864	1.06
			4,104	2.32
IT Services 3.10% (2.22%)				
Keywords Studios#	GBP	217,365	2,550	1.45
NCC Group	GBP	1,583,697	2,917	1.65
			5,467	3.10
Software 3.06% (2.31%)				
AVEVA Group	GBP	45,196	1,737	0.98
Izodia^	GBP	4,032,078	–	–
Sophos Group	GBP	636,778	3,660	2.08
			5,397	3.06
Information Technology total			**14,968**	**8.48**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Investment Funds 0.71% (1.14%)				
Investment Companies 0.71% (1.14%)				
Electra Private Equity	GBP	81,002	259	0.15
Sherborne Investors Guernsey C	GBP	1,788,331	993	0.56
			1,252	0.71
Investment Funds total			**1,252**	**0.71**
Materials 3.97% (8.87%)				
Chemicals 2.63% (1.34%)				
Elementis	GBP	1,838,584	2,732	1.55
Victrex	GBP	89,945	1,903	1.08
			4,635	2.63
Construction Materials 1.34% (0.82%)				
Breedon Group#	GBP	3,565,452	2,375	1.34
			2,375	1.34
Containers & Packaging 0.00% (0.30%)				
Metals & Mining 0.00% (6.41%)				
Materials total			**7,010**	**3.97**
Real Estate 4.71% (3.54%)				
Equity Real Estate Investment Trusts (REITs) 2.17% (1.56%)				
PRS REIT	GBP	258,878	228	0.13
Shaftesbury	GBP	390,600	3,605	2.04
			3,833	2.17
Real Estate Management & Development 2.54% (1.98%)				
Capital & Counties Properties	GBP	1,083,861	2,641	1.50
Savills	GBP	202,758	1,841	1.04
			4,482	2.54
Real Estate total			**8,315**	**4.71**
Equities total			**173,601**	**98.41**
Liquidity Funds 1.53% (0.76%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	2,700,088	2,700	1.53
Liquidity Funds total			**2,700**	**1.53**
Investment assets			176,301	99.94
Net other assets			105	0.06
Net assets			**176,406**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

Security traded on another regulated market.

^ Unlisted, suspended or delisted security.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		16,449		(12,221)
Revenue	3	4,625		4,948	
Expenses	4	(1,613)		(1,853)	
Net revenue before taxation		3,012		3,095	
Taxation	5	(9)		(5)	
Net revenue after taxation			3,003		3,090
Total return before distributions			**19,452**		**(9,131)**
Distributions	6		(3,004)		(3,099)
Change in net assets attributable to shareholders from investment activities			**16,448**		**(12,230)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**171,495**		**191,312**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,848		8,438	
Amounts payable on cancellation of shares	(16,062)		(18,791)	
		(14,214)		(10,353)
Dilution adjustment		–		11
Change in net assets attributable to shareholders from investment activities (see above)		16,448		(12,230)
Retained distribution on accumulation shares		2,677		2,755
Closing net assets attributable to shareholders		**176,406**		**171,495**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	176,301	166,583
Current assets:			
Debtors	8	525	376
Cash and bank balances	9	55	5,154
Total assets		**176,881**	**172,113**
Liabilities:			
Creditors:			
Distribution payable		(140)	(141)
Other creditors	10	(335)	(477)
Total liabilities		**(475)**	**(618)**
Net assets attributable to shareholders		**176,406**	**171,495**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency losses	(1)	(2)
Expenses relating to the purchase and sale of investments	–	(1)
Non-derivative securities gains/(losses)	16,450	(12,218)
Net capital gains/(losses)	**16,449**	**(12,221)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	2	1
Interest on debt securities	39	17
Overseas dividends	539	133
Property income distributions	83	78
UK dividends	3,962	4,719
Total revenue	**4,625**	**4,948**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ ACD's periodic charge*	1,613	1,832
Registration fees	–	15
	1,613	1,847
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	16
Safe custody fee	–	2
	–	18
Other expenses:		
Audit fee**	–	7
Statement fees	–	4
	–	11
Total expenses	**1,613**	**1,876**
Less those expenses rebated by the ACD	–	(23)
Net expenses	**1,613**	**1,853**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,455 (2018: £9,091) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Overseas tax suffered	9	5
Total current tax (see note 5b)	**9**	**5**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**3,012**	**3,095**
Corporation tax at 20%	602	619
Effects of:		
Movement in excess management expenses	298	351
Overseas dividends not subject to corporation tax	(108)	(26)
Overseas tax suffered	9	5
UK dividends not subject to corporation tax	(792)	(944)
Current tax charge (see note 5a)	**9**	**5**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £35,750,612 (2018: £34,261,644) creating a potential deferred tax asset of £7,150,122 (2018: £6,852,329). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distribution	1,389	1,607
Final distribution	1,560	1,441
	2,949	3,048
Add: Revenue deducted on cancellation of shares	62	76
Deduct: Revenue received on issue of shares	(7)	(25)
Total distributions	**3,004**	**3,099**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	3,004	3,099
Equalisation on conversions	(1)	(9)
Net revenue after taxation	**3,003**	**3,090**

Details of the distributions per share are set out in the distribution tables on page 94.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	173,601	165,283
Level 2: Observable market data	2,700	1,300
Total value	**176,301**	**166,583**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	392	340
Amounts receivable on issue of shares	–	36
Income tax recoverable	2	–
Overseas tax recoverable	3	–
Sales awaiting settlement	128	–
Total debtors	**525**	**376**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	55	5,154
Total cash and bank balances	**55**	**5,154**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	65	216
Amounts payable for cancellation of shares	270	261
Total other creditors	**335**	**477**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee / ACD paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee / ACD periodic charges was £64,697 (2018: £216,106). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £291,566 (2018: £163,436). The amount outstanding at the year end was £151,085 (2018: £151,115). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £63,100,088 (2018: £35,200,000) and £63,537,681 (2018: £40,464,153) respectively. The income received during the year amounted to £130,879 (2018: £167,465).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 3 Income shares)	4,122,967	(411,042)	4,534,009
ACD and related parties (Class 1 Accumulation shares)	4,177	(7,655)	11,832
ACD and related parties (Class 2 Accumulation shares)	368,113	(51,598)	419,711

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%
Class 2: 0.83%
Class 3: 0.33%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 80 and 81. The distributions per share are given in the distribution tables on page 94. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 3 Income shares	4,534,009	168,538	(579,580)	–	4,122,967
Class 1 Accumulation shares	80,571,409	557,781	(6,584,765)	(260,814)	74,283,611
Class 2 Accumulation shares	4,559,144	121,098	(716,177)	171,582	4,135,647

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 0.04% (2018: 0.05%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 1.56% (2018: 3.76%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Market price risk

At the year end date, 99.94% (2018: 97.14%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.99% (2018: 9.71%).

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Equities	(89,174)	(50)	(354)	(89,578)	0.06%	0.40%
Funds	(63,100)	–	–	(63,100)	0.00%	0.00%
	(152,274)	(50)	(354)	(152,678)		
Sales						
Equities	97,406	(36)	–	97,370	0.04%	0.00%
Funds	61,700	–	–	61,700	0.00%	0.00%
	159,106	(36)	–	159,070		
Total		(86)	(354)			
Percentage of Fund average net assets		0.05%	0.21%			

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs (continued)

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Inspecie & Corporate Action activity)						
Equities	(50,073)	(25)	(421)	(50,519)	0.05%	0.84%
Funds	(35,200)	–	–	(35,200)	0.00%	0.00%
Purchases (include Corporate Action activity only)						
Equities	(1,840)	–	–	(1,840)	0.00%	0.00%
	(87,113)	(25)	(421)	(87,559)		
Sales						
Equities	56,033	(24)	–	56,009	0.04%	0.00%
Funds	39,100	–	–	39,100	0.00%	0.00%
	95,133	(24)	–	95,109		
Total		(49)	(421)			
Percentage of Fund average net assets		0.02%	0.22%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.47% (2018: 0.34%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the six months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 3 Income shares	Group 1	3.4025	–	3.4025	3.0975
	Group 2	2.5735	0.8290	3.4025	3.0975

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	1.7486	–	1.7486	1.4723
	Group 2	0.7082	1.0404	1.7486	1.4723
Class 2 Accumulation shares	Group 1	2.9144	–	2.9144	2.5016
	Group 2	0.7266	2.1878	2.9144	2.5016

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

Interim distribution paid in pence per share for the six months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 3 Income shares	Group 1	2.9828	–	2.9828	3.3008
	Group 2	2.2439	0.7389	2.9828	3.3008

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Accumulation shares	Group 1	1.4899	–	1.4899	1.6382
	Group 2	1.0670	0.4229	1.4899	1.6382
Class 2 Accumulation shares	Group 1	2.4982	–	2.4982	2.7381
	Group 2	1.7977	0.7005	2.4982	2.7381
Class A Accumulation shares	Group 1	0.0000	–	0.0000	0.9438
	Group 2	0.0000	0.0000	0.0000	0.9438

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS UK SMALLER COMPANIES FUND

INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of small UK companies.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of smaller companies domiciled or incorporated in the UK.

Other investments: The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Strategy: The Fund is actively managed, and the Investment Manager will have a high conviction approach (a strong belief) to investing in smaller companies. These smaller companies will have a market capitalisation (the total market value of a company's outstanding shares) of the bottom 10% of the FTSE® All Share Index, excluding investment trusts. The Fund will focus its investments in companies which the Investment Manager believes are, or will become market leaders, which benefit from high barriers to entry due to their competitive position within the industry, and which may offer further opportunities for revenue, earnings and cash flow growth, perhaps driven by new market opportunities. This is balanced by an emphasis on risk management within the Fund, whereby the portfolio will be built from a varied range of companies across different industry sectors.

Environmental, Social & Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is compared against the FTSE® Small Cap ex Investment Trusts Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index is currently comprised of approximately 150 smaller sized UK companies, as determined by their market capitalisation (total market value of a company's outstanding shares). The companies included on this Index have a market capitalisation between approximately £30 million and £1 billion.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and the Fund will not invest in investment trusts. It is therefore an appropriate comparator for the Fund's performance.

FUND MANAGER'S REPORT

Performance

Over the twelve months ended 15 October 2019, the Aviva Investors UK Smaller Companies Fund delivered a total return of 4.21% (share class 1), net of fees. The Fund's benchmark, the FTSE® UK Small Cap ex Investment Trust Index, returned -3.55%.

Market Review

The UK equity market has struggled to make progress over the reporting period with various headwinds undermining investor sentiment. The fourth quarter of 2018 saw weak markets globally, which was precipitated by US Federal Reserve (Fed) Chairman Jerome Powell cautioning in early October that the central bank was still a long way from returning interest rates to a neutral level, implying monetary policy would tighten further in 2019. This impacted equity market sentiment across the world, and in the UK it was highly valued companies in particular which came under pressure as 2018 ended. In early 2019, with global economic data softening and the uncertainty of trade wars escalating between the US and China, the Fed signalled an abrupt change in policy and stepped back from interest rate hikes, which led to a broad-based rally across the UK equity market during the first quarter of 2019. Given concerns over the impact of the US-China trade dispute and signs of softer US economic data, the Fed subsequently sanctioned two rate cuts in July and September. In China, economic growth decelerated to its lowest rate since 1992 during the third quarter, while the European Central Bank launched a new package of stimulus measures in an effort to tackle low growth and low inflation in the Eurozone.

However, the main factor which has accounted for the underperformance of UK equities in comparison with global indices was uncertainty over Brexit negotiations and scepticism amongst investors globally that the UK's withdrawal from the European Union can be resolved in a timely and efficient manner. Indeed, it remains highly uncertain as to how, and indeed when, the UK's withdrawal will be executed. This has had negative repercussions for the UK economy, with companies reticent to sign off long term investment projects, hiring freezes being witnessed and the housing market stuck in the doldrums. Although inventory building amongst UK businesses as a contingency measure against a disorderly Brexit boosted economic growth during the opening months of 2019, subsequently the UK economy shrank during the second quarter for the first time in almost seven years, as stockpiling activity slowed and Brexit uncertainty intensified against a backdrop of weaker global growth.

Increased perceived risks of a UK and/or global recession have been the key drivers of share price performance over the reporting period, overriding relative company valuations. Most notably, valuations amongst economically sensitive and domestically-focused stocks remain extremely depressed due to concerns over the risk of a pronounced economic slowdown, particularly in the event of a disorderly Brexit but also the impact of a prolonged US-led trade war. This has affected UK smaller companies, which are perceived as being more exposed to the domestic economy, with small caps trailing FTSE® 250 and FTSE® 100 constituents over the reporting period.

On a more positive note, ongoing merger and acquisition activity, which has not solely been confined to larger, more liquid stocks, has been a feature of the UK equity market over the last 12 months. A combination of sterling weakness, attractive valuations and the low cost of debt finance have provided an accommodating backdrop for acquisitive corporations and private equity investors.

AVIVA INVESTORS UK SMALLER COMPANIES FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Fund Review

In difficult market conditions, the Fund outperformed the benchmark FTSE® Small Cap ex Investment Trust Index over the period by a significant margin.

As noted above, the UK economic background remains challenging but we have identified several smaller companies which are much less dependent on the domestic economy with substantial international exposure. This has enabled us to diversify away from the slowing UK economy, and has boosted Fund performance over the reporting period. A key contributor has been our holding in 4imprint, the supplier of imprinted promotional merchandise, which has been one of the Fund's largest holdings for a few years now with 97% of the company's revenues derived from the US. 4imprint recently announced another strong period of trading, with organic revenue growth of 16% for the first half of the trading year. The company has a very strong track record of gaining market share, as they are one of very few operators of a sufficient size and scale to serve corporate America.

Smaller companies by nature of their size can be more dynamic, innovative and grow faster than larger companies and this is clearly illustrated in two of the largest contributors to performance this year. AB Dynamics, the automotive testing and measurement business which is benefiting from the structural move to hybrid and autonomous vehicles, continues to deliver exceptional organic growth. Secondly GlobalData, the technology enabled market research company with an online data and analytics portal, has benefited from being exposed to the fastest part of the market and due to its high quality of content able to make very high returns.

One of the main attractions for investing down the market capitalisation scale is to catch companies early in their life cycle and which are less exposed to macroeconomic factors. Two examples of where this has helped performance last year are GoCo Group (Gocompare.com) with their autosave proposition weflip, which was launched in January 2019, and Tritax Eurobox the early stage continental European logistics assets owner.

Merger and acquisition activity can have a more meaningful impact on smaller than larger companies in materially positive and negative ways. On the positive front, the Fund benefited from takeovers of BCA Marketplace, Faroe Petroleum and EI Group over the reporting period, but just as relevant is DiscoverIE Group who have continued to undertake value enhancing acquisitions as they have grown their international footprint through expanding their Design & Manufacturing division, thereby diluting the more commodity-related side of the business. St Modwen Properties has continued its repositioning to higher growth areas through portfolio repositioning which has seen the sale of their retail and other non-core assets. The sad demise of Thomas Cook also aided fund performance, as we did not own the shares, after the historic acquisition of MyTravel in 2007 and then the Co-Operative Travel branch network saddled the company with higher levels of debt as they moved further onto the high street just as holiday bookings were migrating online. These examples are a reminder that, even on a small scale, acquisitions can materially enhance or detract value from a business.

Two holdings that detracted from fund performance over the reporting period were Ted Baker and M&C Saatchi. Clothing store Ted Baker, which is struggling against high levels of competitive promotional activity and challenges with its Spring/Summer collections, issued a profit warning in June. This was a major disappointment because the company has a long track record of being able to trade through difficult conditions in the apparel market in the past. Following their accounting issues disclosure in August, advertising group M&C Saatchi cut full year earnings guidance during September, with the independent auditors report they commissioned due in November.

Outlook

The key issues impacting on equity markets at present are the slowdown in global economic growth, with the IMF downgrading its forecast to its lowest level since 2008-9, and low inflation in developed countries. Such a backdrop has serious implications for the world's major central banks, which have maintained highly accommodative monetary policy since the global financial crisis, and also for corporate earnings growth. Accordingly, we are continuing to focus on UK smaller companies with sustainable growth characteristics which are either niche businesses, or which are largely detached from macroeconomic headwinds. This strategy has been a key factor behind the Fund's strong performance relative to its benchmark, and in comparison with the peer group. Looking ahead, we believe that avoiding companies that are particularly vulnerable and worst affected by the ongoing economic slowdown will remain a key factor in determining fund performance in the UK small cap market. We harbour serious concerns on the negative implications for the UK economy from the never-ending delays to any form of Brexit resolution, particularly as such uncertainty continues to undermine consumer confidence and business investment plans. Nevertheless, while we are undoubtedly in a highly uncertain economic and political climate, we remain highly positive about the investment opportunities that still exist in the UK small cap market particularly from a longer-term perspective.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 98 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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AVIVA INVESTORS UK SMALLER COMPANIES FUND (CONTINUED)

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	-2.58	-2.09	-1.56	-2.68
31.12.14 to 31.12.15	15.49	16.07	16.71	12.99
31.12.15 to 31.12.16	-1.30	-0.81	-0.26	12.54
31.12.16 to 31.12.17	23.07	23.68	24.36	15.61
31.12.17 to 31.12.18	-11.47	-11.21	-10.72	-13.80

* Benchmark – FTSE® Small Cap ex Investment Trusts Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
Oxford Metrics	Abcam
Simplybiz Group	Big Yellow Group
Sopheon	Fevertree Drinks
SiS Science in Sport	4imprint Group
JTC	Dechra Pharmaceuticals
Alpha Financial Markets Consulting	Forterra
Vectura Group	BCA Marketplace
Tritax Eurobox REIT	Faroe Petroleum
Tristel	Sanne Group

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- A significant proportion of the Fund may be invested in securities which are not actively traded, and as a result may experience large daily price changes.
- During the year ended 15 October 2019, the indicator changed from category 4 to category 5.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	377.85	381.36	316.84
Return before operating charges†	19.52	1.61	69.34
Operating charges	(4.01)	(5.12)	(4.82)
Return after operating charges†	15.51	(3.51)	64.52
Distributions	(4.69)	(2.72)	(1.83)
Retained distributions on accumulation shares	4.69	2.72	1.83
Closing net asset value per share	393.36	377.85	381.36
† after direct transaction costs of	(0.23)	(0.80)	(0.31)
Performance			
Return after charges (%)	4.10%	(0.92)%	20.36%
Other information			
Closing net asset value (£000)	22,176	22,725	24,340
Closing number of shares	5,637,553	6,014,119	6,382,531
Operating charges (%)‡	1.04%	1.27%	1.41%
Direct transaction costs (%)#	0.06%	0.20%	0.09%
Prices≈			
Highest share price	412.96	428.57	383.64
Lowest share price	346.54	376.16	301.81

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	601.12	604.44	499.69
Return before operating charges†	31.04	2.46	109.67
Operating charges	(5.44)	(5.78)	(4.92)
Return after operating charges†	25.60	(3.32)	104.75
Distributions	(8.40)	(6.65)	(5.61)
Retained distributions on accumulation shares	8.40	6.65	5.61
Closing net asset value per share	626.72	601.12	604.44
† after direct transaction costs of	(0.37)	(1.28)	(0.49)
Performance			
Return after charges (%)	4.26%	(0.55)%	20.96%
Other information			
Closing net asset value (£000)	8,758	13,859	13,216
Closing number of shares	1,397,446	2,305,605	2,186,452
Operating charges (%)‡	0.89%	0.90%	0.91%
Direct transaction costs (%)#	0.06%	0.20%	0.09%
Prices≈			
Highest share price	657.64	681.57	608.06
Lowest share price	551.46	596.52	476.15

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	628.57	639.13	533.31
Return before operating charges†	32.63	2.57	116.97
Operating charges	(2.18)	(2.37)	(2.02)
Return after operating charges†	30.45	0.20	114.95
Distributions	(12.30)	(10.76)	(9.13)
Closing net asset value per share	646.72	628.57	639.13
† after direct transaction costs of	(0.39)	(1.35)	(0.50)
Performance			
Return after charges (%)	4.84%	0.03%	21.55%
Other information			
Closing net asset value (£000)	3,158	3,146	3,700
Closing number of shares	488,340	500,537	578,946
Operating charges (%)‡	0.34%	0.35%	0.36%
Direct transaction costs (%)#	0.06%	0.20%	0.09%
Prices≈			
Highest share price	685.82	718.62	647.88
Lowest share price	577.33	631.10	508.41

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	1.04%	1.04%
Class 2	0.89%	0.89%
Class 3	0.34%	0.34%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 92.25% (98.08%)				
Communication Services 10.26% (10.73%)				
Media 10.26% (10.73%)				
4imprint Group	GBP	39,084	1,172	3.44
Huntsworth	GBP	746,719	657	1.93
M&C Saatchi#	GBP	228,225	361	1.06
Next Fifteen Communications Group#	GBP	255,437	1,308	3.83
			3,498	10.26
Communication Services total			**3,498**	**10.26**
Consumer Discretionary 14.02% (17.43%)				
Auto Components 3.62% (1.85%)				
AB Dynamics#	GBP	52,436	1,232	3.62
Torotrak^	GBP	1	–	–
			1,232	3.62
Distributors 0.00% (2.20%)				
Hotels, Restaurants & Leisure 2.66% (4.21%)				
EI Group	GBP	244,938	689	2.02
Sportech	GBP	752,106	219	0.64
			908	2.66
Household Durables 4.13% (2.66%)				
MJ Gleeson	GBP	35,150	282	0.83
Vitec Group	GBP	88,161	1,124	3.30
			1,406	4.13
Internet & Direct Marketing Retail 2.27% (1.42%)				
GoCo Group	GBP	802,988	775	2.27
			775	2.27
Specialty Retail 1.10% (3.80%)				
Topps Tiles	GBP	539,417	375	1.10
			375	1.10
Textiles, Apparel & Luxury Goods 0.24% (1.29%)				
Ted Baker	GBP	16,770	83	0.24
			83	0.24
Consumer Discretionary total			**4,779**	**14.02**
Consumer Staples 2.76% (5.46%)				
Beverages 0.84% (3.41%)				
Fevertree Drinks#	GBP	13,008	284	0.84
			284	0.84
Household Products 0.28% (2.05%)				
McBride	GBP	151,827	96	0.28
			96	0.28
Personal Products 1.64% (0.00%)				
SiS Science in Sport#	GBP	1,119,764	560	1.64
			560	1.64
Consumer Staples total			**940**	**2.76**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Energy 0.00% (1.77%)				
Oil, Gas & Consumable Fuels 0.00% (1.77%)				
Financials 2.19% (4.34%)				
Capital Markets 2.19% (4.34%)				
Numis#	GBP	122,845	285	0.84
River & Mercantile Group	GBP	37,256	91	0.27
Sanne Group	GBP	66,381	370	1.08
			746	2.19
Financials total			**746**	**2.19**
Health Care 9.93% (13.69%)				
Biotechnology 0.00% (3.11%)				
Health Care Equipment & Supplies 4.73% (5.52%)				
Advanced Medical Solutions Group#	GBP	265,682	635	1.86
Consort Medical	GBP	84,633	606	1.78
Tristel#	GBP	128,366	372	1.09
			1,613	4.73
Health Care Providers & Services 3.89% (3.15%)				
CVS Group#	GBP	132,966	1,326	3.89
			1,326	3.89
Pharmaceuticals 1.31% (1.91%)				
Oxford Pharmascience^	GBP	153,801	–	–
Vectura Group	GBP	522,696	446	1.31
			446	1.31
Health Care total			**3,385**	**9.93**
Industrials 15.86% (10.58%)				
Building Products 1.96% (2.94%)				
Tyman	GBP	142,768	311	0.91
Volution Group	GBP	198,050	357	1.05
			668	1.96
Electrical Equipment 0.00% (0.00%)				
Flowgroup^	GBP	1	–	–
			–	–
Industrial Conglomerates 0.00% (0.00%)				
Dyson Group^	GBP	690,837	–	–
			–	–
Professional Services 12.90% (7.64%)				
Alpha Financial Markets Consulting#	GBP	683,558	1,312	3.85
GlobalData#	GBP	147,390	1,209	3.55
JTC	GBP	135,083	485	1.42
Ricardo	GBP	103,657	645	1.89
Simplybiz Group#	GBP	352,313	747	2.19
			4,398	12.90
Transportation Infrastructure 1.00% (0.00%)				
John Menzies	GBP	86,588	343	1.00
			343	1.00
Industrials total			**5,409**	**15.86**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Information Technology 20.00% (15.19%)				
Electronic Equipment, Instruments & Components 8.39% (8.93%)				
DiscoverIE Group	GBP	425,705	1,856	5.45
Midwich Group#	GBP	196,640	1,003	2.94
			2,859	8.39
IT Services 4.28% (4.74%)				
Eagle Eye Solutions Group#	GBP	426,025	686	2.01
iomart Group#	GBP	67,080	238	0.70
Keywords Studios#	GBP	45,690	536	1.57
			1,460	4.28
Software 7.33% (1.52%)				
First Derivatives#	GBP	22,590	484	1.42
Learning Technologies Group#	GBP	519,703	569	1.67
Oxford Metrics#	GBP	1,054,908	949	2.78
Sopheon#	GBP	70,000	497	1.46
			2,499	7.33
Information Technology total			**6,818**	**20.00**
Investment Funds 0.63% (0.72%)				
Investment Companies 0.63% (0.72%)				
Sherborne Investors Guernsey C	GBP	389,298	216	0.63
			216	0.63
Investment Funds total			**216**	**0.63**
Materials 3.21% (5.27%)				
Chemicals 0.00% (1.13%)				
Construction Materials 3.21% (4.14%)				
Breedon Group#	GBP	584,267	389	1.14
Forterra	GBP	242,351	705	2.07
			1,094	3.21
Materials total			**1,094**	**3.21**
Real Estate 13.39% (12.90%)				
Equity Real Estate Investment Trusts (REITs) 9.66% (8.82%)				
Big Yellow Group	GBP	41,786	472	1.38
Empiric Student Property	GBP	931,160	878	2.58
PRS REIT	GBP	355,836	313	0.92
Tritax EuroBox	GBP	628,559	581	1.70
Warehouse Reit#	GBP	994,813	1,049	3.08
			3,293	9.66
Real Estate Management & Development 3.73% (4.08%)				
Helical	GBP	92,746	358	1.05
Sigma Capital Group#	GBP	320,920	324	0.95
St Modwen Properties	GBP	128,131	590	1.73
			1,272	3.73
Real Estate total			**4,565**	**13.39**
Equities total			**31,450**	**92.25**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Liquidity Funds 4.99% (0.00%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	1,700,000	1,700	4.99
Liquidity Funds total			**1,700**	**4.99**
Investment assets			33,150	97.24
Net other assets			942	2.76
Net assets			**34,092**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

Security traded on another regulated market.

^ Unlisted, suspended or delisted security.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		1,253		(609)
Revenue	3	837		834	
Expenses	4	(353)		(457)	
Net revenue before taxation		484		377	
Taxation	5	1		–	
Net revenue after taxation			485		377
Total return before distributions			**1,738**		**(232)**
Distributions	6		(485)		(377)
Change in net assets attributable to shareholders from investment activities			**1,253**		**(609)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**39,730**		**41,256**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,324		1,745	
Amounts payable on cancellation of shares	(8,652)		(2,977)	
		(7,328)		(1,232)
Dilution adjustment		31		–
Change in net assets attributable to shareholders from investment activities (see above)		1,253		(609)
Retained distribution on accumulation shares		406		315
Closing net assets attributable to shareholders		**34,092**		**39,730**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	33,150	38,967
Current assets:			
Debtors	8	236	82
Cash and bank balances	9	772	1,861
Total assets		**34,158**	**40,910**
Liabilities:			
Creditors:			
Distribution payable		(39)	(30)
Other creditors	10	(27)	(1,150)
Total liabilities		**(66)**	**(1,180)**
Net assets attributable to shareholders		**34,092**	**39,730**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency losses	(14)	(4)
Expenses relating to the purchase and sale of investments	–	(2)
Non-derivative securities gains/(losses)	1,267	(603)
Net capital gains/(losses)	**1,253**	**(609)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	1	–
Interest on debt securities	5	5
Overseas dividends	22	23
Property income distributions	103	78
UK dividends	706	728
Total revenue	**837**	**834**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	351	420
Registration fees	–	24
	351	444
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	4
Interest payable	2	–
Safe custody fee	–	1
	2	5
Other expenses:		
Audit fee**	–	7
Statement fee	–	1
	–	8
Total expenses	**353**	**457**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £8,897 (2018: £8,555) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Overseas tax suffered	(1)	–
Total current tax (see note 5b)	**(1)**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**484**	**377**
Corporation tax at 20%	97	75
Effects of:		
Movement in excess management expenses	49	75
Overseas dividends not subject to corporation tax	(5)	(5)
Overseas tax suffered	(1)	–
UK dividends not subject to corporation tax	(141)	(145)
Current tax charge (see note 5a)	**(1)**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £19,499,862 (2018: £19,255,931) creating a potential deferred tax asset of £3,899,972 (2018: £3,851,186). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distribution	152	137
Final distribution	314	235
	466	372
Add: Revenue deducted on cancellation of shares	26	9
Deduct: Revenue received on issue of shares	(7)	(4)
Total distributions	**485**	**377**
Net revenue after taxation	**485**	**377**

Details of the distributions per share are set out in the distribution tables on page 111.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	31,450	38,368
Level 2: Observable market data	1,700	–
Level 3: Unobservable data	–	599
Total value	**33,150**	**38,967**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	51	62
Amounts receivable on issue of shares	38	20
Income tax recoverable	10	–
Sales awaiting settlement	137	–
Total debtors	**236**	**82**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	772	1,861
Total cash and bank balances	**772**	**1,861**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	12	49
Amounts payable for cancellation of shares	15	63
Purchases awaiting settlement	–	1,038
Total other creditors	**27**	**1,150**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD's periodic charge paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the Fund Management Fee are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of ACD periodic charges was £12,250 (2018: £48,603). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £90,860 (2018: £107,247). The amount outstanding at the year end was £60,256 (2018: £62,549). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £10,200,000 (2018: £8,400,000) and £8,500,000 (2018: £9,200,000) respectively. The income received during the year amounted to £4,818 (2018: £4,901).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 3 Income shares)	488,340	153,072	335,268
ACD and related parties (Class 1 Accumulation shares)	302	(3,680)	3,982
ACD and related parties (Class 2 Accumulation shares)	356,879	(736,447)	1,093,326

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.04%
Class 2: 0.89%
Class 3: 0.34%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 98. The distributions per share are given in the distribution tables on page 111. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 3 Income shares	500,537	7,633	(19,830)	–	488,340
Class 1 Accumulation shares	6,014,119	21,729	(373,351)	(24,944)	5,637,553
Class 2 Accumulation shares	2,305,605	188,254	(1,112,081)	15,668	1,397,446

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 2.24% (2018: 2.15%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 0.22% (2018: 0.22%).

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 7.25% (2018: 4.68%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Market price risk

At the year end date, 97.24% (2018: 98.08%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.72% (2018: 9.81%).

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Equities	(6,997)	(4)	(8)	(7,009)	0.06%	0.11%
Funds	(10,200)	–	–	(10,200)	0.00%	0.00%
	(17,197)	(4)	(8)	(17,209)		
Sales						
Equities	15,741	(9)	–	15,732	0.06%	0.00%
Funds	8,500	–	–	8,500	0.00%	0.00%
	24,241	(9)	–	24,232		
Total		(13)	(8)			
Percentage of Fund average net assets		0.04%	0.02%			

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs (continued)

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Equities	(11,534)	(7)	(70)	(11,611)	0.06%	0.60%
Funds	(8,400)	–	–	(8,400)	0.00%	0.00%
	(19,934)	(7)	(70)	(20,011)		
Sales						
Equities	11,491	(7)	–	11,484	0.06%	0.00%
Funds	9,200	–	–	9,200	0.00%	0.00%
	20,691	(7)	–	20,684		
Total		(14)	(70)			
Percentage of Fund average net assets		0.03%	0.17%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 1.61% (2018: 1.40%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the six months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 3 Income shares	Group 1	8.0127	–	8.0127	6.0221
	Group 2	3.8856	4.1271	8.0127	6.0221

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	3.4133	–	3.4133	1.9279
	Group 2	1.4886	1.9247	3.4133	1.9279
Class 2 Accumulation shares	Group 1	5.9171	–	5.9171	3.8673
	Group 2	2.1186	3.7985	5.9171	3.8673

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

Interim distribution paid in pence per share for the six months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 3 Income shares	Group 1	4.2884	–	4.2884	4.7401
	Group 2	2.4731	1.8153	4.2884	4.7401

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Accumulation shares	Group 1	1.2807	–	1.2807	0.7879
	Group 2	0.5335	0.7472	1.2807	0.7879
Class 2 Accumulation shares	Group 1	2.4790	–	2.4790	2.7873
	Group 2	0.9762	1.5028	2.4790	2.7873

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS CONTINENTAL EUROPEAN EQUITY FUND

(PREVIOUSLY AVIVA INVESTORS EUROPEAN EQUITY FUND)

The name of the Fund was changed to the Aviva Investors Continental European Equity Fund on 2 January 2019.

INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of European companies.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of European companies (including those in emerging markets in Europe but excluding companies in the UK).

Other investments: The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Strategy: The Fund is actively managed with an unconstrained investment style, allowing the Investment Manager the freedom to invest in companies of any size, and at any stage of the business cycle. This will include investing in companies which the Investment Manager considers to be market leading or to have superior business models. It will include companies where the Investment Manager sees future opportunities for growth arising from long-term industry or consumer themes, or "hidden value", which the Investment Manager believes are currently undervalued by the market. This is balanced by an emphasis on risk management within the Fund, so the portfolio will be built from a diverse range of companies across different industry sectors.

Environmental, Social & Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance, is compared against the FTSE® Europe ex UK Total Return Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index represents developed and emerging markets in Europe, excluding the UK, and consists of large and medium sized companies, as defined by their market capitalisation (total market value of a company's outstanding shares).

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

FUND MANAGER'S REPORT

Performance

Over the twelve months ended 15 October 2019, the Aviva Investors Continental European Fund delivered a total return of 3.50% (share class 1), net of fees. The Fund's benchmark, the FTSE® Europe ex UK Index returned 12.12%.

Market Review

Over the last 12 months, global economic indicators have highlighted a synchronised slowdown although activity continues to expand. The closely-watched global manufacturing PMI composite index fell back to its lowest level for three and a half years in February. This was partly a result of the US-China trade dispute, but also reflective of a slowdown in the Chinese economy. Worldwide, inflationary pressures have remained subdued by historical standards. Having risen to its highest level in four years in early October, the oil price (Brent crude) declined sharply to just over $50/barrel in December – its lowest level for 15 months, driven by increased levels of supply, notably US inventories, before rallying during the opening quarter of 2019.

There has been a sharp loss of momentum in the Eurozone. Although Eurozone economic activity picked up over the first quarter of 2019, forward-looking indicators have been less reassuring. The closely watched purchasing managers' index for the Eurozone fell to a six-year low in September, while manufacturing activity in Germany declined to its lowest level since mid-2009, as the country's export-led economy has continued to suffer from global trade tensions and weakening growth. In response, the European Central Bank (ECB) announced it would recommence QE (quantitative easing), with effect from November, at €20 billion a month and maintain this policy until inflation returns to its 2% target.

European equities gained ground but trailed global indices over the reporting period. Political concerns resurfaced as the year progressed, most notably in Italy. The coalition government, comprising the populist Five Star Movement and the Northern League, appeared set on a collision course with the European Central Bank over its spending plans, until an agreement was eventually reached as 2018 ended. As the period ended, the coalition fragmented with the League withdrawing and the Five Star Movement forming a new alliance with the Democratic Party. This reawakened the debate on the existential future of the Eurozone. As a result, widening credit spreads in Italy awakened fears of contagion risk and a slowdown in regional economic growth weakened financial stocks, notably banks. With economic growth remaining sluggish, combined with ongoing concerns over the impact of the escalating US-China trade dispute on exports, cyclical sectors notably industrials, basic materials and technology underperformed broader market indices. Investors took refuge in more defensive sectors, particularly utilities which outperformed the rest of the market by a wide margin, but also consumer staples and healthcare.

AVIVA INVESTORS CONTINENTAL EUROPEAN EQUITY FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Fund Review

Positioning within the healthcare sector had the largest negative impact on fund performance over the reporting year. Broadly, performance was impacted by our underweight position in large-cap pharmaceuticals, stock specific issues at Fresenius SE and EssilorLuxottica, and our favoured biotech positions. The historically 'defensive' large-cap pharmaceuticals companies benefited from an uncertain macroeconomic and geopolitical environment, prompting further sector rotation. Investor sentiment for large-cap pharmaceuticals also improved as the market concluded that President Trump's headline grabbing rhetoric in October 2018 regarding U.S. drug prices would have a limited financial impact on earnings. China also became a bigger theme with Roche, in particular, using higher Chinese demand to help offset biosimilar pressures. Our holding in Fresenius SE detracted heavily from performance in late 2018. The company first posted a profit warning due to issues from its dialysis business (FMC) and its German hospital business (Helios). Eight weeks later Fresenius SE shocked the market by issuing another profit warning, where it cut 2019 margin guidance again for the FMC and Helios divisions, and gave conservative guidance for the injectables business (Kabi). After meeting with the CEO in January, we decided to look through the period of near-term uncertainty and hold our position in Fresenius SE. This decision has recently started to have a positive impact on the Fund's performance.

EssilorLuxottica, which now sits within the consumer sector, was impacted by escalating corporate government issues surrounding the merger of Essilor (lenses provider) and Luxottica (eyewear provider). We sold our position due to concerns over Luxottica trading and the level of synergies that can be achieved.

Our 'portfolio' of higher-risk biotech positions also impacted performance as 2018 ended. Biotechs were casualties of the market's 'risk-off' reaction to macroeconomic and geopolitical uncertainty, as well as the misfortunes of Neil Woodford's biotech-heavy income fund. Our decision to divest a large proportion of these legacy biotech holdings over the last few years has been correct. The impact from biotech holdings was mitigated by the decision to reallocate to more established biopharma companies – with our recently added holding in Galapagos benefitting from a $5.1bn deal with US pharmaceutical giant Gilead.

In the financial sector, our banking exposure detracted from performance as the ECB extended its forward guidance to keep interest rates unchanged. In addition, Caixabank and Santander were impacted by unfavourable operating margins and a series of disappointing quarterly results, whilst ABN Amro was impacted by concerns surrounding litigation risk and money laundering rumours. Elsewhere, the market payed little attention to asset manager Anima's resilient fund flows, as the company remained a victim of widening credit spreads in Italy amidst an unfavourable political environment and macroeconomic uncertainty. The negative impact from the financials sector on fund performance was somewhat mitigated by strong performance from Deutsche Boerse, our decision to not hold either of the large Swiss banks and our underweight positioning in the real estate sector.

Within the consumer goods sector, strong performance from luxury goods group LVMH and beverages group Anheuser-Busch InBev was not enough to offset the negative impact from Nestle. LVMH had a strong 12 months as growth in China continued to accelerate and management gave confident guidance on earnings. This triggered valuation upgrades following the stock's de-rating during the fourth quarter of 2018. Anheuser-Busch InBev also performed strongly, driven by a resilient beverage market and an impressive de-leveraging. We took the opportunity to invest in the company early in 2019 at an attractive valuation. However, the exceptionally strong performance of Nestle over-shadowed some successful stock picking in the consumer goods sector. Nestle performed well amid the step down in interest rate outlook and the Fund was impacted from not holding shares in the company.

The two holdings that detracted significantly from performance – Stabilus and Pirelli – are both exposed to the automotive market. This cyclical sub-sector was heavily impacted by the US-China trade tensions and numerous other headwinds facing the global auto market. Another individual stock that negatively impacted performance was Ryanair. European airlines performed poorly due to Brexit concerns and potential impacts from Boeing's 737 MAX troubles. We continue to hold Ryanair based on its superior operating model and the structural advantages in its cost base.

Our holdings in the technology sector saw mixed performance. Whilst trade tensions have ebbed and flowed over the last 12 months ASML gave reassuring trading statements, creating more confidence in the company's order book. STMicroelectronics, another company exposed to the semiconductor cycle, rebounded after a challenging trading period. On the other hand, Amadeus suffered from a set of slightly weak results and an announcement that it was under investigation from the EU Antitrust Commission. We maintain our position in Amadeus as the company has a market leading position as a global GDS provider to the airline industry. Hotel IT is also a very interesting growth market for the business that is not fully appreciated by the market, in our opinion.

Outlook

After an upturn during the first quarter of 2019, Eurozone economic growth slowed sharply over the three months to June to a below-trend pace and there have been no signs of any noticeable pick up during the third quarter. The malaise in the manufacturing sector has got incrementally worse, largely because of the slump in global trade which has hurt exports. More worryingly, there are limited signs that weakness is being transmitted to the more domestically focused services sector which, until now, has remained reassuringly resilient. In contrast to many businesses, households are still reasonably upbeat, while some money and credit indicators have improved modestly. Nevertheless, the additional stimulus promised by the ECB is warranted, especially as inflation – to which they have now directly linked monetary policy – is still troublingly low. Fiscal policy should also lift demand at the margin, but is unlikely to be a game-changer. European equity markets are on lower forward earnings multiples than the US, although the discrepancy between valuation multiples with Europe from sector to sector remains large. Despite challenging macro-economic conditions, we still see opportunities for our clients where our view of the intrinsic value of a company is different to the stock market's view as reflected by the stock price.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 115 and 116 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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AVIVA INVESTORS CONTINENTAL EUROPEAN EQUITY FUND (CONTINUED)

Performance History – Income Shares

Calendar year	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	2.37	-1.35
31.12.14 to 31.12.15	19.75	5.48
31.12.15 to 31.12.16	15.28	21.17
31.12.16 to 31.12.17	18.24	16.86
31.12.17 to 31.12.18	-16.88	-9.08

* Benchmark – FTSE® Europe ex UK Total Return Index.

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	1.71	1.85	2.37	-1.35
31.12.14 to 31.12.15	18.97	19.16	19.75	5.48
31.12.15 to 31.12.16	14.54	14.71	15.28	21.17
31.12.16 to 31.12.17	17.49	17.65	18.24	16.86
31.12.17 to 31.12.18	-17.42	-17.30	-16.88	-9.08

* Benchmark – FTSE® Europe ex UK Total Return Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge. .

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
Novartis	Telefonica
Nestle	ASML Holding
Anheuser-Busch InBev	EssilorLuxottica
Allianz	Orange
Danone	Continental
Cie Generale des Etablissements Michelin	ABN AMRO Bank, CVA
RWE	LVMH Moet Hennessy Louis Vuitton
Medacta Group	CaixaBank
TechnipFMC	Deutsche Boerse

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

– This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.

– The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.

– The value of investments will be affected by changes in exchange rates.

– Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	226.18	250.41	214.54
Return before operating charges†	10.14	(21.72)	38.15
Operating charges	(2.26)	(2.51)	(2.28)
Return after operating charges†	7.88	(24.23)	35.87
Distributions	(3.46)	(3.42)	(2.55)
Retained distributions on accumulation shares	3.46	3.42	2.55
Closing net asset value per share	234.06	226.18	250.41
† after direct transaction costs of	(0.20)	(0.17)	(0.16)
Performance			
Return after charges (%)	3.48%	(9.68)%	16.72%
Other information			
Closing net asset value (£000)	113,327	118,561	125,946
Closing number of shares	48,418,043	52,419,736	50,296,455
Operating charges (%)‡	1.00%	1.00%	1.00%
Direct transaction costs (%)#	0.09%	0.07%	0.07%
Prices≈			
Highest share price	245.86	259.42	252.66
Lowest share price	204.52	226.07	195.96

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	353.50	390.81	334.37
Return before operating charges†	15.87	(33.97)	59.51
Operating charges	(3.00)	(3.34)	(3.07)
Return after operating charges†	12.87	(37.31)	56.44
Distributions	(5.94)	(5.94)	(4.60)
Retained distributions on accumulation shares	5.94	5.94	4.60
Closing net asset value per share	366.37	353.50	390.81
† after direct transaction costs of	(0.32)	(0.27)	(0.25)
Performance			
Return after charges (%)	3.64%	(9.55)%	16.88%
Other information			
Closing net asset value (£000)	24,335	29,521	35,316
Closing number of shares	6,642,124	8,351,233	9,036,788
Operating charges (%)‡	0.85%	0.85%	0.86%
Direct transaction costs (%)#	0.09%	0.07%	0.07%
Prices≈			
Highest share price	384.71	405.05	394.33
Lowest share price	319.75	353.33	305.48

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	356.50	400.96	347.10
Return before operating charges†	16.09	(34.94)	61.78
Operating charges	(1.25)	(1.42)	(1.34)
Return after operating charges†	14.84	(36.36)	60.44
Distributions	(7.76)	(8.10)	(6.58)
Closing net asset value per share	363.58	356.50	400.96
† after direct transaction costs of	(0.32)	(0.28)	(0.26)
Performance			
Return after charges (%)	4.16%	(9.07)%	17.41%
Other information			
Closing net asset value (£000)	17,167	18,192	16,901
Closing number of shares	4,721,831	5,102,809	4,214,982
Operating charges (%)‡	0.35%	0.35%	0.36%
Direct transaction costs (%)#	0.09%	0.07%	0.07%
Prices≈			
Highest share price	387.64	416.19	410.00
Lowest share price	322.83	363.01	317.30

COMPARATIVE TABLES (CONTINUED)

Class A Accumulation shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	243.45	209.96
Return before operating charges†	(240.91)	37.19
Operating charges	(2.54)	(3.70)
Return after operating charges†	(243.45)	33.49
Distributions	–	(1.05)
Retained distributions on accumulation shares	–	1.05
Closing net asset value per share	–	243.45
† after direct transaction costs of	–	(0.16)
Performance		
Return after charges (%)	–	15.95%
Other information		
Closing net asset value (£000)	–	14,434
Closing number of shares	–	5,929,089
Operating charges (%)‡	1.65%	1.66%
Direct transaction costs (%)#	–	0.07%
Prices≈		
Highest share price	251.73	245.65
Lowest share price	229.84	191.61

§ The share class was closed 1 June 2018.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	1.00%	1.00%
Class 2	0.85%	0.85%
Class 3	0.35%	0.35%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 99.20% (98.72%)				
Austria 1.33% (0.62%)				
ams	CHF	11,634	414	0.27
BAWAG Group	EUR	52,296	1,641	1.06
			2,055	1.33
Belgium 5.84% (0.34%)				
Anheuser-Busch InBev	EUR	64,462	4,684	3.02
Bone Therapeutics	EUR	46,867	137	0.09
Galapagos	EUR	16,159	2,024	1.31
Umicore	EUR	70,909	2,201	1.42
			9,046	5.84
Finland 1.72% (1.19%)				
Nokia	EUR	283,002	1,121	0.72
Nordea Bank	EUR	275,913	1,544	1.00
			2,665	1.72
France 32.85% (32.11%)				
Air Liquide	EUR	58,043	6,006	3.88
Alstom	EUR	59,458	1,966	1.27
Amplitude Surgical	EUR	211,180	279	0.18
Amundi	EUR	54,949	3,040	1.96
AXA	EUR	261,275	5,355	3.46
BNP Paribas	EUR	83,267	3,303	2.13
Cie Generale des Etablissements Michelin	EUR	30,435	2,730	1.76
Danone	EUR	42,555	2,976	1.92
Ipsen	EUR	21,030	1,643	1.06
Kering	EUR	3,483	1,451	0.94
LVMH Moet Hennessy Louis Vuitton	EUR	16,204	5,380	3.47
Pernod Ricard	EUR	13,150	1,940	1.25
Peugeot	EUR	39,957	799	0.52
Sanofi	EUR	33,558	2,396	1.55
Schneider Electric	EUR	64,414	4,551	2.94
Thales	EUR	39,456	3,313	2.14
TOTAL	EUR	37,539	1,512	0.98
Worldline	EUR	44,137	2,229	1.44
			50,869	32.85
Germany 21.24% (18.30%)				
Allianz	EUR	20,422	3,764	2.43
Bayer	EUR	76,878	4,402	2.84
Covestro	EUR	54,967	2,168	1.40
Deutsche Boerse	EUR	16,946	2,143	1.38
Fresenius	EUR	107,461	3,987	2.58
HelloFresh	EUR	69,593	964	0.62
Infineon Technologies	EUR	40,353	588	0.38
Knorr-Bremse	EUR	31,970	2,411	1.56
Puma	EUR	25,310	1,621	1.05
RWE	EUR	130,942	3,150	2.04
SAP	EUR	77,004	7,683	4.96
			32,881	21.24
Ireland 4.71% (4.24%)				
CRH	EUR	75,879	2,086	1.35
Kerry Group 'A'	EUR	38,251	3,580	2.31
Malin	EUR	92,272	329	0.21
Ryanair Holdings	EUR	123,142	1,299	0.84
			7,294	4.71

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Italy 2.31% (7.26%)				
Intesa Sanpaolo	EUR	782,360	1,489	0.96
Newron Pharmaceuticals	CHF	53,343	250	0.16
Pirelli & C	EUR	382,946	1,841	1.19
			3,580	2.31
Luxembourg 1.22% (3.75%)				
Shurgard Self Storage	EUR	73,019	1,882	1.22
			1,882	1.22
Netherlands 9.40% (11.34%)				
Airbus	EUR	39,273	4,082	2.64
Argenx	EUR	7,890	696	0.45
ASML Holding	EUR	27,832	5,823	3.76
QIAGEN	EUR	67,850	1,457	0.94
STMicroelectronics	EUR	148,051	2,489	1.61
			14,547	9.40
Spain 4.39% (14.10%)				
Amadeus IT Group 'A'	EUR	40,756	2,383	1.54
Banco Santander	EUR	1,332,198	4,413	2.85
			6,796	4.39
Sweden 1.35% (1.74%)				
Coor Service Management Holding	SEK	113,413	724	0.47
Epiroc 'A'	SEK	138,528	1,193	0.77
EQT	SEK	24,946	180	0.11
			2,097	1.35
Switzerland 10.92% (2.73%)				
ABB	CHF	85,655	1,262	0.82
Cie Financiere Richemont	CHF	14,698	845	0.55
GeNeuro	EUR	27,553	85	0.05
Lonza Group	CHF	3,154	836	0.54
Medacta Group	CHF	34,614	2,194	1.42
Nestle	CHF	56,333	4,729	3.05
Novartis	CHF	102,367	6,951	4.49
			16,902	10.92
United Kingdom 1.92% (1.00%)				
Oxford Biomedica	GBP	101,025	505	0.33
TechnipFMC	EUR	133,345	2,465	1.59
			2,970	1.92
Equities total			**153,584**	**99.20**
Liquidity Funds 0.00% (0.00%)				
Investment assets			153,584	99.20
Net other assets			1,245	0.80
Net assets			**154,829**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		2,992		(20,531)
Revenue	3	4,441		4,924	
Expenses	4	(1,438)		(1,790)	
Net revenue before taxation		3,003		3,134	
Taxation	5	(414)		(403)	
Net revenue after taxation			2,589		2,731
Total return before distributions			**5,581**		**(17,800)**
Distributions	6		(2,589)		(2,788)
Change in net assets attributable to shareholders from investment activities			**2,992**		**(20,588)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**166,274**		**192,597**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,913		9,142	
Amounts payable on cancellation of shares	(18,435)		(17,186)	
		(16,522)		(8,044)
Dilution adjustment		–		19
Change in net assets attributable to shareholders from investment activities (see above)		2,992		(20,588)
Retained distribution on accumulation shares		2,085		2,290
Closing net assets attributable to shareholders		**154,829**		**166,274**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	153,584	164,148
Current assets:			
Debtors	8	953	1,253
Cash and bank balances	9	1,597	6,977
Total assets		**156,134**	**172,378**
Liabilities:			
Creditors:			
Distribution payable		(282)	(342)
Other creditors	10	(1,023)	(5,762)
Total liabilities		**(1,305)**	**(6,104)**
Net assets attributable to shareholders		**154,829**	**166,274**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency losses	(101)	(24)
Expenses relating to the purchase and sale of investments	–	(3)
Non-derivative securities gains/(losses)	3,093	(20,504)
Net capital gains/(losses)	**2,992**	**(20,531)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	1	170
Interest on debt securities	4	3
Overseas dividends	4,436	4,751
Total revenue	**4,441**	**4,924**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	1,428	1,736
Registration fees	–	31
	1,428	1,767
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	17
Interest payable	10	–
Safe custody fee	–	19
	10	36
Other expenses:		
Audit fee**	–	7
Professional fee	–	18
Statement fee	–	3
	–	28
Total expenses	**1,438**	**1,831**
Less those expenses rebated by the ACD	–	(41)
Net expenses	**1,438**	**1,790**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £8,897 (2018: £8,555) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Overseas tax suffered	414	403
Total current tax (see note 5b)	**414**	**403**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**3,003**	**3,134**
Corporation tax at 20%	601	627
Effects of:		
Movement in excess management expenses	286	323
Overseas dividends not subject to corporation tax	(888)	(950)
Overseas tax suffered	414	403
Tax credit on Loan relationship deficit	1	–
Current tax charge (see note 5a)	**414**	**403**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £22,769,640 (2018: £21,340,910) creating a potential deferred tax asset of £4,553,928 (2018: £4,268,182). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distribution	378	129
Final distribution	2,081	2,578
	2,459	2,707
Add: Revenue deducted on cancellation of shares	138	97
Deduct: Revenue received on issue of shares	(8)	(16)
Total distributions	**2,589**	**2,788**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	2,589	2,788
Equalisation on conversions	–	(57)
Net revenue after taxation	**2,589**	**2,731**

Details of the distributions per share are set out in the distribution tables on page 127.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	153,584	164,147
Level 2: Observable market data	–	1
Total value	**153,584**	**164,148**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Corporation tax recoverable	69	68
Overseas tax recoverable	487	330
Sales awaiting settlement	397	855
Total debtors	**953**	**1,253**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	1,597	6,977
Total cash and bank balances	**1,597**	**6,977**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	53	188
Amounts payable for cancellation of shares	176	213
Purchases awaiting settlement	794	5,361
Total other creditors	**1,023**	**5,762**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £52,677 (2018: £188,328). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £425,361 (2018: £486,096). The amount outstanding at the year end was £324,137 (2018: £407,127). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £14,800,060 (2018: £16,200,000) and £14,801,160 (2018: £16,299,000) respectively. The income received during the year amounted to £3,734 (2018: £3,614).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 3 Income shares)	4,721,831	(380,978)	5,102,809
ACD and related parties (Class 1 Accumulation shares)	8,016	(1,382)	9,398
ACD and related parties (Class 2 Accumulation shares)	838,192	(328,555)	1,166,747

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%
Class 2: 0.85%
Class 3: 0.35%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 115 and 116. The distributions per share are given in the distribution tables on page 127. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 3 Income shares	5,102,809	295,972	(676,950)	–	4,721,831
Class 1 Accumulation shares	52,419,736	243,996	(4,081,157)	(164,532)	48,418,043
Class 2 Accumulation shares	8,351,233	110,750	(1,925,024)	105,165	6,642,124

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 99.93% (2018: 98.06%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.99% (2018: 9.81%).

	Net foreign currency assets					
	Monetary exposure £000		Non monetary exposure £000		Total £000	
Currency	15.10.19	15.10.18	15.10.19	15.10.18	15.10.19	15.10.18
Danish krone	16	49	–	–	16	49
Euro	1,466	(440)	133,501	154,210	134,967	153,770
Swedish krona	–	–	2,097	2,895	2,097	2,895
Swiss franc	110	512	17,481	5,822	17,591	6,334
US dollar	51	–	–	–	51	–

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 1.03% (2018: 4.20%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Market price risk

At the year end date, 99.20% (2018: 98.72%) of the net assets of the Fund were invested in ordinary shares or stock units admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.92% (2018: 9.87%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Equities	(70,854)	(29)	(75)	(70,958)	0.04%	0.11%
Funds	(14,800)	–	–	(14,800)	0.00%	0.00%
	(85,654)	(29)	(75)	(85,758)		
Sales						
Equities	84,649	(36)	–	84,613	0.04%	0.00%
Funds	14,801	–	–	14,801	0.00%	0.00%
	99,450	(36)	–	99,414		
Total		(65)	(75)			
Percentage of Fund average net assets		0.05%	0.04%			

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Inspecie & Corporate Action activity)						
Equities	(75,101)	(22)	(90)	(75,213)	0.03%	0.12%
Funds	(16,200)	–	–	(16,200)	0.00%	0.00%
Purchases (including Corporate Action activity only)						
Equities	(868)	–	–	(868)	0.00%	0.00%
	(92,169)	(22)	(90)	(92,281)		
Sales						
Equities	79,854	(29)	–	79,825	0.04%	0.00%
Funds	16,299	–	–	16,299	0.00%	0.00%
	96,153	(29)	–	96,124		
Total		(51)	(90)			
Percentage of Fund average net assets		0.02%	0.05%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.10% (2018: 0.12%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the six months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 3 Income shares	Group 1	5.9699	–	5.9699	6.7034
	Group 2	0.2910	5.6789	5.9699	6.7034

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	3.0277	–	3.0277	3.3827
	Group 2	0.1496	2.8781	3.0277	3.3827
Class 2 Accumulation shares	Group 1	5.0115	–	5.0115	5.5494
	Group 2	0.8669	4.1446	5.0115	5.5494

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

Interim distribution paid in pence per share for the six months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 3 Income shares	Group 1	1.7914	–	1.7914	1.3999
	Group 2	1.1762	0.6152	1.7914	1.3999

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Accumulation shares	Group 1	0.4293	–	0.4293	0.0417
	Group 2	0.3473	0.0820	0.4293	0.0417
Class 2 Accumulation shares	Group 1	0.9256	–	0.9256	0.3897
	Group 2	0.7203	0.2053	0.9256	0.3897

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS CORPORATE BOND FUND

INVESTMENT OBJECTIVE

The Fund will aim to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is Markit iBoxx® Sterling Non-Gilts Total Return Index.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in high quality bonds, which have been independently rated as "investment grade" with a credit rating of BBB-/Baa3 or above, issued by companies and supranational organisations in Sterling or hedged to Sterling.

Other investments: The Fund may also invest in other bonds, including those issued by governments, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk-adjusted returns. The Investment Manager will focus on identifying what they judge to be higher quality corporate bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

Environmental, Social and Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is measured against the Index, after charges and taxes.
The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of investment grade bonds issued by companies and denominated in sterling, with a maturity date exceeding 1 year, but excludes government bonds.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors Corporate Bond Fund delivered a total return of 8.27% (share class 1), net of fees. The Fund's benchmark, the Markit iBoxx Sterling Non-Gilts Total Return Index, returned 8.95%.

Review
The Fund posted an attractive total return in what was a positive twelve months for fixed income markets. In the latter stages of 2018, when the corporate bond market was under significant pressure because of worries about possible interest rate hikes in an environment of slowing global growth, we held a cautious stance in terms of the Fund's duration (sensitivity to changes in interest rates). We gradually unwound this position when bond prices recovered in early 2019 and added credit risk to the portfolio, thereby taking advantage of cheaper valuations for many bonds. From spring into the period end, both credit risk and duration were held close to the benchmark. For some of our bond holdings, the recovery of 2019 was not strong enough to offset earlier losses. A notable disappointment was roadside recovery group AA, which struggled after announcing weak profits in 2018. Uncertainty about the prospects for UK retailers also led to disappointing returns by the shopping centre operator Intu Metrocentre. On the positive side, exposure to gilts was helpful given the market's strong rally on hopes for looser monetary policy globally. In sector terms, exposure to UK banks (Barclays, HSBC) and subordinated insurance debt (AXA, Aviva) added value, while Tesco contributed well after a strong operating recovery saw its credit rating restored to investment-grade.

Outlook
We are concerned about corporate bond market fundamentals, and in particular the high levels of debt carried by some issuers going into an environment of slowing growth. Uncertainty over trade is negative for some areas of the credit market and we are therefore avoiding cyclical companies and instead focusing on stable businesses in the higher-quality areas. While we believe that credit spreads will widen next year as the contraction of the global economy becomes more obvious, in the shorter term we expect further positive performance, not least because investor flows into the asset class have picked up significantly from twelve months ago. The market is also underpinned by the restarting of the European Central Bank's quantitative easing (QE) programme, which is scheduled for November. Although the composition of the asset repurchasing has not yet been announced, the fact that the ECB is already close to its limits in terms of sovereign bond buying means that corporate bonds are likely to be included. During the last round of QE, this proved to be highly supportive of the credit markets, including sterling.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 130 and 131 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

AVIVA INVESTORS CORPORATE BOND FUND (CONTINUED)

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	10.50	10.69	10.96	12.20
31.12.14 to 31.12.15	-0.23	-0.09	0.15	0.49
31.12.15 to 31.12.16	7.95	8.12	8.38	10.65
31.12.16 to 31.12.17	3.97	4.16	4.48	4.32
31.12.17 to 31.12.18	-2.22	-2.08	-1.78	-1.51

* Benchmark – a composite benchmark of 40% Markit iBoxx® Sterling Non-Gilts Index, 50% Bloomberg Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Markets Bond Index (Sterling Hedged).

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
UK Treasury 4.25% 07/03/2036	UK Treasury 4.25% 07/03/2036
European Investment Bank 0.88% 15/12/2023	UK Treasury 4.00% 07/03/2022
Kreditanstalt fuer Wiederaufbau 1.38% 09/12/2024	UK Treasury 3.50% 22/01/2045
UK Treasury 3.25% 22/01/2044	Prudential, FRN 11.38% 29/05/2039
International Bank for Reconstruction & Development 1.25% 07/09/2023	HSBC Holdings, FRN 5.88% Perpetual
Banco Santander 1.38% 31/07/2024	RELX Investments 2.75% 01/08/2019
Volkswagen Financial Services 2.13% 27/06/2024	European Investment Bank 0.88% 15/12/2023
UK Treasury 3.50% 22/01/2045	UK Treasury 4.50% 07/12/2042
Industrial & Commercial Bank of China 1.50% 31/07/2022	Orange 5.38% 22/11/2050

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	**3**	4	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

– This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.

– The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.

– Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.

– Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	58.81	60.65	61.07
Return before operating charges†	5.26	0.17	1.82
Operating charges	(0.47)	(0.48)	(0.49)
Return after operating charges†	4.79	(0.31)	1.33
Distributions	(1.45)	(1.53)	(1.75)
Closing net asset value per share	62.15	58.81	60.65
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.14%	(0.51)%	2.18%
Other information			
Closing net asset value (£000)	86,744	90,032	46,433
Closing number of shares	139,568,712	153,092,711	76,553,930
Operating charges (%)‡	0.77%	0.79%	0.80%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	63.75	61.95	62.77
Lowest share price	58.47	59.05	59.74

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	116.72	120.39	121.21
Return before operating charges†	10.46	0.32	3.63
Operating charges	(0.39)	(0.39)	(0.39)
Return after operating charges†	10.07	(0.07)	3.24
Distributions	(3.43)	(3.60)	(4.06)
Closing net asset value per share	123.36	116.72	120.39
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.63%	(0.06)%	2.67%
Other information			
Closing net asset value (£000)	2,290,150	1,979,627	1,984,229
Closing number of shares	1,856,466,415	1,695,992,063	1,648,187,073
Operating charges (%)‡	0.32%	0.32%	0.32%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	126.62	123.09	124.70
Lowest share price	116.12	117.33	118.66

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	88.58	91.36	91.98
Return before operating charges†	7.93	0.25	2.75
Operating charges	(0.57)	(0.57)	(0.57)
Return after operating charges†	7.36	(0.32)	2.18
Distributions	(2.33)	(2.46)	(2.80)
Closing net asset value per share	93.61	88.58	91.36
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.31%	(0.35)%	2.37%
Other information			
Closing net asset value (£000)	86,200	60,186	52,842
Closing number of shares	92,079,893	67,946,604	57,840,411
Operating charges (%)‡	0.62%	0.62%	0.62%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	96.05	93.34	94.58
Lowest share price	88.09	88.97	90.01

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	175.70	175.84	171.51
Return before operating charges†	15.92	0.43	5.17
Operating charges	(0.59)	(0.57)	(0.56)
Return after operating charges†	15.33	(0.14)	4.61
Distributions	(5.22)	(5.32)	(5.81)
Retained distributions on accumulation shares	5.22	5.32	5.53
Closing net asset value per share	191.03	175.70	175.84
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.73%	(0.08)%	2.69%
Other information			
Closing net asset value (£000)	27,572	24,183	24,936
Closing number of shares	14,433,202	13,763,690	14,180,987
Operating charges (%)‡	0.32%	0.32%	0.32%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	194.73	179.77	180.26
Lowest share price	174.79	174.89	167.90

COMPARATIVE TABLES (CONTINUED)

Class A Income shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	56.80	57.18
Return before operating charges†	(55.79)	1.72
Operating charges	(0.40)	(0.64)
Return after operating charges†	(56.19)	1.08
Distributions	(0.61)	(1.46)
Closing net asset value per share	–	56.80
† after direct transaction costs of	–	–
Performance		
Return after charges (%)	–	1.89%
Other information		
Closing net asset value (£000)	–	53,598
Closing number of shares	–	94,365,559
Operating charges (%)‡	1.12%	1.12%
Direct transaction costs (%)#	–	–
Prices≈		
Highest share price	57.98	58.75
Lowest share price	55.95	55.92

§ The share class was closed on 1 June 2018.

‡ The operating charges are calculated on an ex–post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single–priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual–priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.77%	0.77%
Class 2	0.62%	0.62%
Class 3	0.32%	0.32%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 0.80%. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Government Bonds 5.77% (10.74%)				
United Kingdom 5.77% (10.74%)				
UK Treasury 4.25% 07/06/2032	GBP	854,000	1,214	0.05
UK Treasury 4.25% 07/03/2036	GBP	18,000,000	27,105	1.09
UK Treasury 4.75% 07/12/2038	GBP	21,697,070	35,959	1.44
UK Treasury 4.50% 07/12/2042	GBP	22,300,000	37,960	1.53
UK Treasury 3.25% 22/01/2044	GBP	28,400,000	41,372	1.66
			143,610	5.77
Government Bonds total			**143,610**	**5.77**
Corporate Bonds 86.40% (80.47%)				
Belgium 1.27% (0.64%)				
Anheuser-Busch InBev 1.75% 07/03/2025	GBP	3,829,000	3,875	0.16
Anheuser-Busch InBev 2.85% 25/05/2037	GBP	26,260,000	27,615	1.11
			31,490	1.27
Cayman Islands 0.18% (1.56%)				
Trafford Centre Finance, Series A2 6.50% 28/07/2033	GBP	3,270,532	4,457	0.18
			4,457	0.18
China 1.02% (0.00%)				
Industrial & Commercial Bank of China 1.50% 31/07/2022	GBP	25,324,000	25,337	1.02
			25,337	1.02
France 6.52% (6.62%)				
AXA, FRN 5.63% 16/01/2054	GBP	22,200,000	26,805	1.08
BNP Paribas 1.13% 16/08/2022	GBP	25,634,000	25,635	1.03
Electricite de France 6.13% 02/06/2034	GBP	26,000,000	37,375	1.50
Electricite de France 5.50% 17/10/2041	GBP	12,000,000	17,138	0.69
Electricite de France 6.00% 23/01/2114	GBP	5,800,000	9,177	0.37
Electricite de France, FRN 6.00% Perpetual	GBP	9,300,000	10,063	0.40
Orange 5.38% 22/11/2050	GBP	5,150,000	8,046	0.32
SNCF Reseau 5.50% 01/12/2021	GBP	25,825,000	28,252	1.13
			162,491	6.52
Germany 2.06% (0.00%)				
Kreditanstalt fuer Wiederaufbau 1.38% 09/12/2024	GBP	50,000,000	51,375	2.06
			51,375	2.06
Ireland 1.18% (0.65%)				
GE Capital UK Funding 5.88% 18/01/2033	GBP	17,000,000	21,269	0.85
GE Capital UK Funding 8.00% 14/01/2039	GBP	5,400,000	8,219	0.33
Lambay Capital Securities 6.25% Perpetual[§]	GBP	10,000,000	1	–
			29,489	1.18
Jersey 4.33% (5.13%)				
AA Bond 6.27% 02/07/2043	GBP	32,743,000	33,687	1.35
CPUK Finance 3.59% 28/02/2042	GBP	8,255,000	8,862	0.35
Gatwick Funding 2.63% 07/10/2048	GBP	26,300,000	25,317	1.02
Heathrow Funding 7.13% 14/02/2024	GBP	27,724,000	33,613	1.35
J.P. Morgan International Derivatives, Series D2 8.28% 28/10/2022	GBP	5,954,044	6,453	0.26
			107,932	4.33
Luxembourg 0.41% (0.00%)				
CK Hutchison Group Telecom Finance 2.00% 17/10/2027	GBP	10,342,000	10,096	0.41
			10,096	0.41
Mexico 1.39% (1.66%)				
America Movil 4.38% 07/08/2041	GBP	10,000,000	12,934	0.52
America Movil, FRN 6.37% 06/09/2073	GBP	21,000,000	21,784	0.87
			34,718	1.39

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Netherlands 5.70% (5.21%)				
ABN AMRO Bank 1.00% 30/06/2020	GBP	19,700,000	19,679	0.79
BNG Bank 1.00% 17/06/2022	GBP	27,300,000	27,383	1.10
Deutsche Telekom International Finance 1.25% 06/10/2023	GBP	19,400,000	19,379	0.78
E.ON International Finance 6.38% 07/06/2032	GBP	10,000,000	14,258	0.57
Enel Finance International 5.63% 14/08/2024	GBP	17,600,000	20,763	0.83
Enel Finance International 5.75% 14/09/2040	GBP	6,000,000	8,607	0.35
JT International Financial Services 2.75% 28/09/2033	GBP	4,401,000	4,594	0.19
Volkswagen Financial Services 2.13% 27/06/2024	GBP	27,000,000	27,184	1.09
			141,847	5.70
Spain 2.28% (1.14%)				
Banco Santander 1.38% 31/07/2024	GBP	30,400,000	30,163	1.21
Telefonica Emisiones 5.45% 08/10/2029	GBP	20,800,000	26,589	1.07
			56,752	2.28
Switzerland 0.25% (0.49%)				
Credit Suisse Group, FRN 2.13% 12/09/2025	GBP	6,215,000	6,264	0.25
			6,264	0.25
United Kingdom 47.17% (47.68%)				
Annington Funding 2.65% 12/07/2025	GBP	13,909,000	14,244	0.57
Annington Funding 3.94% 12/07/2047	GBP	20,500,000	22,890	0.92
Aviva, FRN 5.13% 04/06/2050†	GBP	15,400,000	17,424	0.70
Aviva, FRN 5.90% Perpetual†	GBP	10,000,000	10,232	0.41
Barclays 3.25% 12/02/2027	GBP	31,832,000	33,158	1.33
Barclays Bank 10.00% 21/05/2021	GBP	38,900,000	43,762	1.76
Barclays Bank UK 4.25% 12/01/2022	GBP	20,233,000	21,687	0.87
BAT International Finance 2.25% 09/09/2052	GBP	9,700,000	6,882	0.28
BP Capital Markets 1.83% 08/09/2025	GBP	13,592,000	13,910	0.56
Broadgate Financing 5.00% 05/10/2033	GBP	17,000,000	20,940	0.84
Canary Wharf Finance II 6.46% 22/10/2033	GBP	7,257,124	9,133	0.37
Centrica 4.25% 12/09/2044	GBP	4,065,000	4,725	0.19
Channel Link Enterprises Finance, FRN 3.04% 30/06/2050	GBP	5,188,000	5,429	0.22
Clarion Funding 3.13% 19/04/2048	GBP	8,954,000	10,277	0.41
Connect Plus M25 Issuer 2.61% 31/03/2039	GBP	10,179,937	11,270	0.45
Diageo Finance 1.75% 12/10/2026	GBP	20,585,000	21,159	0.85
DS Smith 2.88% 26/07/2029	GBP	21,100,000	21,579	0.87
Eversholt Funding 6.70% 22/02/2035	GBP	6,395,000	8,359	0.34
FCE Bank 2.73% 03/06/2022	GBP	18,735,000	18,953	0.76
Firstgroup 8.75% 08/04/2021	GBP	21,000,000	22,974	0.92
Grainger 3.38% 24/04/2028	GBP	19,200,000	20,109	0.81
Great Rolling Stock 6.50% 05/04/2031	GBP	13,370,500	16,976	0.68
Greene King Finance 5.70% 15/12/2034	GBP	8,889,000	7,778	0.31
HSBC Bank 4.75% 24/03/2046	GBP	14,500,000	18,475	0.74
HSBC Holdings 6.75% 11/09/2028	GBP	19,000,000	25,126	1.01
HSBC Holdings, FRN 3.00% 22/07/2028	GBP	10,065,000	10,684	0.43
Imperial Brands Finance 9.00% 17/02/2022	GBP	15,455,000	18,056	0.72
Imperial Brands Finance 8.13% 15/03/2024	GBP	25,500,000	32,123	1.29
Intu Metrocentre Finance, REIT 4.13% 06/12/2028	GBP	16,215,000	14,535	0.58
Investec Bank 9.63% 17/02/2022	GBP	8,400,000	9,728	0.39
Investec Bank, FRN 4.25% 24/07/2028	GBP	17,300,000	17,566	0.71
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	22,147,620	28,148	1.13
Legal & General Group, FRN 10.00% 23/07/2041	GBP	23,125,000	26,422	1.06
Lloyds Bank 5.13% 07/03/2025	GBP	14,954,000	18,030	0.72
Lloyds Bank 7.63% 22/04/2025	GBP	21,000,000	26,709	1.07
Lloyds Banking Group 2.25% 16/10/2024	GBP	18,500,000	18,761	0.75
Manchester Airport Group Funding 2.88% 30/09/2044	GBP	14,169,000	14,746	0.59
Meadowhall Finance 4.99% 12/07/2037	GBP	11,048,116	14,003	0.56
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	18,000,000	20,489	0.82
Mitchells & Butlers Finance, Series A2 5.57% 15/12/2030	GBP	8,975,693	10,265	0.41

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United Kingdom 47.17% (47.68%) (continued)				
National Grid Electricity Transmission 1.38% 16/09/2026	GBP	13,978,000	13,868	0.56
Network Rail Infrastructure Finance 4.75% 29/11/2035	GBP	20,140,000	30,667	1.23
NGG Finance, FRN 5.63% 18/06/2073	GBP	10,000,000	11,175	0.45
Notting Hill Housing Trust 3.75% 20/12/2032	GBP	8,700,000	9,974	0.40
Prudential, FRN 5.63% 20/10/2051	GBP	14,000,000	15,982	0.64
Prudential, FRN 6.34% 19/12/2063	GBP	12,482,000	15,001	0.60
RAC Bond 4.57% 06/05/2046	GBP	20,820,000	20,825	0.84
Royal Bank of Scotland Group, FRN 2.87% 19/09/2026	GBP	27,100,000	27,789	1.12
Santander UK 5.13% 14/04/2021	GBP	33,000,000	34,953	1.40
Segro, REIT 2.38% 11/10/2029	GBP	26,800,000	27,882	1.12
Southern Gas Networks 2.50% 03/02/2025	GBP	25,790,000	27,128	1.09
Tesco Property Finance 3 5.74% 13/04/2040	GBP	7,737,186	9,898	0.40
Tesco Property Finance 6 5.41% 13/07/2044	GBP	17,070,234	21,353	0.86
Thames Water Utilities Finance 2.88% 03/05/2027	GBP	15,000,000	15,063	0.60
Thames Water Utilities Finance 7.74% 09/04/2058	GBP	8,405,000	17,084	0.69
Tritax Big Box REIT 2.63% 14/12/2026	GBP	30,000,000	30,694	1.23
UNITE USAF II 3.92% 30/06/2030	GBP	18,200,000	20,224	0.81
Vodafone Group 3.38% 08/08/2049	GBP	17,061,000	17,275	0.69
Wellcome Trust 2.52% 07/02/2118	GBP	9,176,000	10,887	0.44
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	24,005,000	33,130	1.33
Westfield Stratford City Finance No. 2 1.64% 04/08/2031	GBP	13,969,000	14,158	0.57
White City Property Finance 5.12% 17/04/2035	GBP	9,759,914	12,684	0.51
Yorkshire Water Finance 6.45% 28/05/2027	GBP	22,143,000	29,524	1.19
			1,174,934	47.17
United States of America 12.64% (9.69%)				
AT&T 4.38% 14/09/2029	GBP	15,800,000	18,325	0.74
AT&T 4.25% 01/06/2043	GBP	26,200,000	30,194	1.21
Bank of America 2.30% 25/07/2025	GBP	22,800,000	23,631	0.95
Bank of America 7.00% 31/07/2028	GBP	17,750,000	25,117	1.01
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	13,425,000	14,954	0.60
Citigroup 2.75% 24/01/2024	GBP	20,000,000	20,891	0.84
Citigroup 4.50% 03/03/2031	GBP	18,000,000	21,649	0.87
Fiserv 2.25% 01/07/2025	GBP	11,000,000	11,252	0.45
General Motors Financial 2.35% 03/09/2025	GBP	22,816,000	22,418	0.90
Goldman Sachs Group 3.13% 25/07/2029	GBP	14,000,000	15,042	0.60
JPMorgan Chase 1.88% 10/02/2020	GBP	20,000,000	20,050	0.81
McDonald's 2.95% 15/03/2034	GBP	7,200,000	7,869	0.32
Time Warner Cable 5.25% 15/07/2042	GBP	5,500,000	6,347	0.25
Verizon Communications 4.07% 18/06/2024	GBP	15,673,000	17,726	0.71
Verizon Communications 3.38% 27/10/2036	GBP	25,500,000	28,932	1.16
Wells Fargo 2.00% 28/07/2025	GBP	30,000,000	30,392	1.22
			314,789	12.64
Corporate Bonds total			**2,151,971**	**86.40**
Supranationals 6.15% (3.92%)				
European Investment Bank 5.38% 07/06/2021	GBP	55,000,000	59,034	2.37
European Investment Bank 0.88% 15/12/2023	GBP	35,100,000	35,190	1.41
European Investment Bank 5.00% 15/04/2039	GBP	16,000,000	26,351	1.06
International Bank for Reconstruction & Development 1.25% 07/09/2023	GBP	32,000,000	32,614	1.31
Supranationals total			**153,189**	**6.15**
Swaps 0.00% ((0.09)%)				
Forward Currency Contracts 0.00% (0.00%)				
Futures 0.01% (0.03%)				
Long Gilt 27/12/2019	GBP	(162)	258	0.01
Futures total			**258**	**0.01**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Liquidity Funds 1.35% (1.10%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	33,702,013	33,702	1.35
Liquidity Funds total			**33,702**	**1.35**
Investment assets			2,482,730	99.68
Net other assets			7,936	0.32
Net assets			**2,490,666**	**100.00**

All holdings are debt securities denominated in Sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

§ Security is currently in default.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		137,509		(68,196)
Revenue	3	76,556		72,460	
Expenses	4	(8,378)		(7,789)	
Net revenue before taxation		68,178		64,671	
Taxation	5	–		–	
Net revenue after taxation			68,178		64,671
Total return before distributions			**205,687**		**(3,525)**
Distributions	6		(68,179)		(64,692)
Change in net assets attributable to shareholders from investment activities			**137,508**		**(68,217)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**2,154,028**		**2,162,038**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	589,820		244,988	
Amounts payable on cancellation of shares	(392,869)		(185,869)	
		196,951		59,119
Dilution adjustment		1,468		372
Change in net assets attributable to shareholders from investment activities (see above)		137,508		(68,217)
Retained distribution on accumulation shares		709		713
Unclaimed distribution monies		2		3
Closing net assets attributable to shareholders		**2,490,666**		**2,154,028**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	2,482,730	2,073,531
Current assets:			
Debtors	8	35,842	34,298
Cash and bank balances	9	211	66,190
Total assets		**2,518,783**	**2,174,019**
Liabilities:			
Investment liabilities	7	–	(2,006)
Creditors:			
Distribution payable		(16,901)	(16,124)
Other creditors	10	(11,216)	(1,861)
Total liabilities		**(28,117)**	**(19,991)**
Net assets attributable to shareholders		**2,490,666**	**2,154,028**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency gains	21	36
Derivative contracts (losses)/gains	(3,546)	936
Expenses relating to the purchase and sale of investments	–	(3)
Forward currency contracts gains/(losses)	9	(90)
Non-derivative securities gains/(losses)	141,025	(69,075)
Net capital gains/(losses)	**137,509**	**(68,196)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	39	94
Interest on debt securities	76,606	72,532
Income from derivatives	(89)	(166)
Total revenue	**76,556**	**72,460**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	8,369	7,417
Registration fees	–	69
	8,369	7,486
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	71
Interest payable	9	58
Safe custody fee	–	121
	9	250
Other expenses:		
Audit fee**	–	8
Printing and postage expenses	–	3
Statement fees	–	47
	–	58
Total expenses	**8,378**	**7,794**
Less those expenses rebated by the ACD	–	(5)
Net expenses	**8,378**	**7,789**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £10,013 (2018: £9,628) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Corporation tax	–	–
Total current tax (see note 5b)	**–**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**68,178**	**64,671**
Corporation tax at 20%	13,636	12,934
Effects of:		
Tax deductible on interest distributions	(13,636)	(12,934)
Current tax charge (see note 5a)	**–**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Gross interest distribution for the three months ended 15 January	15,923	16,782
Gross interest distribution for the three months ended 15 April	17,607	15,591
Gross interest distribution for the three months ended 15 July	17,863	16,521
Gross interest distribution for the three months ended 15 October	17,091	16,307
	68,484	65,201
Add: Revenue deducted on cancellation of shares	1,432	545
Deduct: Revenue received on issue of shares	(1,737)	(1,054)
Total distributions	**68,179**	**64,692**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	68,179	64,692
Equalisation on conversions	–	(22)
Undistributed revenue brought forward	(2)	(1)
Undistributed revenue carried forward	1	2
Net revenue after taxation	**68,178**	**64,671**

Details of the distributions per share are set out in the distribution tables on pages 144 and 145.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1: Quoted prices	258	–	689	–
Level 2: Observable market data	2,482,471	–	2,072,841	(2,006)
Level 3: Unobservable data	1	–	1	–
Total value	**2,482,730**	**–**	**2,073,531**	**(2,006)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	33,201	31,223
Amounts receivable on issue of shares	1,974	170
Sales awaiting settlement	667	2,905
Total debtors	**35,842**	**34,298**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing houses and brokers	40	336
Cash and bank balances	171	65,854
Total cash and bank balances	**211**	**66,190**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	333	879
Amounts payable for cancellation of shares	626	982
Purchases awaiting settlement	10,257	–
Total other creditors	**11,216**	**1,861**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £332,508 (2018: £879,004). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £64,622,369 (2018: £60,335,833). The amount outstanding at the year end was £16,073,676 (2018: £15,343,547). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £1,086,877,100 (2018: £667,100,000) and £1,071,435,474 (2018: £686,000,000) respectively. The income received during the year amounted to £1,862,899 (2018: £1,195,914).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	13,640	(23,267)	36,907
ACD and related parties (Class 2 Income shares)	2,570,607	(2,396,489)	4,967,096
ACD and related parties (Class 3 Income shares)	1,856,466,415	160,474,352	1,695,992,063
ACD and related parties (Class 3 Accumulation shares)	14,433,202	674,523	13,758,679

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.77%
Class 2: 0.62%
Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 130 and 131. The distributions per share are given in the distribution tables on pages 144 and 145. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	153,092,711	3,180,392	(16,704,391)	–	139,568,712
Class 2 Income shares	67,946,604	28,525,031	(4,391,742)	–	92,079,893
Class 3 Income shares	1,695,992,063	468,831,448	(308,357,096)	–	1,856,466,415
Class 3 Accumulation shares	13,763,690	2,438,212	(1,768,700)	–	14,433,202

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, none (2018: 0.01%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2019 was:

Currency 15.10.19	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Sterling	32,127	2,450,457	36,199	2,518,783
Financial Liabilities				
Sterling	–	–	(28,117)	(28,117)
Total	**32,127**	**2,450,457**	**8,082**	**2,490,666**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2018 was:

Currency 15.10.18	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Sterling	88,296	2,049,041	34,988	2,172,325
Euro	1,694	–	563	2,257
Financial Liabilities				
Sterling	–	–	(18,564)	(18,564)
Euro	–	–	(1,990)	(1,990)
Total	**89,990**	**2,049,041**	**14,997**	**2,154,028**

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Interest rate exposures

The Aviva Investors Investment Risk Team performs regular stress testing across all portfolios to determine market sensitivities and risk exposures using BlackRock's Aladdin risk model and stress testing methodology. Under this methodology, if 5Y GBP interest rates had increased by 1% as at the balance sheet date, the net asset value of the Fund would have decreased by £189,554,564 (2018: £153,979,110). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £189,554,564 (2018: £153,979,110). These calculations assume the interest rate shock is propagated to all risk factors the Fund is exposed to, based on historical market correlations and volatilities between factors.

Market price risk

At the year end date, 99.68% (2018: 96.17%) of the net assets of the Fund were invested in debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.97% (2018: 9.62%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Counterparty exposure

Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts and credit default swaps. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

15.10.19	Futures contracts £000	Total £000
JPMorgan	258	258
Total	**258**	**258**

15.10.18	Forward currency contracts £000	Futures contracts £000	Total £000
J.P. Morgan	(16)	–	(16)
Royal Bank of Scotland	–	689	689
Total	**(16)**	**689**	**673**

The counterparty exposure on forward currency contracts is reported at their mark to market values, but for credit default swaps it is only the positive mark to market values that are reported.

Collateral

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2018: £nil).

17 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	2,379,188	1,935,550	95.53%	89.86%
Below investment grade securities	69,581	113,491	2.79%	5.27%
Unrated securities	1	1	–	–
Total debt securities	**2,448,770**	**2,049,042**	**98.32%**	**95.13%**

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

18 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2019 (2018: £nil). The total purchases for the year amounted to £2,072,390,188 (2018: £1,301,073,193) and the total sales amounted to £1,785,657,219 (2018: £1,262,971,885).

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.57% (2018: 0.53%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

19 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the three months ended 15 October 2019

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	0.3591	–	0.3591	0.3798
	Group 2	0.1478	0.2113	0.3591	0.3798
Class 2 Income shares	Group 1	0.5768	–	0.5768	0.6071
	Group 2	0.2430	0.3338	0.5768	0.6071
Class 3 Income shares	Group 1	0.8548	–	0.8548	0.8921
	Group 2	0.3871	0.4677	0.8548	0.8921

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 3 Accumulation shares	Group 1	1.3145	–	1.3145	1.3323
	Group 2	0.5762	0.7383	1.3145	1.3323

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

Interim distribution paid in pence per share for the three months ended 15 July 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 1 Income shares	Group 1	0.3496	–	0.3496	0.3974
	Group 2	0.1546	0.1950	0.3496	0.3974
Class 2 Income shares	Group 1	0.5612	–	0.5612	0.6363
	Group 2	0.2441	0.3171	0.5612	0.6363
Class 3 Income shares	Group 1	0.8305	–	0.8305	0.9281
	Group 2	0.3704	0.4601	0.8305	0.9281

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 3 Accumulation shares	Group 1	1.2684	–	1.2684	1.3757
	Group 2	0.6760	0.5924	1.2684	1.3757

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the three months ended 15 April 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	0.3668	–	0.3668	0.3614
	Group 2	0.1610	0.2058	0.3668	0.3614
Class 2 Income shares	Group 1	0.5858	–	0.5858	0.5845
	Group 2	0.2883	0.2975	0.5858	0.5845
Class 3 Income shares	Group 1	0.8603	–	0.8603	0.8575
	Group 2	0.6228	0.2375	0.8603	0.8575
Class A Income shares	Group 1	0.0000	–	0.0000	0.2948
	Group 2	0.0000	0.0000	0.0000	0.2948

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 3 Accumulation shares	Group 1	1.3047	–	1.3047	1.2617
	Group 2	0.4626	0.8421	1.3047	1.2617

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

Interim distribution paid in pence per share for the three months ended 15 January 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 1 Income shares	Group 1	0.3776	–	0.3776	0.3896
	Group 2	0.1659	0.2117	0.3776	0.3896
Class 2 Income shares	Group 1	0.6025	–	0.6025	0.6308
	Group 2	0.3014	0.3011	0.6025	0.6308
Class 3 Income shares	Group 1	0.8829	–	0.8829	0.9255
	Group 2	0.4488	0.4341	0.8829	0.9255
Class A Income shares	Group 1	0.0000	–	0.0000	0.3177
	Group 2	0.0000	0.0000	0.0000	0.3177

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 3 Accumulation shares	Group 1	1.3288	–	1.3288	1.3514
	Group 2	0.3940	0.9348	1.3288	1.3514

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS DISTRIBUTION FUND

INVESTMENT OBJECTIVE

The Fund aims to deliver an income equivalent to the benchmark income whist seeking to provide capital growth over the long term (5 years or more).

The benchmark (the Index") combines 35% FTSE® All-Share Index and 65% of a ML® Composite index. The income target is measured over any given 3-year period (before charges and taxes).

The Index of 35% FTSE® All Share and 65% ML composite combines a broad UK equities index with a broad global bond index. The ML composite index in turn combines 50% ML £ Non-Gilt A, 50% ML £ Non-Gilt BBB, this means it covers a range of bonds with different credit ratings.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of bonds and shares in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

INVESTMENT POLICY

Core investment: At least 60% of the Fund will be invested in bonds issued by companies, governments or supranational organisations. The Fund will also invest in shares of UK companies (incorporated or domiciled in the UK), or non-UK companies which are listed in the UK or which have significant trading activities in the UK. Bonds will be issued in Sterling or hedged to Sterling, and a minimum of 80% of bond holdings will have been independently rated as "investment grade" with a credit rating of BBB-/Baa3 or above.

Other investments: The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash, and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a security and sector level, with a view to delivering a sustainable and diversified level of income, whilst basing their investment selection process on a long-term outlook, and with the intention of delivering efficient risk-adjusted returns.

Environmental, Social & Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's income return target is measured against the Index, and the Fund's overall performance is also compared against the Index.

The Fund does not base its investment process upon the Index, so will not hold every company in the Index, and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 1.25% and 3.75% when compared to the Index. In certain conditions the Fund may be outside of this range.

FUND MANAGER'S REPORT

Performance

Over the twelve months ended 15 October 2019, the Aviva Investors Distribution Fund delivered a total return of 9.38% (share class 1) net of fees. The Fund's benchmark, which comprises 35% FTSE® All-Share Index and 65% ML Composite (50% ML £ Non-Gilt A, 50% ML £ Non Gilt BBB), returned 9.50%.

Review

The Fund posted an attractive total return in what was a positive twelve months for financial assets. In the corporate bond portion of the Fund, returns were by boosted holdings of corporate hybrids (a mixture of debt and equity), with long-dated issues from Telefonica, Enel and Orange performing strongly over the year. Exposure to gilts was also helpful given the market's strong rally on hopes for looser monetary policy globally. In sector terms, exposure to UK banks (Barclays, HSBC) and subordinated insurance debt (AXA, Aviva) added value, while Tesco contributed well after a strong operating recovery saw its credit rating restored to investment-grade. A notable detractor was roadside recovery group AA, which only belatedly regained momentum after announcing weak profits in 2018. Uncertainty about the prospects for UK retailers also led to disappointing returns by the shopping centre operator Intu Metrocentre.

A strong contribution to returns was made by UK equity investment over the period. The main source of added value was stock selection in the financials sector, where we have identified several attractive investment opportunities. Holdings in Pheonix Group and Intermediate Capital performed well. Life insurance group Phoenix raised its cash generation targets following the acquisition of Standard Life Aberdeen's open-book insurance business, allowing management to raise the company's final dividend payment for 2018. More recently, Phoenix's interim results revealed synergies from last year's acquisition of Standard Life Aberdeen's assurance business, while better than expected cash generation led management to guide towards the top end of their forecasted range for 2019 as a whole. Intermediate Capital, a specialist asset manager which invests across a range of debt, private equity and real estate through closed-ended funds, continues to beat asset raising targets, launch new vintages and has the seemingly unique ability to increase fees. The company has been very successful at matching investor appetite for alternative assets with strong capital demand from underfunded small and medium-sized companies.

AVIVA INVESTORS DISTRIBUTION FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

We are concerned about corporate bond market fundamentals, and in particular the high levels of debt carried by some issuers going into an environment of slowing growth. Uncertainty over trade is negative for some areas of the credit market and we are therefore avoiding cyclical companies and instead focusing on stable businesses in the higher-quality areas. While we believe that credit spreads will widen next year as the contraction in the global economy becomes more obvious, in the shorter term we expect further positive performance, not least because investor flows into the asset class have picked up significantly from twelve months ago. The market is also underpinned by the restarting of the European Central Bank's quantitative easing programme, which is scheduled for November. In the equity portion of the Fund, we continue to look through the market noise and invest based on company fundamentals with a rigorous focus on cash and valuation discipline. We believe the UK equities market continues to trade at a discount to global peers and that geopolitical and economic volatility will continue to create fundamentally-driven investment opportunities at attractive valuations.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 148 and 149 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	7.24	N/A	8.25	8.22
31.12.14 to 31.12.15	1.57	N/A	2.52	0.77
31.12.15 to 31.12.16	8.42	N/A	9.45	13.47
31.12.16 to 31.12.17	6.73	7.41	7.82	8.16
31.12.17 to 31.12.18	-5.73	-5.38	-4.99	-5.03

* Benchmark – Combines 35% FTSE® AllShare Index and 65% of a ML® Composite index.

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.13 to 31.12.14	7.24	N/A	8.22
31.12.14 to 31.12.15	1.57	N/A	0.77
31.12.15 to 31.12.16	8.41	N/A	13.47
31.12.16 to 31.12.17	6.73	7.40	8.16
31.12.17 to 31.12.18	-5.72	-5.38	-5.03

* Benchmark – Combines 35% FTSE® AllShare Index and 65% of a ML® Composite index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
UK Treasury 3.50% 22/01/2045	UK Treasury 3.50% 22/01/2045
Ultra Electronics Holdings	UK Treasury 4.75% 07/12/2038
UK Treasury 1.75% 22/07/2057	UK Treasury 2.00% 07/09/2025
Heathrow Funding 7.13% 14/02/2024	Kreditanstalt fuer Wiederaufbau 5.00% 09/06/2036
Electricite de France 5.50% 17/10/2041	UK Treasury 4.50% 07/12/2042
Anheuser-Busch InBev 1.75% 07/03/2025	Rio Tinto
Deutsche Telekom International Finance 1.25% 06/10/2023	HSBC Holdings, FRN 5.88% Perpetual
General Motors Financial 2.35% 03/09/2025	HSBC Holdings
Tesco	AstraZeneca
Land Securities Group, REIT	Firstgroup 6.13% 18/01/2019

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	**4**	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	200.72	212.54	208.31
Return before operating charges†	20.36	(2.68)	13.58
Operating charges	(1.83)	(2.55)	(2.91)
Return after operating charges†	18.53	(5.23)	10.67
Distributions	(7.19)	(6.59)	(6.44)
Closing net asset value per share	212.06	200.72	212.54
† after direct transaction costs of	(0.10)	(0.21)	(0.11)
Performance			
Return after charges (%)	9.23%	(2.46)%	5.12%
Other information			
Closing net asset value (£000)	60,381	60,849	68,212
Closing number of shares	28,473,795	30,314,937	32,093,270
Operating charges (%)‡	0.88%	1.20%	1.38%
Direct transaction costs (%)#	0.05%	0.10%	0.05%
Prices≈			
Highest share price	217.34	217.98	218.83
Lowest share price	197.39	203.05	202.03

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	209.68	221.51	216.35
Return before operating charges†	21.28	(2.81)	14.18
Operating charges	(1.59)	(1.62)	(1.60)
Return after operating charges†	19.69	(4.43)	12.58
Distributions	(7.68)	(7.40)	(7.42)
Closing net asset value per share	221.69	209.68	221.51
† after direct transaction costs of	(0.11)	(0.22)	(0.11)
Performance			
Return after charges (%)	9.39%	(2.00)%	5.81%
Other information			
Closing net asset value (£000)	154,872	148,109	149,318
Closing number of shares	69,860,216	70,635,737	67,409,057
Operating charges (%)‡	0.73%	0.73%	0.73%
Direct transaction costs (%)#	0.05%	0.10%	0.05%
Prices≈			
Highest share price	227.23	227.49	227.97
Lowest share price	206.26	212.15	210.04

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	337.39	346.17	329.61
Return before operating charges†	34.58	(4.58)	21.62
Operating charges	(3.11)	(4.20)	(4.66)
Return after operating charges†	31.47	(8.78)	16.96
Distributions	(12.25)	(10.86)	(10.27)
Retained distributions on accumulation shares	12.25	10.86	9.87
Closing net asset value per share	368.86	337.39	346.17
† after direct transaction costs of	(0.18)	(0.35)	(0.17)
Performance			
Return after charges (%)	9.33%	(2.54)%	5.15%
Other information			
Closing net asset value (£000)	11,019	11,891	13,985
Closing number of shares	2,987,225	3,524,294	4,039,866
Operating charges (%)‡	0.88%	1.20%	1.38%
Direct transaction costs (%)#	0.05%	0.10%	0.05%
Prices≈			
Highest share price	374.59	355.01	350.68
Lowest share price	331.78	338.12	319.65

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	227.09	231.93	219.41
Return before operating charges†	23.29	(3.12)	14.46
Operating charges	(1.74)	(1.72)	(1.64)
Return after operating charges†	21.55	(4.84)	12.82
Distributions	(8.43)	(7.84)	(7.61)
Retained distributions on accumulation shares	8.43	7.84	7.31
Closing net asset value per share	248.64	227.09	231.93
† after direct transaction costs of	(0.12)	(0.23)	(0.11)
Performance			
Return after charges (%)	9.49%	(2.09)%	5.84%
Other information			
Closing net asset value (£000)	57,215	48,532	32,904
Closing number of shares	23,011,149	21,371,510	14,187,197
Operating charges (%)‡	0.73%	0.73%	0.73%
Direct transaction costs (%)#	0.05%	0.10%	0.05%
Prices≈			
Highest share price	252.48	238.19	234.47
Lowest share price	223.38	227.57	212.98

COMPARATIVE TABLES (CONTINUED)

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	215.89	227.69	222.09
Return before operating charges†	21.94	(2.92)	14.52
Operating charges	(0.74)	(0.75)	(0.74)
Return after operating charges†	21.20	(3.67)	13.78
Distributions	(8.37)	(8.13)	(8.18)
Closing net asset value per share	228.72	215.89	227.69
† after direct transaction costs of	(0.11)	(0.23)	(0.11)
Performance			
Return after charges (%)	9.82%	(1.61)%	6.20%
Other information			
Closing net asset value (£000)	3,103	3,139	3,376
Closing number of shares	1,356,947	1,454,265	1,482,927
Operating charges (%)‡	0.33%	0.33%	0.33%
Direct transaction costs (%)#	0.05%	0.10%	0.05%
Prices≈			
Highest share price	234.50	234.03	234.33
Lowest share price	212.54	218.55	215.67

Class 4 Income shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	120.22	117.53
Return before operating charges†	(117.69)	7.68
Operating charges	(0.67)	(1.05)
Return after operating charges†	(118.36)	6.63
Distributions	(1.86)	(3.94)
Closing net asset value per share	–	120.22
† after direct transaction costs of	–	(0.06)
Performance		
Return after charges (%)	–	5.64%
Other information		
Closing net asset value (£000)	–	552
Closing number of shares	–	458,717
Operating charges (%)‡	0.87%	0.88%
Direct transaction costs (%)#	–	0.05%
Prices≈		
Highest share price	123.42	123.74
Lowest share price	117.35	114.06

§ The share class was closed on 1 June 2018.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.88%	0.88%
Class 2	0.73%	0.73%
Class 3	0.33%	0.33%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 34.74% (33.37%)				
Bermuda 0.60% (0.76%)				
Hiscox	GBP	109,074	1,725	0.60
			1,725	0.60
Cayman Islands 0.00% (1.10%)				
Guernsey 0.08% (0.11%)				
Sherborne Investors Guernsey C	GBP	404,691	225	0.08
			225	0.08
United Kingdom 34.06% (31.40%)				
Babcock International Group	GBP	352,424	1,824	0.64
BAE Systems	GBP	414,633	2,314	0.81
BBA Aviation	GBP	969,827	3,063	1.07
Beazley	GBP	190,091	1,179	0.41
BHP Group	GBP	255,778	4,214	1.47
BP	GBP	541,521	2,667	0.93
British American Tobacco	GBP	50,881	1,373	0.48
BT Group	GBP	1,362,663	2,689	0.94
Carnival	GBP	40,690	1,269	0.44
Cineworld Group	GBP	1,249,363	2,762	0.96
Close Brothers Group	GBP	124,955	1,677	0.59
Compass Group	GBP	123,564	2,452	0.86
DFS Furniture	GBP	539,239	1,159	0.40
Diageo	GBP	31,044	992	0.35
DS Smith	GBP	316,219	1,094	0.38
GCP Student Living, REIT	GBP	303,094	524	0.18
GlaxoSmithKline	GBP	261,754	4,356	1.52
Greencoat UK Wind	GBP	1,420,383	2,048	0.72
Headlam Group	GBP	99,721	443	0.15
Ibstock	GBP	551,973	1,412	0.49
IMI	GBP	138,769	1,350	0.47
Imperial Brands	GBP	107,640	1,986	0.69
Informa	GBP	196,635	1,543	0.54
Intermediate Capital Group	GBP	366,911	5,063	1.77
ITV	GBP	938,051	1,211	0.42
Land Securities Group, REIT	GBP	219,955	1,985	0.69
Legal & General Group	GBP	1,210,915	3,185	1.11
Melrose Industries	GBP	1,574,600	3,215	1.12
National Grid	GBP	260,465	2,312	0.81
Phoenix Group Holdings	GBP	522,347	3,676	1.28
Prudential	GBP	187,532	2,721	0.95
Rathbone Brothers	GBP	63,264	1,455	0.51
RELX	GBP	104,614	1,875	0.65
River & Mercantile Group	GBP	399,996	980	0.34
Royal Dutch Shell 'B'	GBP	168,039	3,819	1.33
Sabre Insurance Group	GBP	479,574	1,420	0.50
Sage Group	GBP	314,744	2,184	0.76
Schroders	GBP	65,179	1,938	0.68
Severn Trent	GBP	106,560	2,334	0.81
Shaftesbury, REIT	GBP	147,297	1,360	0.47
St James's Place	GBP	286,396	2,857	1.00
Tesco	GBP	743,035	1,799	0.63
Tritax Big Box REIT	GBP	765,779	1,169	0.41
Ultra Electronics Holdings	GBP	118,612	2,307	0.81
Unilever	GBP	66,878	3,078	1.07
Weir Group	GBP	93,562	1,289	0.45
			97,622	34.06
Equities total			**99,572**	**34.74**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Government Bonds 1.91% (5.83%)				
United Kingdom 1.91% (5.83%)				
UK Treasury 4.25% 07/06/2032	GBP	100,000	142	0.05
UK Treasury 3.50% 22/01/2045	GBP	2,000,000	3,056	1.07
UK Treasury 1.75% 22/07/2057	GBP	1,850,000	2,272	0.79
			5,470	1.91
Government Bonds total			**5,470**	**1.91**
Corporate Bonds 59.99% (56.98%)				
Belgium 1.73% (0.66%)				
Anheuser-Busch InBev 1.75% 07/03/2025	GBP	2,000,000	2,024	0.70
Anheuser-Busch InBev 2.85% 25/05/2037	GBP	2,800,000	2,944	1.03
			4,968	1.73
Cayman Islands 0.10% (0.99%)				
THPA Finance 8.24% 15/03/2028	GBP	246,000	284	0.10
			284	0.10
France 4.69% (3.18%)				
AXA, FRN 5.63% 16/01/2054	GBP	2,500,000	3,018	1.05
Electricite de France 6.13% 02/06/2034	GBP	2,450,000	3,522	1.23
Electricite de France 5.50% 17/10/2041	GBP	1,400,000	1,999	0.70
Electricite de France 6.00% 23/01/2114	GBP	700,000	1,108	0.39
Electricite de France, FRN 6.00% Perpetual	GBP	1,000,000	1,082	0.38
Orange 5.38% 22/11/2050	GBP	350,000	547	0.19
Orange, FRN 5.88% Perpetual	GBP	2,000,000	2,164	0.75
			13,440	4.69
Germany 0.00% (1.05%)				
Ireland 0.71% (0.59%)				
GE Capital UK Funding 5.88% 18/01/2033	GBP	785,000	982	0.34
GE Capital UK Funding 8.00% 14/01/2039	GBP	700,000	1,066	0.37
			2,048	0.71
Italy 1.61% (1.30%)				
Enel, FRN 6.62% 15/09/2076	GBP	1,700,000	1,847	0.65
Telecom Italia 5.88% 19/05/2023	GBP	2,500,000	2,757	0.96
			4,604	1.61
Jersey 4.66% (5.30%)				
AA Bond 6.27% 02/07/2043	GBP	600,000	617	0.22
Bank of Scotland Capital Funding, FRN 7.75% Perpetual	GBP	3,377,000	3,681	1.28
CPUK Finance 3.59% 28/02/2042	GBP	1,405,000	1,508	0.53
Gatwick Funding 2.63% 07/10/2048	GBP	2,300,000	2,214	0.77
Heathrow Funding 7.13% 14/02/2024	GBP	2,711,000	3,287	1.15
Heathrow Funding 6.45% 10/12/2031	GBP	1,400,000	2,038	0.71
			13,345	4.66
Luxembourg 0.26% (0.00%)				
CK Hutchison Group Telecom Finance 2.00% 17/10/2027	GBP	775,000	756	0.26
			756	0.26
Mexico 1.36% (1.07%)				
America Movil 4.38% 07/08/2041	GBP	1,000,000	1,294	0.45
America Movil, FRN 6.37% 06/09/2073	GBP	2,500,000	2,593	0.91
			3,887	1.36

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Netherlands 3.24% (2.81%)				
BNG Bank 1.00% 17/06/2022	GBP	2,100,000	2,106	0.73
Deutsche Telekom International Finance 1.25% 06/10/2023	GBP	1,940,000	1,938	0.68
E.ON International Finance 6.38% 07/06/2032	GBP	1,300,000	1,854	0.65
JT International Financial Services 2.75% 28/09/2033	GBP	375,000	391	0.14
Telefonica Europe, FRN 6.75% Perpetual	GBP	1,600,000	1,680	0.58
Volkswagen Financial Services 2.13% 27/06/2024	GBP	1,300,000	1,309	0.46
			9,278	3.24
Spain 0.62% (0.61%)				
Telefonica Emisiones 5.45% 08/10/2029	GBP	1,400,000	1,790	0.62
			1,790	0.62
Switzerland 0.22% (0.30%)				
Credit Suisse Group, FRN 2.13% 12/09/2025	GBP	617,000	622	0.22
			622	0.22
United Kingdom 31.94% (32.63%)				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	1,700,000	1,579	0.55
Annington Funding 2.65% 12/07/2025	GBP	1,465,000	1,500	0.52
Annington Funding 3.94% 12/07/2047	GBP	1,300,000	1,452	0.51
Aviva, FRN 5.90% Perpetual†	GBP	1,750,000	1,791	0.62
Barclays 3.25% 12/02/2027	GBP	2,500,000	2,604	0.91
Barclays Bank 10.00% 21/05/2021	GBP	3,200,000	3,600	1.26
BAT International Finance 4.00% 04/09/2026	GBP	600,000	660	0.23
BAT International Finance 2.25% 09/09/2052	GBP	701,000	497	0.17
BP Capital Markets 1.83% 08/09/2025	GBP	1,013,000	1,037	0.36
Broadgate Financing 5.00% 05/10/2033	GBP	1,500,000	1,848	0.64
Canary Wharf Finance II 6.46% 22/10/2033	GBP	226,111	285	0.10
Centrica 4.25% 12/09/2044	GBP	343,000	399	0.14
Channel Link Enterprises Finance, FRN 3.04% 30/06/2050	GBP	325,000	340	0.12
Clarion Funding 3.13% 19/04/2048	GBP	621,000	713	0.25
Connect Plus M25 Issuer 2.61% 31/03/2039	GBP	1,018,286	1,127	0.39
Diageo Finance 1.75% 12/10/2026	GBP	1,564,000	1,608	0.56
DS Smith 2.88% 26/07/2029	GBP	1,600,000	1,636	0.57
FCE Bank 2.73% 03/06/2022	GBP	1,459,000	1,476	0.51
Grainger 3.38% 24/04/2028	GBP	1,400,000	1,466	0.51
Great Rolling Stock 6.50% 05/04/2031	GBP	1,530,000	1,943	0.68
Greene King Finance 5.70% 15/12/2034	GBP	1,504,000	1,316	0.46
HSBC Bank 4.75% 24/03/2046	GBP	1,700,000	2,166	0.76
HSBC Holdings 6.75% 11/09/2028	GBP	2,600,000	3,438	1.20
Imperial Brands Finance 9.00% 17/02/2022	GBP	2,500,000	2,921	1.02
Imperial Brands Finance 8.13% 15/03/2024	GBP	1,690,000	2,129	0.74
Intu Metrocentre Finance, REIT 4.13% 06/12/2028	GBP	1,000,000	896	0.31
Investec Bank 9.63% 17/02/2022	GBP	700,000	811	0.28
Investec Bank, FRN 4.25% 24/07/2028	GBP	1,239,000	1,258	0.44
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	1,652,807	2,101	0.73
Legal & General Group, FRN 10.00% 23/07/2041	GBP	2,000,000	2,285	0.80
Lloyds Bank 7.63% 22/04/2025	GBP	2,200,000	2,798	0.98
Lloyds Banking Group 2.25% 16/10/2024	GBP	1,546,000	1,568	0.55
Manchester Airport Group Funding 2.88% 30/09/2044	GBP	1,119,000	1,165	0.41
Meadowhall Finance 4.99% 12/07/2037	GBP	1,309,917	1,660	0.58
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	1,700,000	1,935	0.67
National Grid Electricity Transmission 1.38% 16/09/2026	GBP	1,008,000	1,000	0.35
NGG Finance, FRN 5.63% 18/06/2073	GBP	1,300,000	1,453	0.51
Notting Hill Genesis 2.88% 31/01/2029	GBP	710,000	750	0.26
Notting Hill Housing Trust 3.75% 20/12/2032	GBP	700,000	802	0.28

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United Kingdom 31.94% (32.63%) (continued)				
Prudential, FRN 5.63% 20/10/2051	GBP	1,300,000	1,484	0.52
Prudential, FRN 6.34% 19/12/2063	GBP	1,400,000	1,682	0.59
RAC Bond 4.57% 06/05/2046	GBP	1,600,000	1,600	0.56
Royal Bank of Scotland Group, FRN 2.87% 19/09/2026	GBP	2,700,000	2,769	0.97
Segro, REIT 2.38% 11/10/2029	GBP	2,200,000	2,289	0.80
Southern Gas Networks 2.50% 03/02/2025	GBP	1,500,000	1,578	0.55
Tesco Property Finance 3 17.23% 13/04/2040	GBP	773,718	990	0.34
Tesco Property Finance 6 5.41% 13/07/2044	GBP	1,391,424	1,740	0.61
Thames Water Utilities Finance 2.88% 03/05/2027	GBP	1,100,000	1,105	0.39
Thames Water Utilities Finance 7.74% 09/04/2058	GBP	775,000	1,575	0.55
Tritax Big Box REIT 2.63% 14/12/2026	GBP	2,453,000	2,510	0.88
UNITE USAF II 3.92% 30/06/2030	GBP	1,068,000	1,187	0.41
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	1,600,000	1,672	0.58
Vodafone Group 3.38% 08/08/2049	GBP	587,000	594	0.21
Vodafone Group, FRN 4.87% 03/10/2078	GBP	1,000,000	1,057	0.37
Wellcome Trust 2.52% 07/02/2118	GBP	1,020,000	1,210	0.42
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	2,300,000	3,174	1.11
Westfield Stratford City Finance No. 2 1.64% 04/08/2031	GBP	976,000	989	0.34
White City Property Finance 5.12% 17/04/2035	GBP	360,501	468	0.16
Yorkshire Water Finance 6.45% 28/05/2027	GBP	1,400,000	1,867	0.65
			91,553	31.94
United States of America 8.85% (6.49%)				
AT&T 4.38% 14/09/2029	GBP	1,900,000	2,204	0.77
AT&T 4.25% 01/06/2043	GBP	2,073,000	2,389	0.83
Bank of America 7.00% 31/07/2028	GBP	2,200,000	3,113	1.09
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	937,000	1,044	0.36
Citigroup 2.75% 24/01/2024	GBP	1,352,000	1,412	0.49
Citigroup 4.50% 03/03/2031	GBP	1,600,000	1,924	0.67
Fiserv 2.25% 01/07/2025	GBP	770,000	788	0.28
General Motors Financial 2.35% 03/09/2025	GBP	1,926,000	1,892	0.66
Goldman Sachs Group 4.25% 29/01/2026	GBP	1,700,000	1,922	0.67
McDonald's 2.95% 15/03/2034	GBP	400,000	437	0.15
Time Warner Cable 5.25% 15/07/2042	GBP	500,000	577	0.20
Verizon Communications 4.07% 18/06/2024	GBP	2,000,000	2,262	0.79
Verizon Communications 3.38% 27/10/2036	GBP	1,510,000	1,713	0.60
Wells Fargo 2.00% 28/07/2025	GBP	2,600,000	2,634	0.92
Wells Fargo 2.50% 02/05/2029	GBP	1,006,000	1,050	0.37
			25,361	8.85
Corporate Bonds total			**171,936**	**59.99**
Supranationals 1.21% (1.13%)				
European Investment Bank 5.00% 15/04/2039	GBP	2,100,000	3,458	1.21
Supranationals total			**3,458**	**1.21**
Swap 0.00% ((0.06)%)				
Futures (0.01)% (0.00%)				
Long Gilt 27/12/2019	GBP	34	(35)	(0.01)
Futures total			**(35)**	**(0.01)**
Investment assets (including investment liabilities)			280,401	97.84
Net other assets			6,189	2.16
Net assets			**286,590**	**100.00**

All holdings are debt securities denominated in sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		16,602		(14,277)
Revenue	3	11,005		10,363	
Expenses	4	(2,151)		(2,378)	
Net revenue before taxation		8,854		7,985	
Taxation	5	(30)		–	
Net revenue after taxation			8,824		7,985
Total return before distributions			**25,426**		**(6,292)**
Distributions	6		(9,900)		(9,066)
Change in net assets attributable to shareholders from investment activities			**15,526**		**(15,358)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**272,520**		**268,347**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	19,497		35,347	
Amounts payable on cancellation of shares	(23,304)		(17,652)	
		(3,807)		17,695
Change in net assets attributable to shareholders from investment activities (see above)		15,526		(15,358)
Retained distribution on accumulation shares		2,342		1,828
Unclaimed distributions		9		8
Closing net assets attributable to shareholders		**286,590**		**272,520**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	280,436	265,186
Current assets:			
Debtors	8	3,003	3,994
Cash and bank balances	9	6,598	5,913
Total assets		**290,037**	**275,093**
Liabilities:			
Investment liabilities	7	(35)	(169)
Creditors:			
Distribution payable		(2,039)	(2,030)
Other creditors	10	(1,373)	(374)
Total liabilities		**(3,447)**	**(2,573)**
Net assets attributable to shareholders		**286,590**	**272,520**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency gains	3	2
Derivative contracts (losses)/gains	(2)	16
Expenses relating to the purchase and sale of investments	–	(2)
Non-derivative securities gains/(losses)	16,601	(14,293)
Net capital gains/(losses)	**16,602**	**(14,277)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	18	3
Interest on debt securities	6,577	6,108
Income from derivatives	(2)	(8)
Overseas dividends	35	283
Property income distributions	142	33
UK dividends	4,234	3,944
Underwriting commission	1	–
Total revenue	**11,005**	**10,363**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	2,150	2,163
Registration fees	–	169
	2,150	2,332
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	23
Interest payable	1	–
Safe custody fee	–	11
	1	34
Other expenses:		
Audit fee**	–	7
Printing & postage expenses	–	1
Statement fees	–	4
	–	12
Total expenses	**2,151**	**2,378**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,790 (2018: £9,413) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Adjustments in respect of prior period	6	–
Overseas tax suffered	(5)	–
Tax on property income distributions	29	–
Total current tax (see note 5b)	**30**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**8,854**	**7,985**
Corporation tax at 20%	1,771	1,597
Effects of:		
Adjustments in respect of prior period	6	–
Overseas dividends not subject to corporation tax	(7)	(57)
Overseas tax suffered	(5)	–
Tax deductible on interest distributions	(917)	(765)
UK dividends not subject to corporation tax	(847)	(775)
Tax on property income distributions	29	–
Current tax charge (see note 5a)	**30**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Gross interest distribution for the three months ended 15 January	2,075	1,839
Gross interest distribution for the three months ended 15 April	2,620	2,373
Gross interest distribution for the three months ended 15 July	2,529	2,343
Gross interest distribution for the three months ended 15 October	2,671	2,604
	9,895	9,159
Add: Revenue deducted on cancellation of shares	98	74
Deduct: Revenue received on issue of shares	(93)	(167)
Total distributions	**9,900**	**9,066**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	9,900	9,066
ACD's periodic charge borne by the capital account	(1,076)	(1,081)
Net revenue after taxation	**8,824**	**7,985**

Details of the distributions per share are set out in the distribution tables on pages 163 and 164.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	99,572	(35)	90,952	–
Level 2: Observable market data	180,864	–	174,234	(169)
Total value	**280,436**	**(35)**	**265,186**	**(169)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	2,793	2,972
Amounts receivable on issue of shares	209	723
Income tax recoverable	1	–
Overseas tax recoverable	–	3
Sales awaiting settlement	–	296
Total debtors	**3,003**	**3,994**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing house and brokers	106	15
Cash and bank balances	6,492	5,898
Total cash and bank balances	**6,598**	**5,913**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	86	256
Amounts payable for cancellation of shares	490	105
Income tax payable	28	–
Purchases awaiting settlement	769	13
Total other creditors	**1,373**	**374**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD's periodic charge paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD's periodic charges was £86,498 (2018: £255,739). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £2,065,764 (2018: £1,807,120). The amount outstanding at the year end was £579,308 (2018: £533,621). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £nil (2018: £nil) and £1,694,160 (2018: £2,861,908) respectively. The income received during the year amounted to £179,685 (2018: £291,082).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	–	(7,605)	7,605
ACD and related parties (Class 2 Income shares)	17,116,839	2,687,767	14,429,072
ACD and related parties (Class 3 Income shares)	1,356,947	(97,318)	1,454,265
ACD and related parties (Class 2 Accumulation shares)	8,329,195	(1,394,830)	9,724,025

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.88%
Class 2: 0.73%
Class 3: 0.33%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 148 and 149. The distributions per share are given in the distribution tables on pages 163 and 164. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	30,314,937	1,078,419	(2,674,966)	(244,595)	28,473,795
Class 2 Income shares	70,635,737	4,521,555	(5,534,740)	237,664	69,860,216
Class 3 Income shares	1,454,265	47,545	(144,863)	–	1,356,947
Class 1 Accumulation shares	3,524,294	139,305	(652,350)	(24,024)	2,987,225
Class 2 Accumulation shares	21,371,510	2,968,830	(1,361,507)	32,316	23,011,149

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 0.00% (2018: 0.00%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2019 was:

Currency 15.10.19	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Sterling	10,976	176,480	102,575	290,031
US dollar	6	–	–	6
Financial Liabilities				
Sterling	–	–	(3,447)	(3,447)
Total	**10,982**	**176,480**	**99,128**	**286,590**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2018 was:

Currency 15.10.18	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	140	–	–	140
Sterling	10,943	169,059	94,918	274,920
US dollar	6	–	27	33
Financial Liabilities				
Euro	–	–	(169)	(169)
Sterling	–	–	(2,404)	(2,404)
Total	**11,089**	**169,059**	**92,372**	**272,520**

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Interest rate exposures

The Aviva Investors Investment Risk Team performs regular stress testing across all portfolios to determine market sensitivities and risk exposures using BlackRock's Aladdin risk model and stress testing methodology. Under this methodology, if 5Y GBP interest rates had increased by 1% as at the balance sheet date, the net asset value of the Fund would have decreased by £23,785,447 (2018: £14,044,463). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £23,785,447 (2018: £14,044,463). These calculations assume the interest rate shock is propagated to all risk factors the Fund is exposed to, based on historical market correlations and volatilities between factors.

Market price risk

At the year end date, 97.84% (2018: 97.25%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.78% (2018: 9.73%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Counterparty exposure

Financial derivative exposure

The types of derivatives held at the year end date were futures contracts and credit default swaps. Details of individual contracts are disclosed in the Portfolio Statement.

15.10.19	Swaps £000	Futures contracts £000	Total £000
JPMorgan	–	–	–
Total	**–**	**–**	**–**

15.10.18	Swaps £000	Futures contracts £000	Total £000
JPMorgan	–	–	–
Total	**–**	**–**	**–**

The counterparty exposure on futures contracts is reported at their positive mark to market values.

Collateral

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2018: £nil).

17 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	161,091	151,884	56.23	55.75%
Below investment grade securities	19,773	22,350	6.88	8.19%
Total debt securities	**180,864**	**174,234**	**63.11**	**0.64**

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

18 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Bonds	(60,799)	–	–	(60,799)	0.00%	0.00%
Equities	(23,583)	(10)	(117)	(23,710)	0.04%	0.50%
	(84,382)	(10)	(117)	(84,509)		
Sales						
Bonds	64,619	–	–	64,619	0.00%	0.00%
Equities	19,854	(9)	–	19,845	0.05%	0.00%
	84,473	(9)	–	84,464		
Total		(19)	(117)			
Percentage of Fund average net assets		0.01%	0.04%			

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Bonds	(65,812)	–	–	(65,812)	0.00%	0.00%
Equities	(30,959)	(15)	(250)	(31,224)	0.05%	0.81%
	(96,771)	(15)	(250)	(97,036)		
Sales						
Bonds	45,964	–	–	45,964	0.00%	0.00%
Equities	25,262	(13)	–	25,249	0.05%	0.00%
	71,226	(13)	–	71,213		
Total		(28)	(250)			
Percentage of Fund average net assets		0.01%	0.09%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.51% (2018: 0.44%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

19 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the three months ended 15 October 2019

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	1.9494	–	1.9494	1.8910
	Group 2	0.5346	1.4148	1.9494	1.8910
Class 2 Income shares	Group 1	2.0803	–	2.0803	2.0177
	Group 2	0.8801	1.2002	2.0803	2.0177
Class 3 Income shares	Group 1	2.2628	–	2.2628	2.1938
	Group 2	2.2205	0.0423	2.2628	2.1938

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	3.3598	–	3.3598	3.1485
	Group 2	2.0013	1.3585	3.3598	3.1485
Class 2 Accumulation shares	Group 1	2.3114	–	2.3114	2.1641
	Group 2	1.2755	1.0359	2.3114	2.1641

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

Interim distribution paid in pence per share for the three months ended 15 July 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 1 Income shares	Group 1	1.8437	–	1.8437	1.6756
	Group 2	0.5124	1.3313	1.8437	1.6756
Class 2 Income shares	Group 1	1.9682	–	1.9682	1.8645
	Group 2	0.8453	1.1229	1.9682	1.8645
Class 3 Income shares	Group 1	2.1430	–	2.1430	2.0477
	Group 2	2.0444	0.0986	2.1430	2.0477

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 1 Accumulation shares	Group 1	3.1505	–	3.1505	2.7679
	Group 2	1.1454	2.0051	3.1505	2.7679
Class 2 Accumulation shares	Group 1	2.1678	–	2.1678	1.9832
	Group 2	0.8083	1.3595	2.1678	1.9832

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the three months ended 15 April 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	1.9121	–	1.9121	1.6770
	Group 2	0.8296	1.0825	1.9121	1.6770
Class 2 Income shares	Group 1	2.0379	–	2.0379	1.9594
	Group 2	0.9715	1.0664	2.0379	1.9594
Class 3 Income shares	Group 1	2.2094	–	2.2094	2.1757
	Group 2	2.1433	0.0661	2.2094	2.1757
Class 4 Income shares	Group 1	0.0000	–	0.0000	1.0365
	Group 2	0.0000	0.0000	0.0000	1.0365

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Accumulation shares	Group 1	3.2378	–	3.2378	2.7486
	Group 2	1.7126	1.5252	3.2378	2.7486
Class 2 Accumulation shares	Group 1	2.2238	–	2.2238	2.0679
	Group 2	1.3601	0.8637	2.2238	2.0679

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

Interim distribution paid in pence per share for the three months ended 15 January 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 1 Income shares	Group 1	1.4884	–	1.4884	1.3461
	Group 2	0.4811	1.0073	1.4884	1.3461
Class 2 Income shares	Group 1	1.5948	–	1.5948	1.5541
	Group 2	0.8057	0.7891	1.5948	1.5541
Class 3 Income shares	Group 1	1.7516	–	1.7516	1.7169
	Group 2	1.6540	0.0976	1.7516	1.7169
Class 4 Income shares	Group 1	0.0000	–	0.0000	0.8246
	Group 2	0.0000	0.0000	0.0000	0.8246

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 1 Accumulation shares	Group 1	2.5016	–	2.5016	2.1921
	Group 2	1.0550	1.4466	2.5016	2.1921
Class 2 Accumulation shares	Group 1	1.7270	–	1.7270	1.6271
	Group 2	0.8863	0.8407	1.7270	1.6271

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS HIGH YIELD BOND FUND

INVESTMENT OBJECTIVE

The Fund will aim to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

The benchmark (the ""Index"") is Bloomberg® Barclays® Pan European High Yield Index 2% Issuer Capped (Sterling Hedged).

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in high yield bonds, which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3, issued by companies and supranational organisations in Sterling or hedged to Sterling.

Sub-investment grade bonds are typically regarded as being of lower quality and therefore higher risk than "investment grade" bonds, but typically offer a higher yield.

Other investments: The Fund may also invest in other bonds, including those issued by governments, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk adjusted-returns. The Investment Manager will focus on identifying what they judge to be higher quality sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

Environmental, Social and Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is measured against the Index, after charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of sub-investment grade bonds issued in Euro, Sterling, Danish krone, Norwegian krone, Swedish krona, and Swiss franc, hedged to Sterling, but caps the exposure to a single issuer (company) at 2%.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors High Yield Bond Fund delivered a total return of 5.23% (share class 1) net of fees. The Fund's benchmark*, the Bloomberg Barclays Pan European High Yield Index 2% Issuer Capped, returned 6.70%.

Review
High-yield corporate bonds posted steady gains in the twelve months under review, which was against many expectations. The period was not without volatility, however. In the latter stages of 2018, when the market was under significant pressure on worries about stuttering global growth and hawkish central bank rhetoric, we held a cautious stance in terms of the Fund's sensitivity to changes in interest rates ('duration'). We gradually unwound this position when bond prices recovered in early 2019 and added credit risk to the portfolio, thereby taking advantage of cheaper valuations for many bonds. The Fund ended the period neutrally positioned in terms of both credit risk and duration. Performance was boosted by exposure to longer-dated bonds, which rallied as investors reappraised their outlook for interest rates. Security selection was helpful overall, with good contributions being made by Peugeot, Softbank, Telecom Italia and Virgin Media. For Peugeot and Softbank, the main performance catalyst was merger and acquisition speculation. Among the disappointments over the period were heat exchanger maker Galapagos and plastic films manufacturer Kloeckner Pentaplast. We had purchased Galapagos in the expectation that it would benefit from higher oil prices. However, while oil prices did indeed rise in the first half of the period, its bonds suffered as the company's restructuring programme failed to be completed as quickly as hoped. Against our expectations, Kloeckner has been unable to pass on higher input costs to its customers.

AVIVA INVESTORS HIGH YIELD BOND FUND (CONTINUED)

FUND MANAGER'S REPORT

Outlook

With the outlook for the global economy is clouded by trade and political uncertainties, we expect fixed income markets to be supported by further stimulus. In 2020 we foresee at least one more interest rate cut by the US Federal Reserve and a further expansion of monetary support by the European Central Bank. This could be complemented by governments stepping up fiscal policy, with increased public spending and tax cuts to stimulate growth. High-yield bonds are likely to be supported by investors' ongoing hunt for income in a low-yield environment. However, total returns on a twelve-month view are likely to be modest given the potential for rising defaults as global growth slows.

November 2019

* The Fund's benchmark changed on 7 August 2019.

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 167 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.13 to 31.12.14	5.47	5.91	5.65
31.12.14 to 31.12.15	2.98	3.38	1.30
31.12.15 to 31.12.16	7.38	7.82	9.56
31.12.16 to 31.12.17	3.22	3.73	7.42
31.12.17 to 31.12.18	-4.89	-4.56	-2.40

* Benchmark – Bloomberg® Barclays® Pan European High Yield Index 2% Issuer Capped (Sterling Hedged).

Performance History – Accumulation Shares

Calendar year	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	6.16	5.65
31.12.14 to 31.12.15	3.64	1.30
31.12.15 to 31.12.16	8.07	9.56
31.12.16 to 31.12.17	4.04	7.42
31.12.17 to 31.12.18	-4.28	-2.40

* Benchmark – Bloomberg® Barclays® Pan European High Yield Index 2% Issuer Capped (Sterling Hedged).

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
Netflix 3.88% 15/11/2029	Barclays Bank, FRN 14.00% Perpetual
Teva Pharmaceutical Finance Netherlands III 3.15% 01/10/2026	Frontier Communications 11.00% 15/09/2025
Frontier Communications 10.50% 15/09/2022	Ball 4.38% 15/12/2020
Wind Tre, FRN 2.75% 20/01/2024	Alliance Data Systems 4.50% 15/03/2022
Telefonica Europe, FRN 4.44% Perpetual	Unitymedia Hessen 4.63% 15/02/2026
Barclays, FRN 6.37% Perpetual	Vantiv 3.88% 15/11/2025
Netflix 4.63% 15/05/2029	HCA 5.88% 01/05/2023
Altice Luxembourg 8.00% 15/05/2027	TES Finance 6.75% 15/07/2020
Altice Luxembourg 7.25% 15/05/2022	Lloyds Bank, FRN 12.00% Perpetual

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	**3**	4	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	68.18	72.50	71.83
Return before operating charges†	4.03	(0.43)	4.46
Operating charges	(0.60)	(0.75)	(0.83)
Return after operating charges†	3.43	(1.18)	3.63
Distributions	(2.88)	(3.14)	(2.96)
Closing net asset value per share	68.73	68.18	72.50
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	5.03%	(1.63)%	5.05%
Other information			
Closing net asset value (£000)	4,482	4,649	4,865
Closing number of shares	6,521,569	6,818,484	6,710,882
Operating charges (%)‡	0.88%	1.05%	1.14%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	69.77	73.14	73.75
Lowest share price	65.55	68.92	71.63

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	103.33	109.87	108.86
Return before operating charges†	6.10	(0.64)	6.75
Operating charges	(0.66)	(0.69)	(0.70)
Return after operating charges†	5.44	(1.33)	6.05
Distributions	(4.61)	(5.21)	(5.04)
Closing net asset value per share	104.16	103.33	109.87
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	5.26%	(1.21)%	5.56%
Other information			
Closing net asset value (£000)	54,003	90,517	135,022
Closing number of shares	51,847,907	87,597,844	122,888,877
Operating charges (%)‡	0.64%	0.64%	0.64%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	105.78	110.88	111.85
Lowest share price	99.34	104.45	108.59

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	239.75	242.05	229.03
Return before operating charges†	14.55	(1.47)	14.38
Operating charges	(0.83)	(0.83)	(0.80)
Return after operating charges†	13.72	(2.30)	13.58
Distributions	(11.63)	(12.42)	(11.48)
Retained distributions on accumulation shares	11.63	12.42	10.92
Closing net asset value per share	253.47	239.75	242.05
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	5.72%	(0.95)%	5.93%
Other information			
Closing net asset value (£000)	37,727	41,272	41,282
Closing number of shares	14,883,760	17,214,629	17,055,139
Operating charges (%)‡	0.34%	0.34%	0.34%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	255.29	244.30	243.00
Lowest share price	230.77	237.63	228.50

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.88%	1.05%
Class 2	0.64%	0.64%
Class 3	0.34%	0.34%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Corporate Bonds 90.78% (92.62%)				
Canada 1.29% (1.48%)				
Kinross Gold 4.50% 15/07/2027	USD	1,500,000	1,245	1.29
			1,245	1.29
Cayman Islands 2.15% (0.81%)				
THPA Finance 8.24% 15/03/2028	GBP	1,000,000	1,154	1.20
UPCB Finance VII 3.63% 15/06/2029	EUR	1,000,000	915	0.95
			2,069	2.15
Croatia 0.28% (0.28%)				
Fortenova Grupa dd 9.13% 31/12/2049	EUR	1,560,000	267	0.28
			267	0.28
Denmark 0.64% (0.51%)				
Norican 4.50% 15/05/2023	EUR	833,000	615	0.64
			615	0.64
France 6.64% (6.21%)				
Altice France 5.88% 01/02/2027	EUR	400,000	383	0.40
Altice France 3.38% 15/01/2028	EUR	454,000	399	0.41
BNP Paribas, FRN 6.63% Perpetual	USD	924,000	778	0.81
Crown European Holdings 3.38% 15/05/2025	EUR	1,200,000	1,155	1.20
Elis 1.00% 03/04/2025	EUR	1,000,000	871	0.91
Loxam 3.75% 15/07/2026	EUR	750,000	663	0.69
Orano 3.38% 23/04/2026	EUR	600,000	556	0.58
PSA Tresorerie GIE 6.00% 19/09/2033	EUR	1,250,000	1,579	1.64
			6,384	6.64
Germany 4.00% (4.34%)				
IHO Verwaltungs 3.62% 15/05/2025	EUR	850,000	756	0.78
Kirk Beauty One 8.75% 15/07/2023	EUR	1,000,000	634	0.66
Nordex 6.50% 01/02/2023	EUR	1,000,000	895	0.93
Tele Columbus 3.88% 02/05/2025	EUR	435,000	362	0.38
thyssenkrupp 1.88% 06/03/2023	EUR	621,000	541	0.56
WEPA Hygieneprodukte 3.75% 15/05/2024	EUR	750,000	663	0.69
			3,851	4.00
Guernsey 0.52% (0.00%)				
Summit Properties 2.00% 31/01/2025	EUR	600,000	498	0.52
			498	0.52
Hong Kong 0.00% (1.12%)				
Ireland 0.52% (0.00%)				
Smurfit Kappa Acquisitions 2.88% 15/01/2026	EUR	519,000	497	0.52
			497	0.52
Isle of Man 1.68% (0.61%)				
Playtech 3.75% 12/10/2023	EUR	949,000	858	0.89
Playtech 4.25% 07/03/2026	EUR	815,000	759	0.79
			1,617	1.68
Italy 9.50% (6.88%)				
Enel, FRN 8.75% 24/09/2073	USD	1,500,000	1,382	1.44
Fabric BC, FRN 4.13% 30/11/2024	EUR	750,000	656	0.68
Intesa Sanpaolo 6.63% 13/09/2023	EUR	1,500,000	1,569	1.63
Nexi 1.75% 31/10/2024	EUR	495,000	433	0.45
Rekeep 9.00% 15/06/2022	EUR	1,750,000	1,271	1.32
Telecom Italia 5.88% 19/05/2023	GBP	2,500,000	2,757	2.87
Telecom Italia 2.38% 12/10/2027	EUR	337,000	300	0.31
UniCredit 6.95% 31/10/2022	EUR	750,000	772	0.80
			9,140	9.50

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 1.18% (1.72%)				
SoftBank Group 4.00% 20/04/2023	EUR	500,000	465	0.48
SoftBank Group 4.00% 19/09/2029	EUR	750,000	668	0.70
			1,133	1.18
Jersey 6.36% (6.12%)				
AA Bond 5.50% 31/07/2043	GBP	2,000,000	1,694	1.76
Adient Global Holdings 3.50% 15/08/2024	EUR	2,250,000	1,669	1.73
Avis Budget Finance 4.75% 30/01/2026	EUR	1,753,000	1,606	1.67
CPUK Finance 4.88% 28/02/2047	GBP	750,000	770	0.80
Galaxy Bidco 6.50% 31/07/2026	GBP	385,000	383	0.40
			6,122	6.36
Luxembourg 9.19% (6.63%)				
Altice Finco 8.13% 15/01/2024	USD	1,000,000	816	0.85
Altice Luxembourg 8.00% 15/05/2027	EUR	1,255,000	1,192	1.24
Aroundtown, FRN 4.75% Perpetual	GBP	600,000	613	0.64
Galapagos Holding 7.00% 15/06/2022[§]	EUR	2,500,000	163	0.17
Gestamp Funding Luxembourg 3.50% 15/05/2023	EUR	1,100,000	969	1.01
Kleopatra Holdings 1 9.25% 30/06/2023	EUR	1,258,835	598	0.62
LSF10 Wolverine Investments, FRN 4.62% 15/03/2024	EUR	1,400,000	1,220	1.27
LSF9 Balta Issuer 7.75% 15/09/2022	EUR	1,316,250	1,112	1.15
Matterhorn Telecom 3.13% 15/09/2026	EUR	1,000,000	876	0.91
Telecom Italia Finance 7.75% 24/01/2033	EUR	1,000,000	1,285	1.33
			8,844	9.19
Netherlands 11.93% (8.76%)				
Energizer Gamma Acquisition 4.63% 15/07/2026	EUR	1,330,000	1,218	1.27
InterXion Holding 4.75% 15/06/2025	EUR	390,000	367	0.38
Koninklijke KPN, FRN 6.88% 14/03/2073	GBP	2,270,000	2,312	2.40
LeasePlan, FRN 7.38% Perpetual	EUR	500,000	471	0.49
LKQ European Holdings 4.13% 01/04/2028	EUR	1,300,000	1,232	1.28
Telefonica Europe, FRN 4.44% Perpetual	EUR	600,000	571	0.59
Telefonica Europe, FRN 6.75% Perpetual	GBP	2,700,000	2,834	2.95
ZF Europe Finance 2.00% 23/02/2026	EUR	800,000	692	0.72
Ziggo 3.75% 15/01/2025	EUR	2,000,000	1,783	1.85
			11,480	11.93
Supranational 0.58% (0.00%)				
Ardagh Packaging Finance 2.13% 15/08/2026	EUR	626,000	556	0.58
			556	0.58
Switzerland 0.84% (0.83%)				
UBS Group Funding Switzerland, FRN 6.87% Perpetual	USD	950,000	809	0.84
			809	0.84
United Kingdom 26.98% (31.05%)				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	2,213,000	2,055	2.14
Barclays, FRN 6.37% Perpetual	GBP	1,100,000	1,127	1.17
First Hydro Finance 9.00% 31/07/2021	GBP	450,000	507	0.53
Greene King Finance 5.70% 15/12/2034	GBP	2,250,000	1,969	2.05
House of Fraser Funding, FRN 6.55% 15/09/2020[§]	GBP	540,000	13	0.01
HSBC Holdings, FRN 5.88% Perpetual	GBP	981,000	1,043	1.08
Iron Mountain UK, REIT 3.88% 15/11/2025	GBP	846,000	848	0.88
Kelda Finance No. 3 5.75% 17/02/2020	GBP	2,750,000	2,764	2.87
Lloyds Bank, FRN 12.00% Perpetual	USD	2,000,000	1,900	1.97
Mitchells & Butlers Finance, FRN, Series D1 2.91% 15/06/2036	GBP	1,734,000	1,249	1.30
Nationwide Building Society, FRN 5.88% Perpetual	GBP	500,000	522	0.54
New Look Senior Issuer 8.00% 01/07/2023[§]	GBP	1,150,000	–	–
NWEN Finance 5.88% 21/06/2021	GBP	2,200,000	2,282	2.37
Pinewood Finance 3.25% 30/09/2025	GBP	251,000	256	0.27
RAC Bond 5.00% 06/05/2046	GBP	1,750,000	1,574	1.64
Saga 3.38% 12/05/2024	GBP	900,000	793	0.82

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United Kingdom 26.98% (31.05%) (continued)				
Spirit Issuer, Series A5 5.47% 28/12/2034	GBP	2,200,000	2,433	2.53
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	2,000,000	2,090	2.17
Virgin Media Secured Finance 6.25% 28/03/2029	GBP	900,000	952	0.99
Vodafone Group, FRN 4.87% 03/10/2078	GBP	1,500,000	1,586	1.65
			25,963	26.98
United States of America 6.50% (15.27%)				
Belden 3.88% 15/03/2028	EUR	1,300,000	1,197	1.25
IQVIA 3.50% 15/10/2024	EUR	880,000	780	0.81
IQVIA 2.88% 15/09/2025	EUR	1,190,000	1,062	1.10
IQVIA 2.25% 15/01/2028	EUR	825,000	735	0.76
Kraton Polymers 5.25% 15/05/2026	EUR	750,000	647	0.67
Netflix 3.88% 15/11/2029	EUR	1,500,000	1,361	1.42
Refinitiv US Holdings 4.50% 15/05/2026	EUR	500,000	471	0.49
			6,253	6.50
Corporate Bonds total			**87,343**	**90.78**
Swap 0.00% ((0.10)%)				
Forward Currency Contracts 2.55% (1.59%)				
Buy EUR 310,000 sell GBP 277,258 dated 05/12/2019			(7)	(0.01)
Buy GBP 48,731,054 sell EUR 53,514,600 dated 05/12/2019			2,059	2.14
Buy GBP 9,438,959 sell USD 11,451,000 dated 05/12/2019			404	0.42
Forward Currency Contracts total			**2,456**	**2.55**
Futures 0.15% (0.07%)				
Euro-Bund 06/12/2019	EUR	(22)	75	0.08
Euro-Buxl 30 Year Bond 06/12/2019	EUR	(3)	27	0.03
Long Gilt 27/12/2019	GBP	(9)	7	0.01
US 10 Year Note 19/12/2019	USD	(8)	8	0.01
US Ultra Bond 19/12/2019	USD	(5)	26	0.02
Futures total			**143**	**0.15**
Liquidity Funds 1.87% (2.79%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	1,800,000	1,800	1.87
Liquidity Funds total			**1,800**	**1.87**
Investment assets (including investment liabilities)			91,742	95.35
Net other assets			4,470	4.65
Net assets			**96,212**	**100.00**

All holdings are debt securities denominated in sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

§ Security is currently in default.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital losses	2		(27)		(9,421)
Revenue	3	5,742		8,482	
Expenses	4	(614)		(901)	
Net revenue before taxation		5,128		7,581	
Taxation	5	–		–	
Net revenue after taxation			5,128		7,581
Total return before distributions			**5,101**		**(1,840)**
Distributions	6		(5,128)		(7,581)
Change in net assets attributable to shareholders from investment activities			**(27)**		**(9,421)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**136,438**		**181,169**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	5,061		18,313	
Amounts payable on cancellation of shares	(47,062)		(55,686)	
		(42,001)		(37,373)
Dilution adjustment		–		21
Change in net assets attributable to shareholders from investment activities (see above)		(27)		(9,421)
Retained distribution on accumulation shares		1,802		2,042
Closing net assets attributable to shareholders		**96,212**		**136,438**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	91,749	132,494
Current assets:			
Debtors	8	1,350	2,235
Cash and bank balances	9	5,146	4,947
Total assets		**98,245**	**139,676**
Liabilities:			
Investment liabilities	7	(7)	(190)
Creditors:			
Bank overdrafts		(43)	–
Distribution payable		(472)	(1,212)
Other creditors	10	(1,511)	(1,836)
Total liabilities		**(2,033)**	**(3,238)**
Net assets attributable to shareholders		**96,212**	**136,438**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital losses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital losses on investment during the year comprise:		
Currency (losses)/gains	(1,451)	119
Derivative contracts (losses)/gains	(768)	4
Expenses relating to the purchase and sale of investments	–	(4)
Forward currency contracts gains	1,468	590
Non-derivative securities gains/(losses)	724	(10,130)
Net capital losses	**(27)**	**(9,421)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	23	–
Interest on debt securities	5,739	8,529
Income from derivatives	(20)	(47)
Total revenue	**5,742**	**8,482**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	602	778
Registration fees	–	77
	602	855
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	14
Interest payable	12	12
Safe custody fee	–	10
	12	36
Other expenses:		
Audit fee**	–	7
Statement fees	–	3
	–	10
Total expenses	**614**	**901**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,455 (2018: £9,091) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Corporation tax	–	–
Total current tax (see note 5b)	**–**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**5,128**	**7,581**
Corporation tax at 20%	1,026	1,516
Effects of:		
Tax deductible on interest distributions	(1,026)	(1,516)
Current tax charge (see note 5a)	**–**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Gross interest distribution for the three months ended 15 January	1,586	1,997
Gross interest distribution for the three months ended 15 April	1,216	1,715
Gross interest distribution for the three months ended 15 July	1,268	1,839
Gross interest distribution for the three months ended 15 October	804	1,763
	4,874	7,314
Add: Revenue deducted on cancellation of shares	289	394
Deduct: Revenue received on issue of shares	(35)	(127)
Total distributions	**5,128**	**7,581**

Details of the distributions per share are set out in the distribution tables on pages 179 and 180.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	143	–	100	–
Level 2: Observable market data	91,163	(7)	132,018	(190)
Level 3: Unobservable data	443	–	376	–
Total value	**91,749**	**(7)**	**132,494**	**(190)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	1,237	1,964
Amounts receivable on issue of shares	53	153
Overseas tax recoverable	–	111
Prepaid expenses	13	–
Sales awaiting settlement	47	7
Total debtors	**1,350**	**2,235**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing houses and brokers	–	1
Cash and bank balances	5,146	4,946
Total cash and bank balances	**5,146**	**4,947**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	–	90
Amounts payable for cancellation of shares	385	1,746
Purchases awaiting settlement	1,126	–
Total other creditors	**1,511**	**1,836**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD's periodic charge paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due from the ACD at the year end in respect of Fund Management Fee/ACD's periodic charge was £12,534 (2018: balance due to ACD was £90,282). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £2,180,752 (2018: £2,641,571). The amount outstanding at the year end was £389,392 (2018: £688,391). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £43,900,000 (2018: £99,000,000) and £45,700,000 (2018: £102,002,000) respectively. The income received during the year amounted to £11,575 (2018: £5,204).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 2 Income shares)	6,776,854	(4,436,918)	11,213,772
ACD and related parties (Class 3 Accumulation shares)	14,883,760	(1,985,007)	16,868,767

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.88%
Class 2: 0.64%
Class 3: 0.34%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 167. The distributions per share are given in the distribution tables on pages 179 and 180. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	6,818,484	2,786,918	(3,034,465)	(49,368)	6,521,569
Class 2 Income shares	87,597,844	800,677	(36,583,177)	32,563	51,847,907
Class 3 Accumulation shares	17,214,629	947,416	(3,278,285)	–	14,883,760

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, (0.12)% (2018: (0.09)%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2019 was:

Currency 15.10.19	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	5,483	41,359	946	47,788
Sterling	4,288	34,255	58,830	97,373
US dollar	1,975	6,929	145	9,049
Financial Liabilities				
Euro	(93)	–	(47,798)	(47,891)
Sterling	80	–	(1,122)	(1,042)
US dollar	(30)	–	(9,035)	(9,065)
Total	**11,703**	**82,543**	**1,966**	**96,212**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2018 was:

Currency 15.10.18	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Argentine peso	4	–	–	4
Euro	8,267	44,960	3,018	56,245
Sterling	11,659	49,140	84,780	145,579
US dollar	1,958	19,134	3,885	24,977
Financial Liabilities				
Argentine peso	–	–	(3)	(3)
Euro	–	–	(56,385)	(56,385)
Sterling	–	–	(9,025)	(9,025)
US dollar	–	–	(24,954)	(24,954)
Total	**21,888**	**113,234**	**1,316**	**136,438**

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

The floating rate on Euro FRNs is linked to LIBOR or its overseas equivalent.

The floating rate on US Dollar FRNs is linked to LIBOR or its overseas equivalent.

Interest rate exposures

The Aviva Investors Investment Risk Team performs regular stress testing across all portfolios to determine market sensitivities and risk exposures using BlackRock's Aladdin risk model and stress testing methodology. Under this methodology, if 5Y GBP interest rates had increased by 1% as at the balance sheet date, the net asset value of the Fund would have decreased by £2,524,032 (2018: £5,061,244). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £2,524,032. (2018: £5,061,244). These calculations assume the interest rate shock is propagated to all risk factors the Fund is exposed to, based on historical market correlations and volatilities between factors.

Market price risk

At the year end date, 95.35% (2018: 96.97%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.54% (2018: 9.70%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Counterparty exposure

Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts, futures contracts and credit default swaps. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

15.10.19	Forward currency contracts £000	Futures contracts £000	Total £000
Goldman Sachs	2,048	–	2,048
J.P. Morgan	10	143	153
Merrill Lynch	(3)	–	(3)
Royal Bank of Canada	401	–	401
Total	**2,456**	**143**	**2,599**

15.10.18	Forward currency contracts £000	Futures contracts £000	Total £000
Citibank	(45)	–	(45)
Goldman Sachs	1,559	–	1,559
JPMorgan	–	100	100
Royal Bank of Canada	3	–	3
Royal Bank of Scotland	657	–	657
UBS	(10)	–	(10)
Total	**2,164**	**100**	**2,264**

The counterparty exposure on forward currency contracts is reported at their mark to market values but for futures contracts and credit default swaps it is only the positive mark to market value that are reported.

Collateral

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2018: £nil).

17 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	6,787	10,276	7.06%	7.52%
Below investment grade securities	79,769	111,326	82.90%	81.60%
Unrated securities	787	4,774	0.82%	3.50%
Total debt securities	**87,343**	**126,376**	**90.78%**	**92.62%**

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

18 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2019 (2018: £nil). The total purchases for the year amounted to £79,563,841 (2018: £104,457,476) and the total sales amounted to £121,239,498 (2018: £138,225,558).

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 1.18% (2018: 1.03%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

19 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the three months ended 15 October 2019

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	0.5161	–	0.5161	0.8269
	Group 2	0.2355	0.2806	0.5161	0.8269
Class 2 Income shares	Group 1	0.8456	–	0.8456	1.3186
	Group 2	0.4841	0.3615	0.8456	1.3186

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 3 Accumulation shares	Group 1	2.2312	–	2.2312	3.2043
	Group 2	0.6739	1.5573	2.2312	3.2043

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

Interim distribution paid in pence per share for the three months ended 15 July 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 1 Income shares	Group 1	0.8124	–	0.8124	0.8217
	Group 2	0.1450	0.6674	0.8124	0.8217
Class 2 Income shares	Group 1	1.2936	–	1.2936	1.3462
	Group 2	0.5377	0.7559	1.2936	1.3462

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 3 Accumulation shares	Group 1	3.2649	–	3.2649	3.2198
	Group 2	1.8827	1.3822	3.2649	3.2198

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the three months ended 15 April 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	0.7254	–	0.7254	0.7021
	Group 2	0.1263	0.5991	0.7254	0.7021
Class 2 Income shares	Group 1	1.1599	–	1.1599	1.1948
	Group 2	0.3925	0.7674	1.1599	1.1948

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 3 Accumulation shares	Group 1	2.9062	–	2.9062	2.8420
	Group 2	1.2147	1.6915	2.9062	2.8420

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

Interim distribution paid in pence per share for the three months ended 15 January 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 1 Income shares	Group 1	0.8260	–	0.8260	0.7938
	Group 2	0.4891	0.3369	0.8260	0.7938
Class 2 Income shares	Group 1	1.3135	–	1.3135	1.3455
	Group 2	0.7462	0.5673	1.3135	1.3455

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 3 Accumulation shares	Group 1	3.2259	–	3.2259	3.1522
	Group 2	1.4847	1.7412	3.2259	3.1522

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS HIGHER INCOME PLUS FUND

INVESTMENT OBJECTIVE

The Fund will invest in bonds issued by companies and aims to provide an income of at least 110% of the income return of the benchmark, and an overall net return greater than the benchmark over the long term (5 years or more).

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in bonds (including those issued by governments and supranational organisations) issued in Sterling or hedged to Sterling, including exposure to emerging markets. A maximum of 60% of the Fund may be invested in sub-investment grade bonds, which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3.

Sub-investment grade bonds are typically regarded as being of lower quality than "investment grade" bonds, but typically offer a higher yield.

Other investments: The Fund may also invest in other bonds, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed with a flexible investment allocation approach across global bond markets. The Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk-adjusted returns. The Investment Manager will focus on identifying what they judge to be higher quality investment grade or sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

Environmental, Social and Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is measured against the Index, a composite benchmark of 50% Markit iBoxx® Sterling Non-Gilts Index, 40% Bloomberg® Barclays® Pan European High Yield Index 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Market Bond Index (Sterling Hedged) after charges and taxes, whilst the income target is measured before charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of global bonds (approximately 2,100).

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors Higher Income Plus Fund delivered a total return of 8.10% (share class 1) net of fees. The Fund's benchmark*, 50% Markit iBoxx Sterling Non-Gilts Index, 40% Bloomberg Barclays Pan European High Yield Index 2% issuer capped and 10% JPM Emerging Market Bond Index, returned 8.19%.

Review
The Fund posted an attractive total return in what was a positive twelve months for fixed income markets. In the latter stages of 2018, when the corporate bond market was under significant pressure because of worries about possible interest rate hikes in an environment of slowing global growth, we held a cautious stance in terms of the Fund's duration (sensitivity to changes in interest rates). We gradually unwound this position when bond prices recovered in early 2019 and added credit risk to the portfolio, thereby taking advantage of cheaper valuations for many bonds. From spring into the period end, both credit risk and duration were held close to the benchmark. In sector terms, exposure to telecommunications (Verizon, AT&T, America Movil) and subordinated insurance debt (AXA, Aviva) added value, while Tesco contributed well after a strong operating recovery saw its credit rating restored to investment-grade. Overall, exposure to longer-dated bonds profited from the change in interest rate guidance to looser policy. On the negative side, the main detractors included high-yield issuer Galapagos, which suffered as its restructuring programme failed to be completed as quickly as hoped, and tobacco company Imperial Brands, whose outlook was hit by negative publicity surrounding vaping.

AVIVA INVESTORS HIGHER INCOME PLUS FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

With the outlook for the global economy clouded by trade and political uncertainties, we expect fixed income markets to be supported by further stimulus. In 2020 we foresee at least one more interest rate cut by the US Federal Reserve and a further expansion of monetary support by the European Central Bank. This could be complemented by governments stepping up fiscal policy, with increased public spending and tax cuts to stimulate growth. We are nevertheless concerned about corporate bond market fundamentals, and in particular the high levels of debt carried by some issuers going into an environment of slowing growth. Uncertainty over trade is negative for some areas of the credit market and we are therefore avoiding cyclical companies and instead focusing on stable businesses in the higher-quality areas. While we believe that credit spreads will widen next year as the contraction in the global economy becomes more obvious, in the shorter term we expect further positive performance, not least because investor flows into the asset class have picked up significantly from twelve months ago. The market is also underpinned by the restarting of the European Central Bank's quantitative easing (QE) programme, which is scheduled for November. High-yield bonds are likely to be supported by investors' ongoing hunt for income in a low-yield environment. However, total returns on a twelve-month view are likely to be modest given the potential for rising defaults as global growth slows.

November 2019

* The benchmark was changed on 7 August 2019.

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 183 and 184 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	8.16	8.49	8.74	8.99
31.12.14 to 31.12.15	0.98	1.27	1.52	1.28
31.12.15 to 31.12.16	8.27	8.61	8.86	10.41
31.12.16 to 31.12.17	4.26	4.64	4.94	6.04
31.12.17 to 31.12.18	-3.31	-3.02	-2.71	-2.38

* Benchmark – a composite benchmark of 50% Markit iBoxx® Sterling Non-Gilts Index, 40% Bloomberg® Barclays® Pan European High Yield Index 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Market Bond Index (Sterling Hedged).

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
UK Treasury 1.00% 22/04/2024	UK Treasury 1.00% 22/04/2024
European Investment Bank 1.38% 07/03/2025	UK Treasury 4.75% 07/12/2038
UK Treasury 4.75% 07/12/2038	Prudential, FRN 11.37% 29/05/2039
US Treasury 3.00% 15/02/2049	UK Treasury 4.50% 07/12/2042
Banco Santander 1.38% 31/07/2024	Heathrow Finance 3.88% 01/03/2027
CK Hutchison Group Telecom Finance 1.13% 17/10/2028	Heathrow Funding 7.13% 14/02/2024
Wells Fargo 2.50% 02/05/2029	Alliance Data Systems 4.50% 15/03/2022
Annington Funding 3.94% 12/07/2047	Thames Water Kemble Finance 7.75% 01/04/2019
Volkswagen Financial Services 2.13% 27/06/2024	Firstgroup 6.13% 18/01/2019

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	**3**	4	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	49.24	51.95	51.91
Return before operating charges†	4.35	(0.22)	2.54
Operating charges	(0.44)	(0.49)	(0.52)
Return after operating charges†	3.91	(0.71)	2.02
Distributions	(1.83)	(2.00)	(1.98)
Closing net asset value per share	51.32	49.24	51.95
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	7.94%	(1.37)%	3.89%
Other information			
Closing net asset value (£000)	211,722	215,841	214,016
Closing number of shares	412,552,360	438,361,268	411,985,210
Operating charges (%)‡	0.87%	0.95%	1.00%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	52.16	52.52	53.19
Lowest share price	48.40	49.46	50.99

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	74.11	78.19	78.14
Return before operating charges†	6.54	(0.33)	3.83
Operating charges	(0.47)	(0.49)	(0.50)
Return after operating charges†	6.07	(0.82)	3.33
Distributions	(2.94)	(3.26)	(3.28)
Closing net asset value per share	77.24	74.11	78.19
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.19%	(1.05)%	4.26%
Other information			
Closing net asset value (£000)	136,530	95,834	118,974
Closing number of shares	176,763,887	129,313,727	152,167,678
Operating charges (%)‡	0.62%	0.63%	0.64%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	78.44	79.07	79.98
Lowest share price	72.83	74.45	76.72

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	101.41	106.99	106.92
Return before operating charges†	8.94	(0.45)	5.24
Operating charges	(0.33)	(0.35)	(0.36)
Return after operating charges†	8.61	(0.80)	4.88
Distributions	(4.33)	(4.78)	(4.81)
Closing net asset value per share	105.69	101.41	106.99
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.49%	(0.75)%	4.56%
Other information			
Closing net asset value (£000)	45,809	46,542	52,896
Closing number of shares	43,343,128	45,895,814	49,442,495
Operating charges (%)‡	0.32%	0.33%	0.34%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	107.35	108.21	109.47
Lowest share price	99.67	101.89	104.99

COMPARATIVE TABLES (CONTINUED)

Class A Income shares	2018§ p per share	2017 p per share
Change in net assets per share		
Opening net asset value per share	58.06	58.02
Return before operating charges†	(56.47)	2.83
Operating charges	(0.51)	(0.80)
Return after operating charges†	(56.98)	2.03
Distributions	(1.08)	(1.99)
Closing net asset value per share	–	58.06
† after direct transaction costs of	–	–
Performance		
Return after charges (%)	–	3.50%
Other information		
Closing net asset value (£000)	–	28,059
Closing number of shares	–	48,327,113
Operating charges (%)‡	1.38%	1.39%
Direct transaction costs (%)#	–	–
Prices≈		
Highest share price	58.69	59.44
Lowest share price	56.31	56.97

§ The share class was closed on 1 June 2018.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.87%	0.87%
Class 2	0.62%	0.62%
Class 3	0.32%	0.32%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Collective Investment Schemes 8.69% (8.71%)				
Aviva Investors Emerging Markets Bond Fund Class Zqh, Income shares, EUR†	EUR	41,969	34,233	8.69
Collective Investment Schemes total			**34,233**	**8.69**
Equity 0.00% (0.17%)				
Ireland 0.00% (0.17%)				
Government Bonds 6.91% (8.30%)				
United Kingdom 5.32% (8.30%)				
UK Treasury 4.75% 07/12/2038	GBP	6,500,000	10,773	2.73
UK Treasury 4.50% 07/12/2042	GBP	6,000,000	10,213	2.59
			20,986	5.32
United States of America 1.59% (0.00%)				
US Treasury 3.00% 15/02/2049	USD	6,700,000	6,260	1.59
			6,260	1.59
Government Bonds total			**27,246**	**6.91**
Corporate Bonds 78.30% (76.61%)				
France 7.56% (5.23%)				
Altice France 5.88% 01/02/2027	EUR	1,754,000	1,679	0.43
Altice France 3.38% 15/01/2028	EUR	1,522,000	1,337	0.34
AXA, FRN 5.63% 16/01/2054	GBP	4,000,000	4,830	1.22
BNP Paribas, FRN 6.63% Perpetual	USD	3,280,000	2,762	0.70
Electricite de France 6.13% 02/06/2034	GBP	3,800,000	5,462	1.39
Electricite de France, FRN 6.00% Perpetual	GBP	2,400,000	2,597	0.66
Loxam 3.75% 15/07/2026	EUR	2,500,000	2,211	0.56
Orange, FRN 5.88% Perpetual	GBP	3,500,000	3,786	0.96
Orano 3.38% 23/04/2026	EUR	2,800,000	2,595	0.66
PSA Tresorerie GIE 6.00% 19/09/2033	EUR	2,000,000	2,526	0.64
			29,785	7.56
Germany 0.19% (0.97%)				
Tele Columbus 3.88% 02/05/2025	EUR	919,000	765	0.19
			765	0.19
Guernsey 0.42% (0.00%)				
Summit Properties 2.00% 31/01/2025	EUR	2,000,000	1,660	0.42
			1,660	0.42
Ireland 1.24% (0.47%)				
GE Capital UK Funding 5.88% 18/01/2033	GBP	3,300,000	4,129	1.05
GE Capital UK Funding 8.00% 14/01/2039	GBP	500,000	761	0.19
			4,890	1.24
Isle of Man 0.48% (0.00%)				
Playtech 4.25% 07/03/2026	EUR	2,037,000	1,895	0.48
			1,895	0.48
Italy 4.04% (2.97%)				
Enel, FRN 8.75% 24/09/2073	USD	4,000,000	3,684	0.94
Intesa Sanpaolo 6.63% 13/09/2023	EUR	1,500,000	1,569	0.40
Rekeep 9.00% 15/06/2022	EUR	2,500,000	1,817	0.46
Telecom Italia 5.88% 19/05/2023	GBP	4,800,000	5,293	1.34
Telecom Italia 2.38% 12/10/2027	EUR	1,683,000	1,500	0.38
UniCredit 6.95% 31/10/2022	EUR	2,000,000	2,058	0.52
			15,921	4.04
Japan 0.45% (0.55%)				
SoftBank Group 4.00% 19/09/2029	EUR	2,000,000	1,780	0.45
			1,780	0.45

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Jersey 3.64% (5.51%)				
AA Bond 5.50% 31/07/2043	GBP	4,800,000	4,065	1.03
Adient Global Holdings 3.50% 15/08/2024	EUR	5,000,000	3,709	0.94
Avis Budget Finance 4.75% 30/01/2026	EUR	4,000,000	3,664	0.93
Gatwick Funding 2.63% 07/10/2048	GBP	3,000,000	2,888	0.74
			14,326	3.64
Luxembourg 4.11% (1.10%)				
Altice Finco 8.13% 15/01/2024	USD	2,000,000	1,632	0.42
Altice Luxembourg 8.00% 15/05/2027	EUR	4,391,000	4,172	1.06
Aroundtown, FRN 4.75% Perpetual	GBP	2,400,000	2,453	0.62
CK Hutchison Group Telecom Finance 1.13% 17/10/2028	EUR	5,360,000	4,601	1.17
Galapagos Holding 7.00% 15/06/2022[§]	EUR	3,000,000	196	0.05
LSF9 Balta Issuer 7.75% 15/09/2022	EUR	1,781,190	1,504	0.38
Matterhorn Telecom 3.13% 15/09/2026	EUR	1,851,000	1,622	0.41
			16,180	4.11
Mexico 1.49% (2.02%)				
America Movil 4.38% 07/08/2041	GBP	1,600,000	2,070	0.53
America Movil, FRN 6.37% 06/09/2073	GBP	3,647,000	3,783	0.96
			5,853	1.49
Netherlands 5.42% (3.94%)				
Enel Finance International 5.75% 14/09/2040	GBP	1,500,000	2,152	0.55
Energizer Gamma Acquisition 4.63% 15/07/2026	EUR	1,774,000	1,625	0.41
Koninklijke KPN, FRN 6.88% 14/03/2073	GBP	2,500,000	2,546	0.65
Telefonica Europe, FRN 4.44% Perpetual	EUR	2,500,000	2,377	0.60
Telefonica Europe, FRN 6.75% Perpetual	GBP	5,500,000	5,774	1.47
Volkswagen Financial Services 2.13% 27/06/2024	GBP	4,000,000	4,027	1.02
ZF Europe Finance 2.00% 23/02/2026	EUR	3,300,000	2,856	0.72
			21,357	5.42
Spain 1.26% (0.00%)				
Banco Santander 1.38% 31/07/2024	GBP	5,000,000	4,961	1.26
			4,961	1.26
Supranational 0.35% (0.00%)				
Ardagh Packaging Finance 2.13% 15/08/2026	EUR	1,565,000	1,391	0.35
			1,391	0.35
Switzerland 0.80% (1.37%)				
UBS Group Funding Switzerland, FRN 6.87% Perpetual	USD	3,700,000	3,150	0.80
			3,150	0.80
United Kingdom 36.41% (41.08%)				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	3,688,000	3,425	0.87
Annington Funding 3.94% 12/07/2047	GBP	3,700,000	4,131	1.05
Aviva, FRN 6.88% 20/05/2058[†]	GBP	2,600,000	3,629	0.92
Barclays 3.25% 12/02/2027	GBP	3,054,000	3,181	0.81
Barclays, FRN 6.37% Perpetual	GBP	3,500,000	3,586	0.91
Barclays Bank 10.00% 21/05/2021	GBP	5,800,000	6,525	1.66
Debenhams 5.25% 15/07/2021[§]	GBP	904,000	362	0.09
Diageo Finance 1.75% 12/10/2026	GBP	3,293,000	3,385	0.86
DS Smith 2.88% 26/07/2029	GBP	2,675,000	2,736	0.69
Eversholt Funding 6.70% 22/02/2035	GBP	3,000,000	3,921	0.99
First Hydro Finance 9.00% 31/07/2021	GBP	4,000,000	4,506	1.14
House of Fraser Funding, FRN 6.55% 15/09/2020[§]	GBP	953,000	24	0.01
HSBC Holdings 6.75% 11/09/2028	GBP	5,400,000	7,141	1.81
HSBC Holdings, FRN 5.88% Perpetual	GBP	1,800,000	1,913	0.48
Imperial Brands Finance 9.00% 17/02/2022	GBP	5,500,000	6,426	1.63
Investec Bank 9.63% 17/02/2022	GBP	3,000,000	3,474	0.88
Investec Bank, FRN 4.25% 24/07/2028	GBP	2,520,000	2,559	0.65

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United Kingdom 36.41% (41.08%) (continued)				
Iron Mountain UK, REIT 3.88% 15/11/2025	GBP	2,115,000	2,120	0.54
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	2,479,211	3,151	0.80
Kelda Finance No. 3 5.75% 17/02/2020	GBP	4,000,000	4,021	1.02
Legal & General Group, FRN 10.00% 23/07/2041	GBP	7,000,000	7,998	2.03
Lloyds Bank, FRN 12.00% Perpetual	USD	5,750,000	5,464	1.39
Manchester Airport Group Funding 2.88% 30/09/2044	GBP	2,237,000	2,328	0.59
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	5,000,000	5,691	1.44
Nationwide Building Society, FRN 5.88% Perpetual	GBP	1,700,000	1,773	0.45
Newcastle Building Society, FRN 3.85% 23/12/2019	GBP	4,140,000	3,943	1.00
NWEN Finance 5.88% 21/06/2021	GBP	3,000,000	3,113	0.79
Prudential, FRN 5.63% 20/10/2051	GBP	3,800,000	4,338	1.10
Prudential, FRN 6.34% 19/12/2063	GBP	1,100,000	1,322	0.34
RAC Bond 4.57% 06/05/2046	GBP	3,700,000	3,701	0.94
RAC Bond 5.00% 06/05/2046	GBP	2,417,000	2,174	0.55
Saga 3.38% 12/05/2024	GBP	2,500,000	2,202	0.56
Spirit Issuer, Series A5 5.47% 28/12/2034	GBP	4,234,000	4,682	1.19
Tesco Property Finance 3 5.74% 13/04/2040	GBP	2,608,778	3,337	0.85
Tritax Big Box REIT 2.63% 14/12/2026	GBP	3,800,000	3,888	0.99
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	5,500,000	5,748	1.46
Vodafone Group 3.38% 08/08/2049	GBP	2,000,000	2,025	0.51
Vodafone Group, FRN 4.87% 03/10/2078	GBP	2,500,000	2,643	0.67
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	3,450,000	4,761	1.21
Westfield Stratford City Finance No. 2 1.64% 04/08/2031	GBP	2,111,000	2,140	0.54
			143,487	36.41
United States of America 10.44% (11.40%)				
AT&T 4.38% 14/09/2029	GBP	3,750,000	4,349	1.10
AT&T 4.25% 01/06/2043	GBP	3,509,000	4,044	1.03
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	2,081,000	2,318	0.59
Citigroup 4.50% 03/03/2031	GBP	3,600,000	4,330	1.10
Fiserv 2.25% 01/07/2025	GBP	1,850,000	1,892	0.48
General Motors Financial 2.35% 03/09/2025	GBP	3,180,000	3,125	0.79
IQVIA 2.88% 15/09/2025	EUR	2,976,000	2,656	0.67
IQVIA 2.25% 15/01/2028	EUR	2,062,000	1,837	0.47
JPMorgan Chase, FRN 4.62% Perpetual	USD	2,500,000	1,931	0.49
Netflix 3.88% 15/11/2029	EUR	3,891,000	3,531	0.89
Refinitiv US Holdings 4.50% 15/05/2026	EUR	2,000,000	1,884	0.48
Verizon Communications 2.88% 15/01/2038	EUR	4,000,000	4,253	1.08
Wells Fargo 2.50% 02/05/2029	GBP	4,800,000	5,008	1.27
			41,158	10.44
Corporate Bonds total			**308,559**	**78.30**
Supranationals 2.08% (0.00%)				
European Investment Bank 1.38% 07/03/2025	GBP	8,000,000	8,215	2.08
Supranationals total			**8,215**	**2.08**
Swaps 0.00% ((0.10)%)				
Forward Currency Contracts 1.47% (0.90%)				
Buy EUR 6,750,000 sell GBP 6,113,482 dated 05/12/2019			(227)	(0.06)
Buy GBP 110,341,516 sell EUR 121,160,300 dated 05/12/2019			4,674	1.19
Buy GBP 31,349,633 sell USD 38,032,200 dated 05/12/2019			1,341	0.34
Forward Currency Contracts total			**5,788**	**1.47**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Futures 0.13% (0.03%)				
Euro-Bund 06/12/2019	EUR	(84)	247	0.06
Euro-Buxl 30 Year Bond 06/12/2019	EUR	(7)	63	0.02
Long Gilt 27/12/2019	GBP	(193)	163	0.04
US Long Bond 19/12/2019	USD	(7)	19	0.01
Futures total			**492**	**0.13**
Liquidity Funds 1.04% (0.62%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	4,100,213	4,100	1.04
Liquidity Funds total			**4,100**	**1.04**
Investment assets (including investment liabilities)			388,633	98.62
Net other assets			5,428	1.38
Net assets			**394,061**	**100.00**

All holdings are ordinary Shares or stock units or debt securities and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

† A related party to the Fund.

§ Security is currently in default.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		16,359		(20,332)
Revenue	3	17,666		18,838	
Expenses	4	(2,843)		(3,119)	
Net revenue before taxation		14,823		15,719	
Taxation	5	–		–	
Net revenue after taxation			14,823		15,719
Total return before distributions			**31,182**		**(4,613)**
Distributions	6		(14,822)		(15,718)
Change in net assets attributable to shareholders from investment activities			**16,360**		**(20,331)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**358,217**		**413,945**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	56,145		13,794	
Amounts payable on cancellation of shares	(36,801)		(49,197)	
		19,344		(35,403)
Dilution adjustment		134		–
Change in net assets attributable to shareholders from investment activities (see above)		16,360		(20,331)
Unclaimed distributions		6		6
Closing net assets attributable to shareholders		**394,061**		**358,217**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	388,860	341,620
Current assets:			
Debtors	8	7,339	6,261
Cash and bank balances	9	10,546	13,021
Total assets		**406,745**	**360,902**
Liabilities:			
Investment liabilities	7	(227)	(458)
Creditors:			
Bank overdrafts		(975)	(10)
Distribution payable		(1,520)	(1,537)
Other creditors	10	(9,962)	(680)
Total liabilities		**(12,684)**	**(2,685)**
Net assets attributable to shareholders		**394,061**	**358,217**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency losses	(2,531)	(631)
Derivative contracts losses	(2,185)	(261)
Expenses relating to the purchase and sale of investments	–	(3)
Forward currency contracts gains	3,003	1,052
Non-derivative securities gains/(losses)	18,072	(20,489)
Net capital gains/(losses)	**16,359**	**(20,332)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	61	–
Interest on debt securities	15,791	17,244
Income from derivatives	(36)	(106)
Revenue from offshore funds	1,850	1,700
Total revenue	**17,666**	**18,838**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	2,819	2,989
Registration fees	–	86
	2,819	3,075
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	32
Interest payable	24	13
Safe custody fee	–	23
	24	68
Other expenses:		
Audit fee**	–	8
Statement fees	–	7
	–	15
Total expenses	**2,843**	**3,158**
Less those expenses rebated by the ACD	–	(39)
Net expenses	**2,843**	**3,119**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,790 (2018: £9,413) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Corporation tax	–	–
Total current tax (see note 5b)	**–**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**14,823**	**15,719**
Corporation tax at 20%	2,965	3,144
Effects of:		
Tax deductible on interest distributions	(2,965)	(3,144)
Current tax charge (see note 5a)	**–**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Gross interest distribution for the six months ended 15 April	7,421	7,586
Gross interest distribution for the five months ended 15 September	5,941	6,550
Gross interest distribution for the one month ended 15 October	1,520	1,537
	14,882	15,673
Add: Revenue deducted on cancellation of shares	71	84
Deduct: Revenue received on issue of shares	(131)	(39)
Total distributions	**14,822**	**15,718**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	14,822	15,718
Equalisation on conversions	–	(1)
Other fees borne by capital account	–	2
Undistributed revenue carried forward	1	–
Net revenue after taxation	**14,823**	**15,719**

Details of the distributions per share are set out in the distribution tables on pages 197 to 200.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	492	–	708	–
Level 2: Observable market data	388,148	(227)	340,912	(458)
Level 3: Unobservable data	220	–	–	–
Total value	**388,860**	**(227)**	**341,620**	**(458)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	5,047	5,621
Amounts receivable on issue of shares	387	379
Overseas tax recoverable	–	113
Sales awaiting settlement	1,905	148
Total debtors	**7,339**	**6,261**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing houses and brokers	84	–
Cash and bank balances	10,462	13,021
Total cash and bank balances	**10,546**	**13,021**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	50	314
Amounts payable for cancellation of shares	778	366
Purchases awaiting settlement	9,134	–
Total other creditors	**9,962**	**680**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £49,630 (2018: £314,428). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £2,244,415 (2018: £2,777,370). The amount outstanding at the year end was £221,646 (2018: £256,951). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £30,823,703 (2018: £52,600,000) and £28,476,520 (2018: £52,100,000) respectively. The income received during the year amounted to £2,134,360 (2018: £1,987,151).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	37,191	17,413	19,778
ACD and related parties (Class 2 Income shares)	9,404,291	(3,504,577)	12,908,868
ACD and related parties (Class 3 Income shares)	43,343,128	(2,550,726)	45,893,854

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.87%
Class 2: 0.62%
Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 183 and 184. The distributions per share are given in the distribution tables on pages 197 to 200. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	438,361,268	5,143,247	(29,001,694)	(1,950,461)	412,552,360
Class 2 Income shares	129,313,727	67,593,529	(21,439,667)	1,296,298	176,763,887
Class 3 Income shares	45,895,814	3,166,532	(5,719,218)	–	43,343,128

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, (0.26)% (2018: (0.46)%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2019 was:

Currency 15.10.19	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	5,671	65,271	41,494	112,436
Sterling	10,829	247,514	147,785	406,128
US dollar	4,499	24,882	363	29,744
Financial Liabilities				
Euro	–	–	(113,182)	(113,182)
Sterling	(975)	–	(10,082)	(11,057)
US dollar	–	–	(30,008)	(30,008)
Total	**20,024**	**337,667**	**36,370**	**394,061**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2018 was:

Currency 15.10.18	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	4,050	47,713	32,688	84,451
Sterling	17,744	222,969	121,382	362,095
US dollar	7,869	19,031	523	27,423
Financial Liabilities				
Euro	7	–	(85,786)	(85,779)
Sterling	–	–	(2,217)	(2,217)
US dollar	(17)	–	(27,739)	(27,756)
Total	**29,653**	**289,713**	**38,851**	**358,217**

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate financial assets comprise investments in variable interest rate paying corporate debt and bank balances that bear interest on LIBOR or its equivalent.

Interest rate exposures

The Aviva Investors Investment Risk Team performs regular stress testing across all portfolios to determine market sensitivities and risk exposures using BlackRock's Aladdin risk model and stress testing methodology. Under this methodology, if 5Y GBP interest rates had increased by 1% as at the balance sheet date, the net asset value of the Fund would have decreased by £22,739,736 (2018: £21,513,149). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £22,739,736 (2018: £21,513,149). These calculations assume the interest rate shock is propagated to all risk factors the Fund is exposed to, based on historical market correlations and volatilities between factors.

Market price risk

At the year end date, 98.62% (2018: 95.24%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.86% (2018: 9.52%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Counterparty exposure

Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts, futures contracts and credit default swaps. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

15.10.19	Forward currency contracts £000	Futures contracts £000	Total £000
Citibank	(110)	–	(110)
Goldman Sachs	4,657	–	4,657
J.P. Morgan	28	492	520
Royal Bank of Scotland	1,330	–	1,330
Société Générale	(117)	–	(117)
Total	**5,788**	**492**	**6,280**

15.10.18	Forward currency contracts £000	Futures contracts £000	Total £000
Citibank	(75)	–	(75)
Goldman Sachs	2,362	–	2,362
JPMorgan	–	102	102
Royal Bank of Scotland	952	–	952
UBS	(2)	–	(2)
Total	**3,237**	**102**	**3,339**

The counterparty exposure on forward currency contracts is reported at their mark to market values but for future contracts and credit default swaps it is only the positive mark to market values that are reported.

Collateral

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2018: £nil).

17 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	208,862	159,325	53.00%	44.48%
Below investment grade securities	126,685	131,436	32.14%	36.69%
Unrated securities	8,473	13,393	2.15%	3.74%
Total debt securities	**344,020**	**304,154**	**87.29%**	**84.91%**

The Fund invests in credit default swaps to adjust the credit risk profile of the Fund. The notional exposure of these swaps has been included in the above table.

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

18 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2019 (2018: £nil). The total purchases for the year amounted to £248,467,232 (2018: £180,547,062) and the total sales amounted to £221,328,000 (2018: £235,214,550).

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.69% (2018: 0.70%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

19 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the month ended 15 October 2019

Income shares		Gross revenue	Equalisation	Final distribution payable 14 November 2019	Final distribution paid 14 November 2018
Class 1 Income shares	Group 1	0.1911	–	0.1911	0.2061
	Group 2	0.0280	0.1631	0.1911	0.2061
Class 2 Income shares	Group 1	0.3047	–	0.3047	0.3235
	Group 2	0.1494	0.1553	0.3047	0.3235
Class 3 Income shares	Group 1	0.4451	–	0.4451	0.4688
	Group 2	0.0768	0.3683	0.4451	0.4688

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 September 2019.

Interim distribution paid in pence per share for the month ended 15 September 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 October 2019	Interim distribution paid 13 October 2018
Class 1 Income shares	Group 1	0.1613	–	0.1613	0.1900
	Group 2	0.0237	0.1376	0.1613	0.1900
Class 2 Income shares	Group 1	0.1891	–	0.1891	0.2267
	Group 2	0.0998	0.0893	0.1891	0.2267
Class 3 Income shares	Group 1	0.2842	–	0.2842	0.3357
	Group 2	0.0662	0.2180	0.2842	0.3357

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 August 2019.

Interim distribution paid in pence per share for the month ended 15 August 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 September 2019	Interim distribution paid 14 September 2018
Class 1 Income shares	Group 1	0.1500	–	0.1500	0.1800
	Group 2	0.0000	0.1500	0.1500	0.1800
Class 2 Income shares	Group 1	0.1926	–	0.1926	0.2701
	Group 2	0.0913	0.1013	0.1926	0.2701
Class 3 Income shares	Group 1	0.2906	–	0.2906	0.3977
	Group 2	0.0536	0.2370	0.2906	0.3977

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 July 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 August 2019	Interim distribution paid 14 August 2018
Class 1 Income shares	Group 1	0.1450	–	0.1450	0.1700
	Group 2	0.0000	0.1450	0.1450	0.1700
Class 2 Income shares	Group 1	0.3009	–	0.3009	0.3457
	Group 2	0.1488	0.1521	0.3009	0.3457
Class 3 Income shares	Group 1	0.4385	–	0.4385	0.4970
	Group 2	0.1071	0.3314	0.4385	0.4970

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 June 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 June 2019.

Interim distribution paid in pence per share for the month ended 15 June 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 July 2019	Interim distribution paid 14 July 2018
Class 1 Income shares	Group 1	0.1450	–	0.1450	0.1650
	Group 2	0.0007	0.1443	0.1450	0.1650
Class 2 Income shares	Group 1	0.2262	–	0.2262	0.2456
	Group 2	0.1030	0.1232	0.2262	0.2456
Class 3 Income shares	Group 1	0.3352	–	0.3352	0.3626
	Group 2	0.0261	0.3091	0.3352	0.3626

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 May 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 May 2019.

Interim distribution paid in pence per share for the month ended 15 May 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 June 2019	Interim distribution paid 14 June 2018
Class 1 Income shares	Group 1	0.1450	–	0.1450	0.1650
	Group 2	0.0054	0.1396	0.1450	0.1650
Class 2 Income shares	Group 1	0.2179	–	0.2179	0.2389
	Group 2	0.0906	0.1273	0.2179	0.2389
Class 3 Income shares	Group 1	0.3237	–	0.3237	0.3545
	Group 2	0.1267	0.1970	0.3237	0.3545

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 April 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 May 2019	Interim distribution paid 12 May 2018
Class 1 Income shares	Group 1	0.1500	–	0.1500	0.1550
	Group 2	0.0000	0.1500	0.1500	0.1550
Class 2 Income shares	Group 1	0.2935	–	0.2935	0.3229
	Group 2	0.1856	0.1079	0.2935	0.3229
Class 3 Income shares	Group 1	0.4280	–	0.4280	0.4669
	Group 2	0.1034	0.3246	0.4280	0.4669

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 March 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 March 2019.

Interim distribution paid in pence per share for the month ended 15 March 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 April 2019	Interim distribution paid 13 April 2018
Class 1 Income shares	Group 1	0.1550	–	0.1550	0.1550
	Group 2	0.0084	0.1466	0.1550	0.1550
Class 2 Income shares	Group 1	0.2029	–	0.2029	0.2236
	Group 2	0.0697	0.1332	0.2029	0.2236
Class 3 Income shares	Group 1	0.3011	–	0.3011	0.3303
	Group 2	0.0896	0.2115	0.3011	0.3303

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 February 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 February 2019.

Interim distribution paid in pence per share for the month ended 15 February 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 March 2019	Interim distribution paid 14 March 2018
Class 1 Income shares	Group 1	0.1550	–	0.1550	0.1700
	Group 2	0.0000	0.1550	0.1550	0.1700
Class 2 Income shares	Group 1	0.2304	–	0.2304	0.2285
	Group 2	0.0998	0.1306	0.2304	0.2285
Class 3 Income shares	Group 1	0.3409	–	0.3409	0.3399
	Group 2	0.0842	0.2567	0.3409	0.3399

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 January 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 February 2019	Interim distribution paid 14 February 2018
Class 1 Income shares	Group 1	0.1550	–	0.1550	0.1550
	Group 2	0.0000	0.1550	0.1550	0.1550
Class 2 Income shares	Group 1	0.3220	–	0.3220	0.3422
	Group 2	0.1333	0.1887	0.3220	0.3422
Class 3 Income shares	Group 1	0.4669	–	0.4669	0.4956
	Group 2	0.1438	0.3231	0.4669	0.4956

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 December 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 December 2018.

Interim distribution paid in pence per share for the month ended 15 December 2018

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 January 2019	Interim distribution paid 14 January 2018
Class 1 Income shares	Group 1	0.1400	–	0.1400	0.1320
	Group 2	0.0107	0.1293	0.1400	0.1320
Class 2 Income shares	Group 1	0.2214	–	0.2214	0.2137
	Group 2	0.1565	0.0649	0.2214	0.2137
Class 3 Income shares	Group 1	0.3270	–	0.3270	0.3189
	Group 2	0.0561	0.2709	0.3270	0.3189

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 November 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 November 2018.

Interim distribution paid in pence per share for the month ended 15 November 2018

Income shares		Gross revenue	Equalisation	Interim distribution paid 14 December 2018	Interim distribution paid 14 December 2017
Class 1 Income shares	Group 1	0.1350	–	0.1350	0.1550
	Group 2	0.0182	0.1168	0.1350	0.1550
Class 2 Income shares	Group 1	0.2361	–	0.2361	0.2757
	Group 2	0.0214	0.2147	0.2361	0.2757
Class 3 Income shares	Group 1	0.3490	–	0.3490	0.4091
	Group 2	0.0395	0.3095	0.3490	0.4091

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS INTERNATIONAL INDEX TRACKING FUND

INVESTMENT OBJECTIVE

The Fund aims to track the performance of the FTSE® World (ex UK) Index (before charges and taxes). Any returns will be a combination of capital growth and income.

INVESTMENT POLICY

Core investment: The Fund will invest directly into shares of companies that make up the FTSE® World (ex UK) Index (the "Index").

Other investments: The Fund may also invest in other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures may be used from time to time to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund will aim to track the Index by investing in international companies that make up the Index, or a sample of them which are representative of the Index, with the aim of mirroring the performance of the Index.

Performance & Risk Measurement: The Fund's performance is measured against the Index over any given 12-month period, because the Fund intends to track the performance of the Index.

The Fund may not hold every company in the Index.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa.

The Fund has a yearly tracking error target of 0% per annum (excluding charges). In normal market conditions the anticipated level of tracking error will be within 0.30% (excluding charges) of the Index.

Factors which are likely to affect the ability of the Fund to track the performance of the Index might include transaction costs (from Index and Fund turnover and dividend reinvestment), portfolio weightings not being exactly the same as the Index, residual cash holdings, or other related factors such as efficient portfolio management, illiquid components, and any trading restrictions that may be in place.

The Index comprises large and medium- sized companies of developed and emerging markets excluding the UK, providing a broad coverage of global markets.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors International Index Tracking Fund delivered a total return of 11.84% (share class 1), net of fees. The Fund's benchmark, the FTSE® World ex UK Index, returned 12.77%.

Investment Review
Global economic growth slowed to below 3 per cent (on an annual basis) in the middle of 2019, the weakest rate of increase since the Eurozone crisis of 2012. That slowdown, which began at the start of 2018, largely reflected a sharp deterioration in global manufacturing and trade, which in turn reflected a combination of factors, including: structural de-leveraging and a slowdown in China, past monetary policy tightening in the US, the imposition of and uncertainty around tariff and non-tariff barriers between the US and China and policy changes related to auto emissions in Europe. There was a further escalation in the trade war between the US and China in August, when President Trump announced a broadening of tariffs on all Chinese goods.

Escalating trade tensions between the US and China and concerns that the US Federal Reserve (Fed) had tightened monetary policy too aggressively unsettled investors, particularly during the fourth quarter of 2018 when equity markets worldwide recorded sharp falls. Since the turn of the year, international equity indices have rallied, although volatility resurfaced in May and August in response to an escalation in the US-China trade dispute, as the Fed changed course and loosened monetary policy, with the ECB following suit. In January, the Fed signalled interest rates had peaked, citing slowing global growth, the ongoing US-China trade dispute and tighter financial conditions, and subsequently reduced its key Fed Funds rate in July and in September. In response to a sharp slowdown in the Eurozone, the European Central Bank (ECB) announced it would recommence QE (quantitative easing), with effect from November, at €20 billion a month and maintain this policy until inflation returns to its 2% target.

US equities outperformed international indices in sterling terms, rebounding from a turbulent end to 2018 as the Fed's more dovish stance on monetary policy boosted sentiment. The resilience of the domestic economy has underpinned the market, although investors have scaled back earnings expectations as the one-off impact of tax cuts has run its course. Higher yielding and non-cyclical sectors – real estate, utilities, and consumer staples – outperformed while amongst the weakest areas of the market were more cyclical sectors notably energy, materials and industrials. Financial underperformed on mild inversion at the front end of the Treasury bond yield curve, potentially heralding a squeeze on profitability in the banking sector.

European equities gained ground but underperformed international indices. Political concerns resurfaced as the year progressed, most notably in Italy. The coalition government comprising the populist Five Star Movement and the Northern League appeared set on a collision course with the European Central Bank over its spending plans, until an agreement was eventually reached as 2018 ended. As the period ended, the coalition fragmented with the League withdrawing and the Five Star Movement forming a new coalition with the Democratic Party. This reawakened the debate on the existential future of the Eurozone. As a result, renewed fears of contagion risk and a slowdown in regional economic growth weakened financial stocks, notably banks.

AVIVA INVESTORS INTERNATIONAL INDEX TRACKING FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

In Asian markets, concerns over the global economic growth outlook and worries that export-orientated Asia-Pacific economies are most exposed to rising trade barriers weighed on sentiment towards the region. Most notably, the Chinese economy slowed during the second quarter. Ongoing trade tensions with the US, weakening global demand and off-balance-sheet borrowings by local government combined to result in the lowest rate of growth for the Chinese economy since the first quarter of 1992. Korean and Japanese equities lagged the region overall amid disappointing export data, albeit that optimism over the effect of falling global interest rates underpinned Japanese stocks late in the period. Following disappointing early returns, Australian equities ended the period on a firmer note amid optimism that lower interest rates and market-friendly policies following PM Scott Morrison surprise re-election will boost the trading backdrop.

Outlook

The impact of the US-China trade dispute, combined with weaker-than-expected growth outturns in the Eurozone, have led us to revise down our global growth expectations through to the end of 2020. We now expect growth to remain below 3 per cent over the next 18 months. That would represent the weakest sustained period for over a decade. We expect all major economies to be growing below potential in 2020, with unemployment likely to rise modestly and wage and inflation pressures set to remain muted. Given the uncertainty around how businesses and households will react to the imposition of further tariffs, as well as the use of non-tariff measures, we judge that the risks to growth are to the downside. Having marked down our economic outlook and become increasingly concerned about the downside risks, we are cautious about the outlook for equity markets. With many markets close to their all-time highs, we believe they are fragile and susceptible to further downside news on growth. Against this background, we remain cautious on the outlook for equity markets over the short to medium term. This is largely a function of a decelerating environment for corporate earnings in the US and Europe. We are also seeing companies reticent to embark on significant investment programs, though this may be largely down to the uncertainty regarding US and China trade as well as Brexit.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 204 and 205 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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Performance History – Income Shares

Calendar year	Share Class 5 %	Benchmark* %
31.12.13 to 31.12.14	N/A	12.26
31.12.14 to 31.12.15	N/A	4.77
31.12.15 to 31.12.16	N/A	30.42
31.12.16 to 31.12.17	N/A	13.45
31.12.17 to 31.12.18	N/A	-2.70

* Benchmark – FTSE® World (ex UK) Index.

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	11.60	12.35	12.37	12.26
31.12.14 to 31.12.15	2.82	3.55	3.55	4.77
31.12.15 to 31.12.16	28.99	29.55	29.54	30.42
31.12.16 to 31.12.17	11.92	12.37	12.37	13.45
31.12.17 to 31.12.18	-4.76	-4.45	-4.45	-2.70

* Benchmark – FTSE® World (ex UK) Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

AVIVA INVESTORS INTERNATIONAL INDEX TRACKING FUND (CONTINUED)

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
Microsoft	Apple
Amazon.com	Microsoft
Apple	Amazon.com
Facebook 'A'	JPMorgan Chase
Johnson & Johnson	Bank of America
Berkshire Hathaway 'B'	Walt Disney
JPMorgan Chase	Johnson & Johnson
Alphabet 'C'	Facebook 'A'
Exxon Mobil	Nestle

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	169.03	163.28	145.69
Return before operating charges†	21.00	6.82	18.62
Operating charges	(1.00)	(1.07)	(1.03)
Return after operating charges†	20.00	5.75	17.59
Distributions	(2.86)	(2.40)	(2.17)
Retained distributions on accumulation shares	2.86	2.40	2.17
Closing net asset value per share	189.03	169.03	163.28
† after direct transaction costs of	(0.02)	(0.02)	(0.02)
Performance			
Return after charges (%)	11.83%	3.52%	12.07%
Other information			
Closing net asset value (£000)	62,533	62,101	63,734
Closing number of shares	33,081,111	36,740,324	39,033,832
Operating charges (%)‡	0.56%	0.63%	0.67%
Direct transaction costs (%)#	0.01%	0.01%	0.01%
Prices≈			
Highest share price	198.41	182.41	165.11
Lowest share price	157.51	155.13	140.17

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	181.41	174.63	155.20
Return before operating charges†	22.58	7.30	19.87
Operating charges	(0.60)	(0.52)	(0.44)
Return after operating charges†	21.98	6.78	19.43
Distributions	(3.55)	(3.20)	(2.98)
Retained distributions on accumulation shares	3.55	3.20	2.98
Closing net asset value per share	203.39	181.41	174.63
† after direct transaction costs of	(0.02)	(0.02)	(0.02)
Performance			
Return after charges (%)	12.12%	3.88%	12.52%
Other information			
Closing net asset value (£000)	377,608	386,033	407,602
Closing number of shares	185,659,158	212,793,406	233,402,009
Operating charges (%)‡	0.31%	0.28%	0.27%
Direct transaction costs (%)#	0.01%	0.01%	0.01%
Prices≈			
Highest share price	213.37	195.71	176.58
Lowest share price	169.13	166.22	149.36

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	351.31	338.19	300.56
Return before operating charges†	43.71	14.13	38.49
Operating charges	(1.15)	(1.01)	(0.86)
Return after operating charges†	42.56	13.12	37.63
Distributions	(6.88)	(6.20)	(5.76)
Retained distributions on accumulation shares	6.88	6.20	5.76
Closing net asset value per share	393.87	351.31	338.19
† after direct transaction costs of	(0.04)	(0.04)	(0.03)
Performance			
Return after charges (%)	12.11%	3.88%	12.52%
Other information			
Closing net asset value (£000)	395,402	358,019	356,490
Closing number of shares	100,389,652	101,909,591	105,412,646
Operating charges (%)‡	0.31%	0.28%	0.27%
Direct transaction costs (%)#	0.01%	0.01%	0.01%
Prices≈			
Highest share price	413.20	379.00	341.95
Lowest share price	327.52	321.89	289.24

COMPARATIVE TABLES (CONTINUED)

Class 5 Income shares	2019 p per share	2018§ p per share
Change in net assets per share		
Opening net asset value per share	94.72	100.00
Return before operating charges†	11.73	(4.82)
Operating charges	(0.37)	(0.12)
Return after operating charges†	11.36	(4.94)
Distributions	(1.78)	(0.34)
Closing net asset value per share	104.30	94.72
† after direct transaction costs of	(0.01)	(0.01)
Performance		
Return after charges (%)	11.99%	(4.94)%
Other information		
Closing net asset value (£000)	1	1
Closing number of shares	1,000	1,000
Operating charges (%)‡	0.25%	0.25%
Direct transaction costs (%)#	0.01%	0.01%
Prices≈		
Highest share price	110.52	102.57
Lowest share price	88.30	94.22

§ This share class was launched on 3 August 2018.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.56%	0.56%
Class 2	0.31%	0.31%
Class 3	0.31%	0.31%
Class 5	0.25%	0.25%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as ""synthetic charges"" or the ""synthetic"" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme. The OCF for share class 1 is capped at 0.70%. This excludes, amongst other things, the charges of any other funds in which this Fund invests and which are included in the OCF. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 99.41% (98.68%)				
Australia 2.44% (2.35%)				
Adelaide Brighton	AUD	12,500	20	–
Afterpay Touch Group	AUD	4,640	91	0.01
AGL Energy	AUD	16,630	172	0.02
ALS	AUD	12,110	52	0.01
Altium	AUD	4,660	82	0.01
Alumina	AUD	64,193	76	0.01
AMP	AUD	85,027	76	0.01
Ansell	AUD	3,343	49	0.01
APA Group	AUD	29,986	182	0.02
Aristocrat Leisure	AUD	16,240	272	0.03
ASX	AUD	4,919	215	0.03
Atlas Arteria	AUD	17,260	74	0.01
Aurizon Holdings	AUD	48,490	153	0.02
AusNet Services	AUD	45,830	45	0.01
Australia & New Zealand Banking Group	AUD	70,920	1,054	0.13
Bank of Queensland	AUD	10,130	52	0.01
Bendigo & Adelaide Bank	AUD	12,520	75	0.01
BHP Group	AUD	74,758	1,439	0.17
BlueScope Steel	AUD	13,538	87	0.01
Boral	AUD	29,440	75	0.01
Brambles	AUD	40,596	250	0.03
Caltex Australia	AUD	6,310	88	0.01
Challenger	AUD	14,720	54	0.01
Charter Hall Group, REIT	AUD	11,700	74	0.01
CIMIC Group	AUD	2,572	45	0.01
Coca-Cola Amatil	AUD	13,155	73	0.01
Cochlear	AUD	1,410	159	0.02
Coles Group	AUD	28,836	235	0.03
Commonwealth Bank of Australia	AUD	44,327	1,876	0.22
Computershare	AUD	12,470	106	0.01
Crown Resorts	AUD	9,130	59	0.01
CSL	AUD	11,480	1,522	0.18
CSR	AUD	13,353	28	–
Dexus, REIT	AUD	27,772	174	0.02
Domain Holdings Australia	AUD	6,420	11	–
Domino's Pizza Enterprises	AUD	1,590	42	0.01
Downer EDI	AUD	14,990	65	0.01
Evolution Mining	AUD	26,540	62	0.01
Flight Centre Travel Group	AUD	1,420	32	–
Fortescue Metals Group	AUD	40,440	186	0.02
Goodman Group, REIT	AUD	45,266	344	0.04
GPT Group, REIT	AUD	49,260	161	0.02
Harvey Norman Holdings	AUD	13,218	28	–
Iluka Resources	AUD	10,560	46	0.01
Incitec Pivot	AUD	40,440	72	0.01
Insurance Australia Group	AUD	58,794	245	0.03
IOOF Holdings	AUD	8,640	29	–
Lendlease Group	AUD	14,505	135	0.02
Macquarie Group	AUD	7,847	554	0.07
Magellan Financial Group	AUD	3,360	87	0.01
Medibank	AUD	71,100	124	0.02
Metcash	AUD	22,640	34	–
Mirvac Group, REIT	AUD	99,294	161	0.02
National Australia Bank	AUD	71,269	1,083	0.13
Newcrest Mining	AUD	19,552	348	0.04
Northern Star Resources	AUD	15,970	97	0.01
Nufarm	AUD	8,171	29	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Australia 2.44% (2.35%) (continued)				
Orica	AUD	9,731	121	0.01
Origin Energy	AUD	44,593	191	0.02
Orora	AUD	30,434	49	0.01
OZ Minerals	AUD	8,431	43	0.01
Perpetual	AUD	1,200	22	–
Platinum Asset Management	AUD	7,760	17	–
Qantas Airways	AUD	15,703	56	0.01
QBE Insurance Group	AUD	33,680	223	0.03
Qube Holdings	AUD	31,200	56	0.01
Ramsay Health Care	AUD	3,300	117	0.01
REA Group	AUD	1,270	74	0.01
Rio Tinto	AUD	9,390	454	0.05
Santos	AUD	44,935	184	0.02
Scentre Group, REIT	AUD	130,197	276	0.03
SEEK	AUD	8,950	103	0.01
Seven Group Holdings	AUD	3,320	31	–
Shopping Centres Australasia Property Group, REIT	AUD	23,029	33	–
Sims Metal Management	AUD	4,490	24	–
Sonic Healthcare	AUD	12,040	184	0.02
South32	AUD	128,058	169	0.02
Star Entertainment Grp	AUD	21,220	50	0.01
Stockland, REIT	AUD	60,530	147	0.02
Suncorp Group	AUD	32,076	228	0.03
Sydney Airport	AUD	28,559	128	0.02
Tabcorp Holdings	AUD	48,780	126	0.02
Telstra	AUD	105,960	200	0.02
TPG Telecom	AUD	9,120	33	–
Transurban Group	AUD	68,115	533	0.06
Treasury Wine Estates	AUD	18,288	179	0.02
Vicinity Centres, REIT	AUD	80,741	113	0.01
Vocus Group	AUD	16,260	30	–
Washington H Soul Pattinson	AUD	2,260	27	–
Wesfarmers	AUD	28,826	608	0.07
Westpac Banking	AUD	87,465	1,351	0.16
Whitehaven Coal	AUD	16,850	29	–
WiseTech Global	AUD	2,120	39	–
Woodside Petroleum	AUD	23,796	402	0.05
Woolworths Group	AUD	32,059	640	0.08
WorleyParsons	AUD	8,070	56	0.01
			20,405	2.44
Austria 0.08% (0.10%)				
ANDRITZ	EUR	1,790	58	0.01
Erste Group Bank	EUR	7,325	190	0.02
OMV	EUR	3,620	154	0.02
Raiffeisen Bank International	EUR	3,290	60	0.01
Telekom Austria	EUR	3,700	22	–
Verbund	EUR	1,630	69	0.01
Vienna Insurance Group	EUR	935	19	–
voestalpine	EUR	2,990	55	0.01
			627	0.08
Belgium 0.37% (0.36%)				
Ackermans & van Haaren	EUR	560	68	0.01
Ageas	EUR	4,710	208	0.02
Anheuser-Busch InBev	EUR	19,530	1,419	0.17
Colruyt	EUR	1,180	52	0.01
Galapagos	EUR	1,170	147	0.02
Groupe Bruxelles Lambert	EUR	1,872	144	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Belgium 0.37% (0.36%) (continued)				
KBC Group	EUR	6,990	371	0.04
Proximus SADP	EUR	3,560	86	0.01
Sofina	EUR	390	69	0.01
Solvay	EUR	1,765	149	0.02
Telenet Group Holding	EUR	1,190	45	–
UCB	EUR	3,070	178	0.02
Umicore	EUR	5,230	162	0.02
			3,098	0.37
Bermuda 0.39% (0.35%)				
Arch Capital Group	USD	9,830	323	0.04
Axis Capital Holdings	USD	2,050	101	0.01
Brightoil Petroleum Holdings^	HKD	72,000	–	–
Bunge	USD	3,390	151	0.02
Cafe de Coral Holdings	HKD	8,000	17	–
CK Infrastructure Holdings	HKD	15,910	89	0.01
Credicorp	USD	1,610	265	0.03
Dairy Farm International Holdings	USD	7,700	36	–
Everest Re Group	USD	1,030	204	0.02
First Pacific	HKD	54,150	15	–
Haitong International Securities Group	HKD	60,000	14	–
Hongkong Land Holdings	USD	28,400	124	0.02
Huabao International Holdings	HKD	16,000	5	–
IHS Markit	USD	10,060	542	0.07
Invesco	USD	9,980	124	0.02
Jardine Matheson Holdings	USD	5,300	221	0.03
Jardine Strategic Holdings	USD	4,500	105	0.01
Johnson Electric Holdings	HKD	9,000	13	–
Kerry Logistics Network	HKD	13,500	17	–
Kerry Properties	HKD	15,000	37	–
Li & Fung	HKD	142,600	13	–
Marvell Technology Group	USD	16,805	319	0.04
Norwegian Cruise Line Holdings	USD	5,310	207	0.03
NWS Holdings	HKD	35,000	42	0.01
RenaissanceRe Holdings	USD	1,120	170	0.02
Shangri-La Asia	HKD	28,147	22	–
United Energy Group	HKD	192,000	30	–
VTech Holdings	HKD	4,300	30	–
Yue Yuen Industrial Holdings	HKD	18,500	40	0.01
			3,276	0.39
Brazil 1.03% (0.93%)				
Alpargatas Preference	BRL	5,000	25	–
Ambev	BRL	75,661	271	0.03
Ambev, ADR	USD	33,080	119	0.02
Atacadao	BRL	8,300	31	–
Azul Preference	BRL	5,100	50	0.01
B2W Cia Digital	BRL	4,400	45	0.01
B3 SA – Brasil Bolsa Balcao	BRL	49,695	430	0.05
Banco Bradesco	BRL	25,953	158	0.02
Banco Bradesco Preference	BRL	40,541	268	0.03
Banco Bradesco, ADR Preference	USD	60,332	395	0.05
Banco BTG Pactual	BRL	6,350	68	0.01
Banco do Brasil	BRL	26,490	228	0.03
Banco do Estado do Rio Grande do Sul Preference 'B'	BRL	4,900	20	–
Banco Santander Brasil	BRL	10,220	91	0.01
BB Seguridade Participacoes	BRL	17,470	115	0.01
BR Malls Participacoes	BRL	18,917	52	0.01
Bradespar Preference	BRL	5,600	35	–
Braskem Preference 'A'	BRL	4,850	27	–
BRF	BRL	13,730	96	0.01
CCR	BRL	28,450	95	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Brazil 1.03% (0.93%) (continued)				
Centrais Eletricas Brasileiras	BRL	8,080	53	0.01
Centrais Eletricas Brasileiras Preference 'B'	BRL	5,760	40	0.01
Cia Brasileira de Distribuicao Preference	BRL	4,020	63	0.01
Cia de Saneamento Basico do Estado de Sao Paulo	BRL	8,410	81	0.01
Cia de Transmissao de Energia Eletrica Paulista Preference	BRL	4,800	22	–
Cia Energetica de Minas Gerais	BRL	2,000	6	–
Cia Energetica de Minas Gerais Preference	BRL	11,900	32	–
Cia Energetica de Minas Gerais, ADR Preference	USD	12,168	32	–
Cia Paranaense de Energia	BRL	200	2	–
Cia Paranaense de Energia Preference	BRL	2,770	26	–
Cia Siderurgica Nacional	BRL	4,500	11	–
Cia Siderurgica Nacional, ADR	USD	11,280	28	–
Cielo	BRL	28,587	42	0.01
Cogna Educacao	BRL	37,600	77	0.01
Cosan	BRL	4,330	46	0.01
CPFL Energia	BRL	4,700	29	–
CVC Brasil Operadora e Agencia de Viagens	BRL	3,200	33	–
EDP – Energias do Brasil	BRL	6,985	25	–
Embraer	BRL	8,800	29	–
Embraer, ADR	USD	2,450	33	–
Energisa	BRL	4,576	43	0.01
Engie Brasil Energia	BRL	4,412	37	0.01
Equatorial Energia	BRL	4,400	87	0.01
Fleury	BRL	5,400	26	–
Gerdau Preference	BRL	8,590	22	–
Gerdau, ADR Preference	USD	17,700	44	0.01
Grendene	BRL	6,900	12	–
Hapvida Participacoes e Investimentos	BRL	3,400	37	0.01
Hypera	BRL	10,030	65	0.01
IRB Brasil Resseguros S/A	BRL	21,300	150	0.02
Itau Unibanco Holding Preference	BRL	49,824	328	0.04
Itau Unibanco Holding, ADR Preference	USD	68,670	449	0.05
Itausa – Investimentos Itau Preference	BRL	111,140	275	0.03
JBS	BRL	25,050	139	0.02
Klabin	BRL	19,130	56	0.01
Localiza Rent a Car	BRL	13,930	118	0.01
Lojas Americanas	BRL	6,100	18	–
Lojas Americanas Preference	BRL	18,760	75	0.01
Lojas Renner	BRL	19,887	193	0.02
M Dias Branco	BRL	2,200	14	–
Magazine Luiza	BRL	15,060	122	0.02
Multiplan Empreendimentos Imobiliarios	BRL	7,209	39	0.01
Natura Cosmeticos	BRL	9,400	57	0.01
Notre Dame Intermedica Participacoes	BRL	9,360	107	0.01
Odontoprev	BRL	6,500	20	–
Petrobras Distribuidora	BRL	16,998	89	0.01
Petroleo Brasileiro	BRL	74,740	425	0.05
Petroleo Brasileiro Preference	BRL	99,980	523	0.06
Porto Seguro	BRL	2,300	25	–
Raia Drogasil	BRL	5,800	112	0.01
Rumo	BRL	28,450	132	0.02
Sao Martinho	BRL	3,800	13	–
Sul America	BRL	5,600	52	0.01
Suzano	BRL	20,144	134	0.02
Telefonica Brasil Preference	BRL	7,550	77	0.01
Telefonica Brasil, ADR Preference	USD	3,130	32	–
TIM Participacoes, ADR	USD	4,215	46	0.01
Transmissora Alianca de Energia Eletrica	BRL	5,600	30	–
Ultrapar Participacoes	BRL	21,960	81	0.01
Usinas Siderurgicas de Minas Gerais, ADR Preference	USD	10,200	14	–
Vale	BRL	80,620	741	0.09

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Brazil 1.03% (0.93%) (continued)				
Vale, ADR	USD	6,359	58	0.01
Via Varejo	BRL	10,200	15	–
WEG	BRL	19,090	87	0.01
YDUQS Part	BRL	6,400	46	0.01
			8,594	1.03
Canada 3.09% (3.03%)				
Agnico Eagle Mines	CAD	5,920	243	0.03
Alimentation Couche-Tard 'B'	CAD	21,310	501	0.06
Bank of Montreal	CAD	15,730	911	0.11
Bank of Montreal	USD	350	20	–
Bank of Nova Scotia	CAD	31,010	1,392	0.17
Barrick Gold	CAD	44,119	592	0.07
Bausch Health	CAD	8,670	141	0.02
BCE	CAD	7,634	294	0.04
Brookfield Asset Management 'A'	CAD	22,346	926	0.11
Bro-X Minerals^	CAD	390	–	–
Canadian Imperial Bank of Commerce	CAD	11,110	729	0.09
Canadian National Railway	CAD	18,248	1,248	0.15
Canadian Natural Resources	CAD	29,410	590	0.07
Canadian Pacific Railway	CAD	3,495	595	0.07
Canadian Tire 'A'	CAD	1,490	128	0.02
Canadian Utilities 'A'	CAD	3,050	71	0.01
Canopy Growth	CAD	4,540	70	0.01
Cenovus Energy	CAD	25,632	173	0.02
CGI	CAD	5,940	366	0.04
Constellation Software	CAD	500	396	0.05
Dollarama	CAD	7,940	224	0.03
Enbridge	CAD	49,797	1,410	0.17
Encana	CAD	25,002	87	0.01
Encana	USD	13,265	45	0.01
Fairfax Financial Holdings	CAD	660	220	0.03
Fortis	CAD	10,770	357	0.04
Franco-Nevada	CAD	4,630	338	0.04
George Weston	CAD	1,824	120	0.01
Great-West Lifeco	CAD	6,710	123	0.01
Husky Energy	CAD	7,816	42	–
Hydro One	CAD	8,050	118	0.01
IGM Financial	CAD	2,140	47	0.01
Imperial Oil	CAD	6,110	118	0.01
Intact Financial	CAD	3,510	282	0.03
Inter Pipeline	CAD	10,180	136	0.02
Loblaw	CAD	4,571	199	0.02
Magna International	CAD	7,430	303	0.04
Manulife Financial	CAD	49,270	706	0.08
Metro	CAD	6,110	206	0.02
National Bank of Canada	CAD	8,540	338	0.04
Nutrien	CAD	14,419	578	0.07
Pembina Pipeline	CAD	12,790	360	0.04
Power Corp. of Canada	CAD	8,745	158	0.02
Power Financial	CAD	5,880	107	0.01
Restaurant Brands International	CAD	6,022	337	0.04
RioCan Real Estate Investment Trust	CAD	7,860	124	0.01
Rogers Communications 'B'	CAD	9,140	347	0.04
Royal Bank of Canada	CAD	36,380	2,311	0.28
Saputo	CAD	5,640	130	0.02
Shaw Communications 'B'	CAD	11,260	175	0.02
Shopify 'A'	CAD	60	15	–
Shopify 'A'	USD	2,420	658	0.08
Sun Life Financial	CAD	14,860	515	0.06
Suncor Energy	CAD	39,586	930	0.11
TC Energy	CAD	23,112	932	0.11

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Canada 3.09% (3.03%) (continued)				
Teck Resources 'B'	CAD	12,870	170	0.02
TELUS	CAD	5,110	146	0.02
Thomson Reuters	CAD	5,016	264	0.03
Toronto-Dominion Bank	CAD	46,470	2,048	0.25
Waste Connections	CAD	6,555	475	0.06
Wheaton Precious Metals	CAD	11,350	234	0.03
			25,819	3.09
Cayman Islands 0.31% (0.31%)				
AAC Technologies Holdings	HKD	17,000	78	0.01
ASM Pacific Technology	HKD	7,800	83	0.01
Budweiser Brewing Co. APAC	HKD	29,300	94	0.01
Chailease Holding	TWD	29,900	99	0.01
China Mengniu Dairy	HKD	67,000	213	0.02
Chow Tai Fook Jewellery Group	HKD	29,000	19	–
CK Asset Holdings	HKD	66,872	352	0.04
CK Hutchison Holdings	HKD	67,372	490	0.06
FIH Mobile	HKD	78,000	8	–
FIT Hon Teng	HKD	29,000	9	–
Herbalife Nutrition	USD	2,490	76	0.01
Hutchison Telecommunications Hong Kong Holdings	HKD	36,000	5	–
Lifestyle International Holdings	HKD	10,500	9	–
Macau Legend Development	HKD	19,000	2	–
MGM China Holdings	HKD	18,400	23	–
Minth Group	HKD	18,000	49	0.01
NagaCorp	HKD	38,000	51	0.01
Nexteer Automotive Group	HKD	22,000	14	–
Sa Sa International Holdings	HKD	14,000	2	–
Sands China	HKD	60,400	222	0.03
Semiconductor Manufacturing International	HKD	73,400	72	0.01
Shui On Land	HKD	97,000	15	–
Tingyi Cayman Islands Holding	HKD	47,160	50	0.01
Towngas China	HKD	29,000	17	–
TPK Holding	TWD	8,887	15	–
Uni-President China Holdings	HKD	31,000	26	–
Want Want China Holdings	HKD	138,000	87	0.01
WH Group	HKD	212,000	161	0.02
Wharf Real Estate Investment	HKD	30,175	133	0.02
Wynn Macau	HKD	37,700	60	0.01
Xinyi Glass Holdings	HKD	52,000	47	0.01
Xinyi Solar Holdings	HKD	88,000	40	–
			2,621	0.31
Curacao 0.11% (0.20%)				
Schlumberger	USD	34,634	891	0.11
			891	0.11
Czech Republic 0.02% (0.02%)				
CEZ	CZK	4,130	71	0.01
Komercni banka	CZK	1,860	47	0.01
Moneta Money Bank	CZK	12,860	32	–
O2 Czech Republic	CZK	1,380	10	–
			160	0.02
Denmark 0.59% (0.56%)				
Ambu 'B'	DKK	4,150	55	0.01
AP Moller – Maersk 'A'	DKK	103	90	0.01
AP Moller – Maersk 'B'	DKK	164	153	0.02
Carlsberg 'B'	DKK	2,610	302	0.04
Chr Hansen Holding	DKK	2,580	164	0.02
Coloplast 'B'	DKK	3,380	314	0.04
Danske Bank	DKK	16,520	185	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Denmark 0.59% (0.56%) (continued)				
Demant	DKK	2,640	54	0.01
Drilling Co. of 1972	DKK	554	24	–
DSV Panalpina	DKK	5,120	382	0.05
Genmab	DKK	1,420	228	0.03
GN Store Nord	DKK	3,310	107	0.01
H Lundbeck	DKK	1,480	39	–
ISS	DKK	4,530	85	0.01
Jyske Bank	DKK	1,670	44	–
Novo Nordisk 'B'	DKK	41,570	1,718	0.21
Novozymes 'B'	DKK	5,320	189	0.02
Orsted	DKK	3,700	271	0.03
Pandora	DKK	2,260	69	0.01
Rockwool International 'B'	DKK	170	25	–
Tryg	DKK	3,050	66	0.01
Vestas Wind Systems	DKK	5,070	319	0.04
			4,883	0.59
Finland 0.41% (0.46%)				
Elisa	EUR	3,580	147	0.02
Fortum	EUR	10,790	200	0.02
Huhtamaki	EUR	2,320	75	0.01
Kesko 'B'	EUR	1,700	84	0.01
Kone 'B'	EUR	9,780	450	0.05
Metso	EUR	2,730	77	0.01
Neste	EUR	10,405	261	0.03
Nokia	EUR	140,172	556	0.07
Nokian Renkaat	EUR	3,380	80	0.01
Nordea Bank	EUR	80,551	451	0.05
Orion 'B'	EUR	2,560	75	0.01
Sampo 'A'	EUR	12,260	384	0.05
Stora Enso 'R'	EUR	14,362	143	0.02
UPM-Kymmene	EUR	13,336	322	0.04
Wartsila	EUR	11,730	104	0.01
			3,409	0.41
France 3.42% (3.35%)				
Accor	EUR	4,750	157	0.02
Aeroports de Paris	EUR	730	104	0.01
Air France-KLM	EUR	4,850	43	0.01
Air Liquide	EUR	11,651	1,206	0.14
ALD	EUR	2,170	25	–
Alstom	EUR	4,642	153	0.02
Amundi	EUR	1,458	81	0.01
Arkema	EUR	1,818	138	0.02
Atos	EUR	2,395	134	0.02
AXA	EUR	48,285	990	0.12
BioMerieux	EUR	1,030	68	0.01
BNP Paribas	EUR	27,202	1,079	0.13
Bollore	EUR	25,180	83	0.01
Bouygues	EUR	5,321	180	0.02
Bureau Veritas	EUR	7,020	133	0.02
Capgemini	EUR	3,960	377	0.05
Carrefour	EUR	14,170	191	0.02
Casino Guichard Perrachon	EUR	1,420	53	0.01
Cie de Saint-Gobain	EUR	12,388	404	0.05
Cie Generale des Etablissements Michelin	EUR	4,488	403	0.05
Cie Plastic Omnium	EUR	1,410	29	–
CNP Assurances	EUR	4,073	64	0.01
Covivio, REIT	EUR	1,114	96	0.01
Credit Agricole	EUR	29,228	285	0.03

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
France 3.42% (3.35%) (continued)				
Danone	EUR	15,038	1,052	0.13
Dassault Aviation	EUR	64	70	0.01
Dassault Systemes	EUR	3,360	408	0.05
Edenred	EUR	6,040	228	0.03
Eiffage	EUR	1,870	154	0.02
Electricite de France	EUR	12,564	103	0.01
Elis	EUR	4,790	67	0.01
Engie	EUR	41,614	548	0.07
EssilorLuxottica	EUR	7,379	870	0.10
Eurazeo	EUR	1,218	73	0.01
Eutelsat Communications	EUR	4,610	72	0.01
Faurecia	EUR	1,870	71	0.01
Gecina, REIT	EUR	1,330	175	0.02
Getlink	EUR	11,560	144	0.02
Hermes International	EUR	781	432	0.05
ICADE, REIT	EUR	820	60	0.01
Iliad	EUR	620	47	0.01
Imerys	EUR	905	28	–
Ingenico Group	EUR	1,560	126	0.01
Ipsen	EUR	890	70	0.01
JCDecaux	EUR	1,800	35	–
Kering	EUR	1,874	780	0.09
Klepierre, REIT	EUR	4,914	135	0.02
Lagardere	EUR	2,950	52	0.01
Legrand	EUR	6,790	405	0.05
L'Oreal	EUR	6,050	1,279	0.15
LVMH Moet Hennessy Louis Vuitton	EUR	6,265	2,080	0.25
Natixis	EUR	21,600	72	0.01
Orange	EUR	48,111	621	0.07
Orpea	EUR	1,150	112	0.01
Pernod Ricard	EUR	5,353	790	0.09
Peugeot	EUR	13,860	277	0.03
Publicis Groupe	EUR	5,350	175	0.02
Remy Cointreau	EUR	620	66	0.01
Renault	EUR	4,640	217	0.03
Rexel	EUR	7,780	72	0.01
Rubis	EUR	2,280	103	0.01
Safran	EUR	7,220	893	0.11
Safran Preference	EUR	1,023	127	0.02
Sanofi	EUR	27,250	1,946	0.23
Sartorius Stedim Biotech	EUR	610	68	0.01
Schneider Electric	EUR	13,188	932	0.11
SCOR	EUR	3,860	125	0.01
SEB	EUR	680	81	0.01
Societe BIC	EUR	630	34	–
Societe Generale	EUR	18,365	405	0.05
Sodexo	EUR	2,220	189	0.02
Suez	EUR	9,393	111	0.01
Teleperformance	EUR	1,470	247	0.03
Thales	EUR	2,550	214	0.03
TOTAL	EUR	60,676	2,443	0.29
Ubisoft Entertainment	EUR	2,140	108	0.01
Valeo	EUR	6,080	167	0.02
Veolia Environnement	EUR	12,698	258	0.03
Vinci	EUR	11,683	1,004	0.12
Vivendi	EUR	20,396	444	0.05
Wendel	EUR	730	79	0.01
Worldline	EUR	2,122	107	0.01
			28,527	3.42

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Germany 2.92% (3.20%)				
1&1 Drillisch	EUR	1,140	30	–
adidas	EUR	4,890	1,221	0.15
Allianz	EUR	10,643	1,962	0.23
Axel Springer	EUR	1,090	59	0.01
BASF	EUR	22,900	1,297	0.16
Bayer	EUR	23,355	1,337	0.16
Bayerische Motoren Werke	EUR	8,118	464	0.06
Bayerische Motoren Werke Preference	EUR	1,420	64	0.01
Beiersdorf	EUR	2,534	233	0.03
Brenntag	EUR	3,930	152	0.02
Carl Zeiss Meditec	EUR	940	85	0.01
Commerzbank	EUR	26,333	119	0.01
Continental	EUR	2,750	278	0.03
Covestro	EUR	4,330	171	0.02
Daimler	EUR	21,607	896	0.11
Delivery Hero	EUR	2,830	99	0.01
Deutsche Bank	EUR	51,995	313	0.04
Deutsche Boerse	EUR	4,590	580	0.07
Deutsche Lufthansa	EUR	6,088	79	0.01
Deutsche Post	EUR	24,390	641	0.08
Deutsche Telekom	EUR	80,789	1,102	0.13
Deutsche Wohnen	EUR	9,084	268	0.03
DWS Group	EUR	910	22	–
E.ON	EUR	54,263	421	0.05
Evonik Industries	EUR	4,290	86	0.01
Fielmann	EUR	590	36	–
Fraport AG Frankfurt Airport Services Worldwide	EUR	920	61	0.01
Fresenius	EUR	10,175	377	0.05
Fresenius Medical Care	EUR	5,260	277	0.03
FUCHS PETROLUB	EUR	900	26	–
FUCHS PETROLUB Preference	EUR	1,800	54	0.01
GEA Group	EUR	4,250	95	0.01
GRENKE	EUR	650	46	0.01
Hannover Rueck	EUR	1,500	205	0.02
Hapag-Lloyd	EUR	680	36	–
HeidelbergCement	EUR	3,777	208	0.02
Hella	EUR	1,100	41	–
Henkel	EUR	2,590	192	0.02
Henkel Preference	EUR	4,370	357	0.04
HOCHTIEF	EUR	520	48	0.01
HUGO BOSS	EUR	1,640	53	0.01
Infineon Technologies	EUR	31,319	456	0.05
K+S	EUR	4,796	53	0.01
KION Group	EUR	1,800	78	0.01
Knorr-Bremse	EUR	1,237	93	0.01
LANXESS	EUR	2,109	108	0.01
LEG Immobilien	EUR	1,630	147	0.02
Merck	EUR	3,290	300	0.04
METRO	EUR	4,367	56	0.01
MTU Aero Engines	EUR	1,290	274	0.03
Muenchener Rueckversicherungs-Gesellschaft	EUR	3,624	765	0.09
Nemetschek	EUR	1,360	56	0.01
OSRAM Licht	EUR	2,280	76	0.01
Porsche Automobil Holding Preference	EUR	3,897	214	0.03
ProSiebenSat.1 Media	EUR	5,130	57	0.01
Puma	EUR	2,110	135	0.02
Rational	EUR	80	45	0.01
Rheinmetall	EUR	1,100	105	0.01
Rocket Internet	EUR	1,610	35	–
RWE	EUR	14,335	345	0.04
SAP	EUR	24,396	2,434	0.29

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Germany 2.92% (3.20%) (continued)				
Sartorius Preference	EUR	870	130	0.02
Scout24	EUR	2,780	129	0.02
Siemens	EUR	19,078	1,650	0.20
Siemens Healthineers	EUR	3,360	103	0.01
Suedzucker	EUR	1,940	21	–
Symrise	EUR	3,210	243	0.03
Talanx	EUR	920	34	–
Telefonica Deutschland Holding	EUR	17,060	40	–
thyssenkrupp	EUR	11,800	129	0.02
Uniper	EUR	5,000	120	0.01
United Internet	EUR	3,010	91	0.01
Volkswagen	EUR	820	117	0.01
Volkswagen Preference	EUR	4,582	653	0.08
Vonovia	EUR	13,670	565	0.07
Wacker Chemie	EUR	400	23	–
Wirecard	EUR	2,860	287	0.03
Zalando	EUR	3,750	137	0.02
			24,395	2.92
Greece 0.04% (0.04%)				
Alpha Bank	EUR	33,574	50	0.01
Eurobank Ergasias	EUR	62,180	48	0.01
FF Group^	EUR	850	–	–
Hellenic Petroleum	EUR	1,670	12	–
Hellenic Telecommunications Organization	EUR	5,918	67	0.01
JUMBO	EUR	2,530	38	–
Motor Oil Hellas Corinth Refineries	EUR	1,540	28	–
National Bank of Greece	EUR	14,766	35	–
OPAP	EUR	5,660	47	0.01
			325	0.04
Guernsey 0.02% (0.02%)				
Amdocs	USD	3,530	182	0.02
			182	0.02
Hong Kong 0.88% (0.83%)				
AIA Group	HKD	305,560	2,269	0.27
Bank of East Asia	HKD	31,900	59	0.01
BOC Hong Kong Holdings	HKD	89,000	234	0.03
Cathay Pacific Airways	HKD	16,000	16	–
Champion REIT	HKD	50,000	25	–
China Travel International Investment Hong Kong	HKD	68,000	8	–
CLP Holdings	HKD	41,740	339	0.04
Dah Sing Banking Group	HKD	10,000	10	–
Dah Sing Financial Holdings	HKD	4,000	12	–
Galaxy Entertainment Group	HKD	54,000	278	0.03
Guotai Junan International Holdings	HKD	84,000	11	–
Hang Lung Group	HKD	22,000	42	0.01
Hang Lung Properties	HKD	51,000	92	0.01
Hang Seng Bank	HKD	18,015	293	0.04
Henderson Land Development	HKD	32,828	123	0.02
Hong Kong & China Gas	HKD	245,958	377	0.05
Hong Kong Exchanges & Clearing	HKD	31,800	757	0.09
Hysan Development	HKD	16,000	48	0.01
Lenovo Group	HKD	190,000	103	0.01
Link REIT	HKD	53,000	438	0.05
Melco International Development	HKD	20,000	39	–
MMG	HKD	60,000	10	–
MTR	HKD	36,000	158	0.02
New World Development	HKD	140,400	146	0.02
PCCW	HKD	105,494	48	0.01
Power Assets Holdings	HKD	34,622	190	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Hong Kong 0.88% (0.83%) (continued)				
Shougang Fushan Resources Group	HKD	94,000	15	–
Shun Tak Holdings	HKD	44,000	14	–
Sino Land	HKD	78,500	95	0.01
SJM Holdings	HKD	48,000	38	–
Sun Art Retail Group	HKD	56,000	47	0.01
Sun Hung Kai Properties	HKD	36,081	407	0.05
Swire Pacific 'A'	HKD	12,660	93	0.01
Swire Pacific 'B'	HKD	22,500	26	–
Swire Properties	HKD	26,512	62	0.01
Techtronic Industries	HKD	31,000	180	0.02
Television Broadcasts	HKD	8,000	10	–
Vitasoy International Holdings	HKD	20,000	64	0.01
Wharf Holdings	HKD	31,175	55	0.01
Wheelock	HKD	20,000	92	0.01
			7,323	0.88
Hungary 0.04% (0.04%)				
Magyar Telekom Telecommunications	HUF	10,960	13	–
MOL Hungarian Oil & Gas	HUF	10,720	80	0.01
OTP Bank	HUF	5,870	201	0.02
Richter Gedeon	HUF	3,500	45	0.01
			339	0.04
Indonesia 0.00% (0.00%)				
Bank Dagang Nasional Indonesia^	IDR	126	–	–
Bank Indonesia Raya^	IDR	100	–	–
			–	–
Ireland 1.53% (1.24%)				
Accenture 'A'	USD	16,080	2,357	0.28
AIB Group	EUR	19,970	55	0.01
Allegion	USD	2,353	187	0.02
Allergan	USD	8,220	1,098	0.13
Anglo Irish Bank^	EUR	16,820	–	–
Bank of Ireland Group	EUR	23,479	88	0.01
Eaton	USD	10,527	673	0.08
Glanbia	EUR	5,070	51	0.01
Ingersoll-Rand	USD	6,021	549	0.07
James Hardie Industries, CDI	AUD	11,400	152	0.02
Jazz Pharmaceuticals	USD	1,380	128	0.01
Johnson Controls International	USD	20,096	671	0.08
Kerry Group 'A'	EUR	3,710	347	0.04
Kingspan Group	EUR	3,800	155	0.02
Linde	EUR	7,519	1,163	0.14
Linde	USD	6,170	939	0.11
Medtronic	USD	33,743	2,868	0.34
Pentair	USD	4,461	131	0.02
Perrigo	USD	3,152	132	0.02
Seagate Technology	USD	6,680	284	0.03
STERIS	USD	2,110	234	0.03
Willis Towers Watson	USD	3,253	482	0.06
			12,744	1.53
Isle of Man 0.01% (0.01%)				
NEPI Rockcastle	ZAR	8,815	60	0.01
			60	0.01
Israel 0.20% (0.23%)				
Airport City	ILS	1,702	26	–
Alony Hetz Properties & Investments	ILS	2,840	32	0.01
Amot Investments	ILS	3,170	18	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Israel 0.20% (0.23%) (continued)				
Azrieli Group	ILS	930	56	0.01
Bank Hapoalim	ILS	27,630	168	0.02
Bank Leumi Le-Israel	ILS	37,900	214	0.03
Bezeq The Israeli Telecommunication	ILS	52,160	27	–
Check Point Software Technologies	USD	2,920	251	0.03
Delek Group	ILS	140	14	–
Elbit Systems	ILS	690	90	0.01
First International Bank of Israel	ILS	1,340	29	–
Gazit-Globe	ILS	2,490	19	–
Israel	ILS	90	15	–
Israel Chemicals	ILS	16,900	63	0.01
Israel Discount Bank 'A'	ILS	29,000	102	0.01
Melisron	ILS	370	18	–
Mizrahi Tefahot Bank	ILS	3,190	63	0.01
Nice	ILS	1,600	195	0.02
Oil Refineries	ILS	41,410	17	–
Paz Oil	ILS	270	31	0.01
Phoenix Holdings	ILS	3,240	16	–
Strauss Group	ILS	950	23	–
Teva Pharmaceutical Industries	ILS	9,160	49	0.01
Teva Pharmaceutical Industries, ADR	USD	15,885	84	0.01
Tower Semiconductor	ILS	2,707	45	0.01
			1,665	0.20
Italy 0.74% (0.71%)				
A2A	EUR	37,810	55	0.01
Amplifon	EUR	1,500	29	–
Assicurazioni Generali	EUR	32,583	511	0.06
Atlantia	EUR	13,496	258	0.03
Banca Mediolanum	EUR	7,420	48	0.01
Banco BPM	EUR	38,910	70	0.01
Buzzi Unicem	EUR	1,540	29	–
Buzzi Unicem Savings Shares	EUR	1,070	13	–
Davide Campari-Milano	EUR	13,960	103	0.01
DiaSorin	EUR	570	49	0.01
Enel	EUR	197,113	1,174	0.14
Eni	EUR	63,504	764	0.09
FinecoBank Banca Fineco	EUR	15,200	128	0.02
Hera	EUR	20,610	68	0.01
Intesa Sanpaolo	EUR	379,695	723	0.09
Italgas	EUR	12,604	63	0.01
Leonardo	EUR	9,908	90	0.01
Mediaset	EUR	7,930	19	–
Mediobanca Banca di Credito Finanziario	EUR	18,243	163	0.02
Moncler	EUR	4,570	137	0.02
Pirelli & C	EUR	11,110	53	0.01
Poste Italiane	EUR	11,720	110	0.01
PRADA	HKD	13,200	31	–
Prysmian	EUR	6,752	119	0.01
Recordati	EUR	2,450	81	0.01
Saipem	EUR	14,596	53	0.01
Salvatore Ferragamo	EUR	1,760	25	–
Snam	EUR	58,121	230	0.03
Telecom Italia	EUR	274,561	127	0.01
Telecom Italia Savings Shares	EUR	153,770	69	0.01
Terna Rete Elettrica Nazionale	EUR	35,690	179	0.02
UniCredit	EUR	56,733	543	0.06
Unione di Banche Italiane	EUR	24,120	58	0.01
UnipolSai Assicurazioni	EUR	15,150	32	–
			6,204	0.74

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%)				
77 Bank	JPY	1,800	22	–
ABC-Mart	JPY	700	38	–
Acom	JPY	9,400	30	–
Advantest	JPY	4,920	183	0.02
Aeon	JPY	17,600	284	0.03
AEON Financial Service	JPY	2,900	34	–
Aeon Mall	JPY	2,990	39	0.01
AGC	JPY	4,700	118	0.01
Aica Kogyo	JPY	1,400	35	–
Ain Holdings	JPY	700	31	–
Air Water	JPY	3,900	57	0.01
Aisin Seiki	JPY	4,400	116	0.01
Ajinomoto	JPY	12,300	184	0.02
Alfresa Holdings	JPY	4,400	77	0.01
Alps Alpine	JPY	5,100	78	0.01
Amada Holdings	JPY	8,100	70	0.01
Amano	JPY	1,700	39	0.01
ANA Holdings	JPY	2,800	76	0.01
Anritsu	JPY	3,500	54	0.01
Aozora Bank	JPY	2,900	56	0.01
Ariake Japan	JPY	400	25	–
Asahi Group Holdings	JPY	9,500	381	0.05
Asahi Intecc	JPY	4,700	98	0.01
Asahi Kasei	JPY	31,100	262	0.03
Asics	JPY	4,400	57	0.01
ASKUL	JPY	500	10	–
Astellas Pharma	JPY	47,100	563	0.07
Autobacs Seven	JPY	1,500	19	–
Azbil	JPY	3,400	73	0.01
Bandai Namco Holdings	JPY	4,900	243	0.03
Bank of Kyoto	JPY	1,890	57	0.01
Benefit One	JPY	1,600	24	–
Benesse Holdings	JPY	1,800	38	–
Bic Camera	JPY	3,700	32	–
Bridgestone	JPY	14,600	458	0.06
Brother Industries	JPY	5,800	85	0.01
Calbee	JPY	1,900	47	0.01
Canon	JPY	25,250	536	0.06
Canon Marketing Japan	JPY	1,255	21	–
Capcom	JPY	2,300	47	0.01
Casio Computer	JPY	5,400	67	0.01
Central Japan Railway	JPY	4,600	765	0.09
Chiba Bank	JPY	16,100	65	0.01
Chubu Electric Power	JPY	17,510	209	0.03
Chugai Pharmaceutical	JPY	5,430	326	0.04
Chugoku Bank	JPY	4,300	33	–
Chugoku Electric Power	JPY	7,080	75	0.01
Citizen Watch	JPY	6,700	27	–
Coca-Cola Bottlers Japan Holdings	JPY	3,600	66	0.01
COMSYS Holdings	JPY	2,900	65	0.01
Concordia Financial Group	JPY	27,300	83	0.01
Cosmo Energy Holdings	JPY	1,600	26	–
Cosmos Pharmaceutical	JPY	200	33	–
Credit Saison	JPY	3,900	42	0.01
CyberAgent	JPY	2,400	71	0.01
Dai Nippon Printing	JPY	7,400	151	0.02
Daicel	JPY	7,200	49	0.01
Daido Steel	JPY	900	31	–
Daifuku	JPY	2,400	101	0.01
Dai-ichi Life Holdings	JPY	27,400	343	0.04
Daiichi Sankyo	JPY	15,936	807	0.10

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Daiichikosho	JPY	1,000	37	–
Daikin Industries	JPY	6,700	706	0.08
Daishi Hokuetsu Financial Group	JPY	1,100	22	–
Daito Trust Construction	JPY	1,600	163	0.02
Daiwa House Industry	JPY	16,200	422	0.05
Daiwa Securities Group	JPY	38,500	140	0.02
DeNA	JPY	2,900	41	0.01
Denka	JPY	2,200	49	0.01
Denso	JPY	11,300	401	0.05
Dentsu	JPY	5,500	148	0.02
DIC	JPY	2,100	48	0.01
Disco	JPY	700	111	0.01
DMG Mori	JPY	2,700	31	–
Dowa Holdings	JPY	1,080	30	–
East Japan Railway	JPY	9,100	696	0.08
Ebara	JPY	2,400	51	0.01
Eisai	JPY	6,600	264	0.03
Electric Power Development	JPY	4,240	80	0.01
Ezaki Glico	JPY	1,300	45	0.01
FamilyMart	JPY	5,716	115	0.01
Fancl	JPY	1,800	37	–
FANUC	JPY	5,100	745	0.09
Fast Retailing	JPY	1,300	620	0.07
FP	JPY	600	29	–
Fuji Electric	JPY	3,200	79	0.01
Fuji Media Holdings	JPY	1,300	13	–
Fuji Oil Holdings	JPY	1,200	28	–
Fuji Seal International	JPY	1,100	21	–
FUJIFILM Holdings	JPY	9,100	313	0.04
Fujikura	JPY	7,500	24	–
Fujitsu	JPY	4,800	307	0.04
Fujitsu General	JPY	1,500	20	–
Fukuoka Financial Group	JPY	4,205	62	0.01
Fukuyama Transporting	JPY	800	23	–
Furukawa Electric	JPY	1,500	31	–
Fuyo General Lease	JPY	500	24	–
Glory	JPY	1,300	29	–
GMO internet	JPY	1,600	21	–
GMO Payment Gateway	JPY	1,000	56	0.01
Goldwin	JPY	800	49	0.01
GS Yuasa	JPY	2,000	28	–
GungHo Online Entertainment	JPY	1,020	17	–
Gunma Bank	JPY	10,400	27	–
H2O Retailing	JPY	2,400	22	–
Hachijuni Bank	JPY	11,100	37	–
Hakuhodo DY Holdings	JPY	6,100	70	0.01
Hamamatsu Photonics KK	JPY	3,200	96	0.01
Hankyu Hanshin Holdings	JPY	5,500	174	0.02
Haseko	JPY	7,200	69	0.01
Heiwa	JPY	1,400	22	–
Hikari Tsushin	JPY	600	102	0.01
Hino Motors	JPY	6,700	45	0.01
Hirose Electric	JPY	876	86	0.01
Hiroshima Bank	JPY	7,200	29	–
HIS	JPY	800	16	–
Hisamitsu Pharmaceutical	JPY	1,800	67	0.01
Hitachi	JPY	23,080	692	0.08
Hitachi Capital	JPY	1,000	17	–
Hitachi Chemical	JPY	2,500	64	0.01
Hitachi Construction Machinery	JPY	2,700	51	0.01
Hitachi High-Technologies	JPY	1,650	77	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Hitachi Metals	JPY	5,200	47	0.01
Hitachi Transport System	JPY	1,100	26	–
Hokkaido Electric Power	JPY	4,860	21	–
Hokuhoku Financial Group	JPY	3,200	25	–
Hokuriku Electric Power	JPY	4,660	25	–
Honda Motor	JPY	44,000	931	0.11
Horiba	JPY	1,000	49	0.01
Hoshizaki	JPY	1,300	82	0.01
House Foods Group	JPY	1,800	54	0.01
Hoya	JPY	9,200	604	0.07
Hulic	JPY	9,200	77	0.01
Ibiden	JPY	2,700	46	0.01
Ichigo	JPY	5,700	18	–
Idemitsu Kosan	JPY	6,009	136	0.02
IHI	JPY	3,300	60	0.01
Iida Group Holdings	JPY	3,500	45	0.01
Inpex	JPY	22,900	161	0.02
Isetan Mitsukoshi Holdings	JPY	9,020	58	0.01
Isuzu Motors	JPY	13,000	116	0.01
Ito En	JPY	1,400	54	0.01
ITOCHU	JPY	34,000	562	0.07
Itochu Techno-Solutions	JPY	2,400	52	0.01
Itoham Yonekyu Holdings	JPY	3,700	19	–
Iyo Bank	JPY	7,200	30	–
Izumi	JPY	1,000	31	–
J Front Retailing	JPY	6,400	63	0.01
Japan Airlines	JPY	2,900	71	0.01
Japan Airport Terminal	JPY	1,200	45	0.01
Japan Aviation Electronics Industry	JPY	1,000	12	–
Japan Exchange Group	JPY	13,500	175	0.02
Japan Petroleum Exploration	JPY	700	13	–
Japan Post Bank	JPY	10,500	80	0.01
Japan Post Holdings	JPY	33,100	240	0.03
Japan Post Insurance	JPY	4,400	54	0.01
Japan Steel Works	JPY	1,700	27	–
Japan Tobacco	JPY	29,600	518	0.06
JFE Holdings	JPY	12,875	125	0.02
JGC	JPY	5,400	58	0.01
JSR	JPY	4,600	60	0.01
JTEKT	JPY	5,600	52	0.01
Justsystems	JPY	800	25	–
JXTG Holdings	JPY	77,931	280	0.03
Kagome	JPY	2,000	41	0.01
Kajima	JPY	11,100	117	0.01
Kakaku.com	JPY	3,400	60	0.01
Kaken Pharmaceutical	JPY	900	33	–
Kamigumi	JPY	2,600	47	0.01
Kandenko	JPY	2,600	19	–
Kaneka	JPY	1,500	38	–
Kansai Electric Power	JPY	18,200	168	0.02
Kansai Mirai Financial Group	JPY	4,800	24	–
Kansai Paint	JPY	4,900	93	0.01
Kao	JPY	11,900	722	0.09
Kawasaki Heavy Industries	JPY	3,700	67	0.01
Kawasaki Kisen Kaisha	JPY	2,000	22	–
KDDI	JPY	43,450	941	0.11
Keihan Holdings	JPY	2,500	91	0.01
Keikyu	JPY	6,305	100	0.01
Keio	JPY	2,900	144	0.02
Keisei Electric Railway	JPY	3,500	116	0.01
Kewpie	JPY	2,800	50	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Keyence	JPY	2,300	1,100	0.13
Kikkoman	JPY	4,600	174	0.02
Kinden	JPY	3,220	38	0.01
Kintetsu Group Holdings	JPY	4,515	192	0.02
Kirin Holdings	JPY	20,100	338	0.04
Kissei Pharmaceutical	JPY	800	16	–
Kobayashi Pharmaceutical	JPY	1,500	95	0.01
Kobe Bussan	JPY	400	17	–
Kobe Steel	JPY	7,900	33	–
Koei Tecmo Holdings	JPY	1,480	26	–
Koito Manufacturing	JPY	2,900	115	0.01
Kokuyo	JPY	2,300	26	–
Komatsu	JPY	22,900	415	0.05
Konami Holdings	JPY	2,400	87	0.01
Konica Minolta	JPY	11,384	63	0.01
Kose	JPY	700	97	0.01
K's Holdings	JPY	4,700	42	0.01
Kubota	JPY	27,800	333	0.04
Kuraray	JPY	8,800	87	0.01
Kurita Water Industries	JPY	2,800	58	0.01
Kusuri no Aoki Holdings	JPY	400	23	–
Kyocera	JPY	7,680	383	0.05
Kyoritsu Maintenance	JPY	600	20	–
Kyowa Exeo	JPY	2,600	50	0.01
Kyowa Kirin	JPY	6,200	91	0.01
Kyudenko	JPY	1,000	26	–
Kyushu Electric Power	JPY	11,470	90	0.01
Kyushu Financial Group	JPY	10,230	33	–
Kyushu Railway	JPY	4,100	105	0.01
Lawson	JPY	1,200	52	0.01
LINE	JPY	1,300	37	–
Lintec	JPY	1,200	20	–
Lion	JPY	6,400	102	0.01
LIXIL Group	JPY	6,572	93	0.01
M3	JPY	10,500	201	0.02
Mabuchi Motor	JPY	1,300	38	0.01
Maeda	JPY	3,500	25	–
Maeda Road Construction	JPY	1,500	26	–
Makita	JPY	6,200	147	0.02
Mani	JPY	1,500	28	–
Marubeni	JPY	39,100	213	0.03
Maruha Nichiro	JPY	900	18	–
Marui Group	JPY	5,300	90	0.01
Maruichi Steel Tube	JPY	1,500	31	–
Matsui Securities	JPY	2,800	18	–
Matsumotokiyoshi Holdings	JPY	1,900	55	0.01
Mazda Motor	JPY	14,500	104	0.01
Mebuki Financial Group	JPY	26,400	51	0.01
Medipal Holdings	JPY	3,900	69	0.01
Megmilk Snow Brand	JPY	1,100	21	–
MEIJI Holdings	JPY	3,336	191	0.02
MINEBEA MITSUMI	JPY	10,400	142	0.02
Miraca Holdings	JPY	1,400	26	–
MISUMI Group	JPY	6,900	123	0.02
Mitsubishi	JPY	31,700	624	0.08
Mitsubishi Chemical Holdings	JPY	32,000	192	0.02
Mitsubishi Electric	JPY	49,300	532	0.06
Mitsubishi Estate	JPY	29,500	455	0.05
Mitsubishi Gas Chemical	JPY	4,600	50	0.01
Mitsubishi Heavy Industries	JPY	7,200	227	0.03
Mitsubishi Logistics	JPY	1,700	34	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Mitsubishi Materials	JPY	3,200	70	0.01
Mitsubishi Motors	JPY	15,800	56	0.01
Mitsubishi Shokuhin	JPY	200	4	–
Mitsubishi Tanabe Pharma	JPY	5,700	53	0.01
Mitsubishi UFJ Financial Group	JPY	314,796	1,249	0.15
Mitsubishi UFJ Lease & Finance	JPY	11,100	53	0.01
Mitsui	JPY	42,500	551	0.07
Mitsui Chemicals	JPY	4,400	82	0.01
Mitsui Fudosan	JPY	23,500	470	0.06
Mitsui Mining & Smelting	JPY	1,300	26	–
Mitsui OSK Lines	JPY	2,771	60	0.01
Miura	JPY	2,500	58	0.01
Mizuho Financial Group	JPY	635,380	762	0.09
Mochida Pharmaceutical	JPY	700	21	–
MonotaRO	JPY	2,900	62	0.01
Morinaga	JPY	1,000	39	0.01
Morinaga Milk Industry	JPY	1,000	32	–
MS&AD Insurance Group Holdings	JPY	12,244	306	0.04
Murata Manufacturing	JPY	14,400	609	0.07
Nabtesco	JPY	3,000	74	0.01
Nagase	JPY	2,900	33	–
Nagoya Railroad	JPY	4,800	118	0.01
Nankai Electric Railway	JPY	2,700	55	0.01
NEC	JPY	6,200	207	0.03
NET One Systems	JPY	2,100	45	0.01
Nexon	JPY	10,300	95	0.01
NGK Insulators	JPY	6,700	76	0.01
NGK Spark Plug	JPY	5,100	78	0.01
NH Foods	JPY	2,500	85	0.01
NHK Spring	JPY	4,300	27	–
Nichirei	JPY	2,800	51	0.01
Nidec	JPY	5,836	623	0.08
Nifco	JPY	2,200	42	0.01
Nihon Kohden	JPY	1,900	43	0.01
Nihon M&A Center	JPY	3,200	70	0.01
Nihon Unisys	JPY	1,600	42	0.01
Nikon	JPY	8,800	88	0.01
Nintendo	JPY	2,700	791	0.10
Nippo	JPY	1,300	21	–
Nippon Electric Glass	JPY	2,120	37	–
Nippon Express	JPY	1,800	74	0.01
Nippon Kayaku	JPY	4,400	42	0.01
Nippon Paint Holdings	JPY	3,900	173	0.02
Nippon Paper Industries	JPY	2,400	32	–
Nippon Shinyaku	JPY	1,300	90	0.01
Nippon Shokubai	JPY	800	38	–
Nippon Steel	JPY	20,352	226	0.03
Nippon Telegraph & Telephone	JPY	15,600	617	0.07
Nippon Television Holdings	JPY	600	6	–
Nippon Yusen KK	JPY	4,100	57	0.01
Nipro	JPY	3,000	27	–
Nishi-Nippon Financial Holdings	JPY	3,700	21	–
Nishi-Nippon Railroad	JPY	2,000	36	–
Nissan Chemical	JPY	3,500	109	0.01
Nissan Motor	JPY	48,600	241	0.03
Nissan Shatai	JPY	1,700	11	–
Nisshin Seifun Group	JPY	6,490	98	0.01
Nisshinbo Holdings	JPY	3,500	22	–
Nissin Foods Holdings	JPY	1,700	103	0.01
Nitori Holdings	JPY	1,900	220	0.03
Nitto Denko	JPY	3,900	156	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Noevir Holdings	JPY	400	16	–
NOF	JPY	1,800	47	0.01
NOK	JPY	2,800	34	–
Nomura Holdings	JPY	83,180	297	0.04
Nomura Real Estate Holdings	JPY	3,000	54	0.01
Nomura Research Institute	JPY	6,510	109	0.01
NS Solutions	JPY	800	21	–
NSK	JPY	11,400	81	0.01
NTN	JPY	11,200	27	–
NTT Data	JPY	15,700	164	0.02
NTT DOCOMO	JPY	29,300	613	0.07
Obayashi	JPY	17,100	134	0.02
Obic	JPY	1,700	153	0.02
OBIC Business Consultants	JPY	400	12	–
Odakyu Electric Railway	JPY	7,650	147	0.02
Oji Holdings	JPY	22,466	89	0.01
OKUMA	JPY	700	31	–
Olympus	JPY	28,000	303	0.04
Omron	JPY	4,700	206	0.03
Ono Pharmaceutical	JPY	10,900	155	0.02
Open House	JPY	1,600	33	–
Oracle Corp. Japan	JPY	800	54	0.01
Orient	JPY	15,900	17	–
Oriental Land	JPY	4,700	570	0.07
ORIX	JPY	32,100	389	0.05
Osaka Gas	JPY	9,900	151	0.02
OSG	JPY	1,900	30	–
Otsuka	JPY	2,600	78	0.01
Otsuka Holdings	JPY	10,500	335	0.04
PALTAC	JPY	800	31	–
Pan Pacific International Holdings	JPY	12,900	164	0.02
Panasonic	JPY	53,313	349	0.04
Park24	JPY	2,800	53	0.01
Penta-Ocean Construction	JPY	7,100	32	–
PeptiDream	JPY	2,200	79	0.01
Persol Holdings	JPY	4,300	63	0.01
Pigeon	JPY	2,700	94	0.01
Pilot	JPY	800	24	–
Pola Orbis Holdings	JPY	1,900	35	–
Rakuten	JPY	19,800	146	0.02
Recruit Holdings	JPY	32,200	814	0.10
Relo Group	JPY	2,600	49	0.01
Renesas Electronics	JPY	17,900	96	0.01
Rengo	JPY	5,500	31	–
Resona Holdings	JPY	54,800	182	0.02
Resorttrust	JPY	1,800	23	–
Ricoh	JPY	17,300	123	0.02
Rinnai	JPY	900	49	0.01
Rohm	JPY	2,200	143	0.02
Rohto Pharmaceutical	JPY	2,400	54	0.01
Ryohin Keikaku	JPY	6,000	100	0.01
Sankyo	JPY	1,300	36	–
Sankyu	JPY	1,300	56	0.01
Sanrio	JPY	1,600	25	–
Santen Pharmaceutical	JPY	8,900	121	0.01
Sanwa Holdings	JPY	4,900	45	0.01
Sapporo Holdings	JPY	1,600	33	–
Sawai Pharmaceutical	JPY	1,000	40	0.01
SBI Holdings	JPY	5,700	95	0.01
SCREEN Holdings	JPY	1,000	51	0.01
SCSK	JPY	1,100	42	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Secom	JPY	4,800	344	0.04
Sega Sammy Holdings	JPY	4,940	56	0.01
Seibu Holdings	JPY	5,400	76	0.01
Seiko Epson	JPY	6,800	74	0.01
Seino Holdings	JPY	3,800	38	–
Sekisui Chemical	JPY	9,000	115	0.01
Sekisui House	JPY	14,500	242	0.03
Seven & i Holdings	JPY	19,260	617	0.07
Seven Bank	JPY	16,300	36	–
SG Holdings	JPY	5,400	105	0.01
Sharp	JPY	3,800	34	–
Shiga Bank	JPY	1,200	22	–
Shikoku Electric Power	JPY	3,880	30	–
Shimadzu	JPY	6,800	134	0.02
Shimamura	JPY	500	34	–
Shimano	JPY	2,000	232	0.03
Shimizu	JPY	14,500	107	0.01
Shin-Etsu Chemical	JPY	10,050	880	0.11
Shinsei Bank	JPY	5,100	60	0.01
Shionogi	JPY	7,000	300	0.04
Shiseido	JPY	9,700	616	0.07
Shizuoka Bank	JPY	12,500	73	0.01
SHO-BOND Holdings	JPY	1,200	36	–
Shochiku	JPY	200	21	–
Showa Denko KK	JPY	3,700	79	0.01
SKY Perfect JSAT Holdings	JPY	3,000	10	–
Skylark Holdings	JPY	4,800	67	0.01
SMC	JPY	1,500	510	0.06
Softbank	JPY	40,200	443	0.05
SoftBank Group	JPY	40,900	1,272	0.15
Sohgo Security Services	JPY	1,700	70	0.01
Sojitz	JPY	31,500	77	0.01
Sompo Holdings	JPY	8,500	263	0.03
Sony	JPY	31,600	1,455	0.17
Sony Financial Holdings	JPY	3,800	63	0.01
Sotetsu Holdings	JPY	1,900	40	0.01
Square Enix Holdings	JPY	1,900	70	0.01
Stanley Electric	JPY	3,700	80	0.01
Subaru	JPY	15,300	341	0.04
Sugi Holdings	JPY	900	40	0.01
SUMCO	JPY	5,700	71	0.01
Sumitomo	JPY	28,000	347	0.04
Sumitomo Bakelite	JPY	800	26	–
Sumitomo Chemical	JPY	37,700	140	0.02
Sumitomo Dainippon Pharma	JPY	4,200	56	0.01
Sumitomo Electric Industries	JPY	18,800	194	0.02
Sumitomo Forestry	JPY	3,400	37	–
Sumitomo Heavy Industries	JPY	2,900	69	0.01
Sumitomo Metal Mining	JPY	6,000	150	0.02
Sumitomo Mitsui Financial Group	JPY	32,500	883	0.11
Sumitomo Mitsui Trust Holdings	JPY	9,108	252	0.03
Sumitomo Osaka Cement	JPY	900	31	–
Sumitomo Realty & Development	JPY	9,800	284	0.03
Sumitomo Rubber Industries	JPY	4,500	44	0.01
Sundrug	JPY	1,700	43	0.01
Suntory Beverage & Food	JPY	3,200	111	0.01
Suzuken	JPY	1,900	82	0.01
Suzuki Motor	JPY	10,800	374	0.05
Sysmex	JPY	4,700	240	0.03
T&D Holdings	JPY	13,500	118	0.01
Tadano	JPY	3,100	24	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Taiheiyo Cement	JPY	3,100	66	0.01
Taisei	JPY	4,900	149	0.02
Taisho Pharmaceutical Holdings	JPY	1,100	64	0.01
Taiyo Nippon Sanso	JPY	3,600	64	0.01
Taiyo Yuden	JPY	3,200	64	0.01
Takara Bio	JPY	1,200	19	–
Takara Holdings	JPY	4,400	36	–
Takashimaya	JPY	3,700	33	–
Takeda Pharmaceutical	JPY	38,400	1,061	0.13
TDK	JPY	3,000	225	0.03
TechnoPro Holdings	JPY	900	43	0.01
Teijin	JPY	4,700	73	0.01
Terumo	JPY	16,200	405	0.05
THK	JPY	2,900	60	0.01
TIS	JPY	2,000	97	0.01
Tobu Railway	JPY	5,100	135	0.02
Toda	JPY	6,000	28	–
Toho	JPY	2,820	96	0.01
Toho Gas	JPY	2,300	72	0.01
Tohoku Electric Power	JPY	11,662	94	0.01
Tokai Carbon	JPY	4,800	39	0.01
Tokai Rika	JPY	1,200	17	–
Tokio Marine Holdings	JPY	16,500	684	0.08
Tokuyama	JPY	1,800	36	–
Tokyo Broadcasting System Holdings	JPY	1,000	13	–
Tokyo Century	JPY	1,200	44	0.01
Tokyo Electric Power Co. Holdings	JPY	38,900	153	0.02
Tokyo Electron	JPY	3,800	604	0.07
Tokyo Gas	JPY	10,500	214	0.03
Tokyo Tatemono	JPY	5,100	57	0.01
Tokyu	JPY	12,300	188	0.02
Tokyu Fudosan Holdings	JPY	15,400	82	0.01
Topcon	JPY	2,500	26	–
Toppan Printing	JPY	6,800	97	0.01
Toray Industries	JPY	38,300	233	0.03
Toshiba	JPY	12,400	330	0.04
Toshiba Plant Systems & Services	JPY	1,000	14	–
Tosoh	JPY	7,300	79	0.01
TOTO	JPY	3,650	110	0.01
Toyo Seikan Group Holdings	JPY	3,800	48	0.01
Toyo Suisan Kaisha	JPY	2,300	75	0.01
Toyo Tire	JPY	2,700	27	–
Toyobo	JPY	2,400	25	–
Toyoda Gosei	JPY	1,800	29	–
Toyota Boshoku	JPY	1,500	17	–
Toyota Industries	JPY	4,000	182	0.02
Toyota Motor	JPY	62,918	3,391	0.41
Toyota Tsusho	JPY	5,600	144	0.02
Trend Micro	JPY	2,900	112	0.01
TS Tech	JPY	1,300	32	–
Tsumura	JPY	1,600	35	–
Tsuruha Holdings	JPY	900	80	0.01
TV Asahi Holdings	JPY	500	6	–
Ube Industries	JPY	2,600	43	0.01
Ulvac	JPY	1,200	41	0.01
Unicharm	JPY	9,700	248	0.03
Ushio	JPY	2,900	32	–
USS	JPY	5,400	80	0.01
Wacoal Holdings	JPY	1,400	29	–
Welcia Holdings	JPY	1,300	59	0.01
West Japan Railway	JPY	4,500	303	0.04

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Japan 8.94% (9.20%) (continued)				
Yakult Honsha	JPY	3,100	137	0.02
Yamada Denki	JPY	18,200	68	0.01
Yamaguchi Financial Group	JPY	6,000	33	–
Yamaha	JPY	4,000	143	0.02
Yamaha Motor	JPY	7,000	106	0.01
Yamato Holdings	JPY	8,900	111	0.01
Yamato Kogyo	JPY	900	18	–
Yamazaki Baking	JPY	3,200	45	0.01
Yaoko	JPY	500	18	–
Yaskawa Electric	JPY	6,500	187	0.02
Yokogawa Electric	JPY	6,100	84	0.01
Yokohama Rubber	JPY	2,600	43	0.01
Z Holdings	JPY	66,900	162	0.02
Zenkoku Hosho	JPY	1,300	39	0.01
Zensho Holdings	JPY	2,400	42	0.01
Zeon	JPY	3,600	36	–
ZOZO	JPY	4,400	81	0.01
			74,723	8.94
Jersey 0.09% (0.06%)				
Amcor, CDI	AUD	41,164	309	0.04
Aptiv	USD	6,400	438	0.05
			747	0.09
Liberia 0.04% (0.05%)				
Royal Caribbean Cruises	USD	4,260	363	0.04
			363	0.04
Luxembourg 0.13% (0.14%)				
ArcelorMittal	EUR	15,295	174	0.02
Aroundtown	EUR	22,350	145	0.02
Eurofins Scientific	EUR	290	119	0.01
L'Occitane International	HKD	12,500	20	–
RTL Group	EUR	1,010	38	–
Samsonite International	HKD	33,000	55	0.01
SES, FDR	EUR	9,070	138	0.02
Spotify Technology	USD	3,020	275	0.03
Subsea 7	NOK	5,790	45	0.01
Tenaris	EUR	11,880	99	0.01
			1,108	0.13
Malaysia 0.31% (0.35%)				
AirAsia Group	MYR	40,000	14	–
Alliance Bank Malaysia	MYR	28,900	15	–
AMMB Holdings	MYR	49,300	36	–
Astro Malaysia Holdings	MYR	41,800	11	–
Axiata Group	MYR	109,000	87	0.01
British American Tobacco Malaysia	MYR	3,800	13	–
CIMB Group Holdings	MYR	169,100	157	0.02
Dialog Group	MYR	111,300	73	0.01
DiGi.Com	MYR	89,300	78	0.01
FGV Holdings	MYR	52,800	10	–
Fraser & Neave Holdings	MYR	2,600	17	–
Gamuda	MYR	55,200	39	0.01
Genting	MYR	55,500	60	0.01
Genting Malaysia	MYR	72,100	41	0.01
HAP Seng Consolidated	MYR	16,400	30	–
Hartalega Holdings	MYR	37,000	37	–
Hong Leong Bank	MYR	16,197	50	0.01
Hong Leong Financial Group	MYR	6,000	18	–
IHH Healthcare	MYR	75,300	80	0.01
IJM	MYR	78,700	34	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Malaysia 0.31% (0.35%) (continued)				
IOI	MYR	80,600	64	0.01
IOI Properties Group	MYR	53,875	11	–
Kuala Lumpur Kepong	MYR	11,800	48	0.01
Malayan Banking	MYR	149,400	240	0.03
Malaysia Airports Holdings	MYR	22,000	36	–
Maxis	MYR	70,000	71	0.01
MISC	MYR	36,700	58	0.01
Nestle Malaysia	MYR	1,500	41	0.01
Petronas Chemicals Group	MYR	69,300	95	0.01
Petronas Dagangan	MYR	7,500	33	–
Petronas Gas	MYR	19,500	61	0.01
PPB Group	MYR	16,160	55	0.01
Press Metal Aluminium Holdings	MYR	48,900	44	0.01
Public Bank	MYR	76,930	279	0.03
QL Resources	MYR	18,500	25	–
RHB Bank	MYR	38,311	41	0.01
RHBCap	MYR	14,500	–	–
Sime Darby	MYR	90,100	39	0.01
Sime Darby Plantation	MYR	87,000	79	0.01
Sime Darby Property	MYR	96,700	14	–
Telekom Malaysia	MYR	27,300	19	–
Tenaga Nasional	MYR	96,800	250	0.03
Top Glove	MYR	43,300	35	–
Westports Holdings	MYR	27,900	22	–
YTL	MYR	115,674	21	–
			2,581	0.31
Malta 0.00% (0.00%)				
BGP Holdings^	EUR	196,800	–	–
			–	–
Mauritius 0.00% (0.00%)				
Golden Agri-Resources	SGD	166,478	20	–
Rockcastle Global Real Estate^	ZAR	20,000	–	–
			20	–
Mexico 0.35% (0.42%)				
Alfa 'A'	MXN	75,970	55	0.01
Alpek	MXN	8,800	8	–
Alsea	MXN	12,000	24	–
America Movil 'L'	MXN	685,728	415	0.05
Arca Continental	MXN	9,760	43	0.01
Banco del Bajio	MXN	18,100	24	–
Banco Santander Mexico 'B'	MXN	14,430	15	–
Becle	MXN	14,200	17	–
Cemex	MXN	136,195	44	0.01
Cemex, ADR	USD	24,231	78	0.01
Coca-Cola Femsa	MXN	13,010	63	0.01
Concentradora Fibra Danhos, REIT	MXN	4,900	6	–
El Puerto de Liverpool 'C1'	MXN	5,240	23	–
Fibra Uno Administracion, REIT	MXN	76,650	98	0.01
Fomento Economico Mexicano	MXN	52,540	378	0.05
GMexico Transportes	MXN	11,000	11	–
Gruma 'B'	MXN	5,040	41	–
Grupo Aeroportuario del Centro Norte	MXN	8,400	43	0.01
Grupo Aeroportuario del Pacifico 'B'	MXN	9,060	73	0.01
Grupo Aeroportuario del Sureste 'B'	MXN	4,910	61	0.01
Grupo Bimbo 'A'	MXN	58,230	83	0.01
Grupo Carso 'A1'	MXN	12,550	31	–
Grupo Comercial Chedraui	MXN	7,300	9	–
Grupo Elektra	MXN	1,670	95	0.01
Grupo Financiero Banorte 'O'	MXN	69,710	316	0.04

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Mexico 0.35% (0.42%) (continued)				
Grupo Financiero Inbursa 'O'	MXN	56,350	58	0.01
Grupo Lala	MXN	13,900	12	–
Grupo Mexico 'B'	MXN	88,839	170	0.02
Grupo Televisa	MXN	54,050	95	0.01
Industrias Bachoco 'B'	MXN	4,000	14	–
Industrias Penoles	MXN	3,160	31	–
Infraestructura Energetica Nova	MXN	13,200	46	0.01
Kimberly-Clark de Mexico 'A'	MXN	20,420	33	–
Megacable Holdings	MXN	7,400	25	–
Orbia Advance	MXN	25,827	42	0.01
Promotora y Operadora de Infraestructura	MXN	5,540	41	–
Regional	MXN	6,100	24	–
Telesites	MXN	31,135	17	–
Wal-Mart de Mexico	MXN	128,980	296	0.04
			2,958	0.35
Netherlands 1.76% (1.61%)				
Aalberts	EUR	2,460	77	0.01
ABN AMRO Bank, CVA	EUR	10,570	151	0.02
Adyen	EUR	260	145	0.02
Aegon	EUR	45,241	152	0.02
AerCap Holdings	USD	2,880	123	0.01
Airbus	EUR	13,770	1,431	0.17
Akzo Nobel	EUR	5,808	424	0.05
Argenx	EUR	950	84	0.01
ASML Holding	EUR	10,084	2,110	0.25
ASR Nederland	EUR	3,540	104	0.01
Boskalis Westminster	EUR	2,140	35	–
CNH Industrial	EUR	25,161	212	0.03
Euronext	EUR	1,540	99	0.01
EXOR	EUR	2,613	139	0.02
Ferrari	EUR	3,171	388	0.05
Fiat Chrysler Automobiles	EUR	28,060	292	0.03
GrandVision	EUR	1,250	30	–
Heineken	EUR	5,898	500	0.06
Heineken Holding	EUR	2,690	210	0.02
ING Groep	EUR	97,552	840	0.10
Koninklijke Ahold Delhaize	EUR	27,658	554	0.07
Koninklijke DSM	EUR	4,450	421	0.05
Koninklijke KPN	EUR	83,593	213	0.03
Koninklijke Philips	EUR	22,712	771	0.09
Koninklijke Vopak	EUR	1,690	71	0.01
LyondellBasell Industries 'A'	USD	6,790	469	0.06
Mylan	USD	13,136	192	0.02
NN Group	EUR	8,480	247	0.03
NXP Semiconductors	USD	8,293	729	0.09
OCI	EUR	2,480	47	0.01
Prosus	EUR	10,318	588	0.07
QIAGEN	EUR	5,581	120	0.01
Randstad	EUR	2,840	114	0.01
Signify	EUR	2,630	55	0.01
STMicroelectronics	EUR	15,999	269	0.03
Takeaway.com	EUR	980	61	0.01
Unilever	EUR	36,557	1,694	0.20
Wolters Kluwer	EUR	6,870	383	0.05
Yandex 'A'	USD	7,650	183	0.02
			14,727	1.76
New Zealand 0.11% (0.10%)				
a2 Milk	NZD	18,680	122	0.01
Air New Zealand	NZD	12,010	17	–
Auckland International Airport	NZD	24,074	106	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
New Zealand 0.11% (0.10%) (continued)				
Contact Energy	NZD	18,342	79	0.01
Fisher & Paykel Healthcare	NZD	14,590	133	0.02
Fletcher Building	NZD	20,541	47	0.01
Kiwi Property Group, REIT	NZD	35,150	29	–
Mercury NZ	NZD	16,410	43	0.01
Meridian Energy	NZD	30,510	79	0.01
Ryman Healthcare	NZD	10,030	67	0.01
SKYCITY Entertainment Group	NZD	18,206	36	–
Spark New Zealand	NZD	46,667	103	0.01
Xero	AUD	2,370	87	0.01
			948	0.11
Norway 0.23% (0.26%)				
Adevinta 'A'	NOK	2,050	19	–
Adevinta 'B'	NOK	3,410	31	–
Aker 'A'	NOK	640	26	–
Aker BP	NOK	2,780	59	0.01
DNB	NOK	25,976	357	0.04
Equinor	NOK	24,503	351	0.04
Gjensidige Forsikring	NOK	4,250	66	0.01
Leroy Seafood Group	NOK	6,600	33	–
Mowi	NOK	10,670	194	0.02
Norsk Hydro	NOK	32,695	89	0.01
Orkla	NOK	18,835	137	0.02
Salmar	NOK	1,330	47	0.01
Schibsted 'A'	NOK	2,050	47	0.01
Schibsted 'B'	NOK	2,510	54	0.01
Telenor	NOK	16,069	250	0.03
Yara International	NOK	4,366	145	0.02
			1,905	0.23
Panama 0.04% (0.06%)				
Carnival	USD	9,890	329	0.04
			329	0.04
Papua New Guinea 0.02% (0.02%)				
Oil Search	AUD	34,260	130	0.02
			130	0.02
Poland 0.11% (0.12%)				
Bank Polska Kasa Opieki	PLN	3,950	84	0.01
CD Projekt	PLN	1,590	78	0.01
Cyfrowy Polsat	PLN	6,730	38	–
Dino Polska	PLN	1,230	36	–
Grupa Lotos	PLN	2,480	46	0.01
KGHM Polska Miedz	PLN	3,480	56	0.01
LPP	PLN	22	37	–
mBank	PLN	310	23	–
PGE Polska Grupa Energetyczna	PLN	18,670	31	–
Polski Koncern Naftowy ORLEN	PLN	7,830	160	0.02
Polskie Gornictwo Naftowe i Gazownictwo	PLN	45,340	43	0.01
Powszechna Kasa Oszczednosci Bank Polski	PLN	21,470	159	0.02
Powszechny Zaklad Ubezpieczen	PLN	14,110	106	0.01
Santander Bank Polska	PLN	740	45	0.01
			942	0.11
Portugal 0.05% (0.05%)				
Banco Espirito Santo	EUR	55,927	6	–
EDP – Energias de Portugal	EUR	57,750	179	0.02
Galp Energia	EUR	13,160	157	0.02
Jeronimo Martins	EUR	6,210	81	0.01
			423	0.05

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Singapore 0.47% (0.44%)				
Ascendas Real Estate Investment Trust	SGD	62,100	111	0.01
BOC Aviation	HKD	4,900	36	–
CapitaLand	SGD	61,425	125	0.02
CapitaLand Commercial Trust, REIT	SGD	62,371	74	0.01
CapitaLand Mall Trust, REIT	SGD	58,700	88	0.01
City Developments	SGD	11,349	64	0.01
ComfortDelGro	SGD	51,400	71	0.01
DBS Group Holdings	SGD	44,832	644	0.08
Flex	USD	13,474	104	0.01
Frasers Property	SGD	9,800	10	–
Genting Singapore	SGD	144,000	76	0.01
Hutchison Port Holdings Trust	USD	124,400	16	–
Jardine Cycle & Carriage	SGD	2,522	44	0.01
Keppel	SGD	35,190	121	0.01
Keppel REIT	SGD	50,300	36	–
Mapletree Commercial Trust, REIT	SGD	48,900	66	0.01
Mapletree Industrial Trust, REIT	SGD	33,800	49	0.01
Mapletree Logistics Trust, REIT	SGD	61,600	59	0.01
Mapletree North Asia Commercial Trust, REIT	SGD	53,600	38	–
Olam International	SGD	16,000	17	–
Oversea-Chinese Banking	SGD	84,151	523	0.06
SATS	SGD	16,200	45	0.01
Sembcorp Industries	SGD	23,214	28	–
Sembcorp Marine	SGD	22,200	15	–
SIA Engineering	SGD	6,500	10	–
Singapore Airlines	SGD	12,773	67	0.01
Singapore Exchange	SGD	20,900	100	0.01
Singapore Post	SGD	39,200	21	–
Singapore Press Holdings	SGD	41,131	51	0.01
Singapore Technologies Engineering	SGD	39,000	90	0.01
Singapore Telecommunications	SGD	184,972	337	0.04
StarHub	SGD	15,790	12	–
Suntec Real Estate Investment Trust	SGD	50,000	54	0.01
United Overseas Bank	SGD	31,980	478	0.06
UOL Group	SGD	12,108	51	0.01
Venture	SGD	6,600	59	0.01
Wilmar International	SGD	49,500	102	0.01
Wing Tai Holdings	SGD	8,600	10	–
			3,902	0.47
South Africa 0.68% (0.76%)				
Absa Group	ZAR	17,820	149	0.02
African Rainbow Minerals	ZAR	2,780	21	–
Anglo American Platinum	ZAR	1,469	84	0.01
AngloGold Ashanti	ZAR	10,402	166	0.02
Aspen Pharmacare Holdings	ZAR	9,650	50	0.01
Assore	ZAR	890	12	–
AVI	ZAR	8,220	36	0.01
Barloworld	ZAR	5,280	33	–
Bid	ZAR	8,397	148	0.02
Bidvest Group	ZAR	8,647	92	0.01
Capitec Bank Holdings	ZAR	1,335	95	0.01
Clicks Group	ZAR	6,440	87	0.01
Coronation Fund Managers	ZAR	6,350	13	–
Dis-Chem Pharmacies	ZAR	10,290	13	–
Discovery	ZAR	9,219	59	0.01
Distell Group Holdings	ZAR	2,060	15	–
Exxaro Resources	ZAR	6,400	39	0.01
FirstRand	ZAR	78,850	280	0.03
Fortress REIT 'A'	ZAR	30,598	33	–
Fortress REIT 'B'	ZAR	21,472	11	–
Foschini Group	ZAR	5,790	51	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
South Africa 0.68% (0.76%) (continued)				
Gold Fields	ZAR	20,499	92	0.01
Growthpoint Properties, REIT	ZAR	73,720	90	0.01
Harmony Gold Mining	ZAR	11,840	28	–
Hyprop Investments, REIT	ZAR	6,200	20	–
Impala Platinum Holdings	ZAR	17,152	93	0.01
Investec	ZAR	7,600	32	–
JSE	ZAR	2,170	15	–
KAP Industrial Holdings	ZAR	57,700	14	–
Kumba Iron Ore	ZAR	1,280	24	–
Liberty Holdings	ZAR	2,990	19	–
Life Healthcare Group Holdings	ZAR	34,874	45	0.01
Massmart Holdings	ZAR	2,860	7	–
Momentum Metropolitan Holdings	ZAR	24,860	26	–
Motus Holdings	ZAR	4,350	16	–
Mr Price Group	ZAR	6,360	54	0.01
MTN Group	ZAR	44,618	221	0.03
MultiChoice Group	ZAR	10,948	69	0.01
Naspers 'N'	ZAR	10,788	1,297	0.16
Nedbank Group	ZAR	10,052	127	0.02
Netcare	ZAR	37,890	37	0.01
Northam Platinum	ZAR	8,920	46	0.01
Old Mutual	ZAR	114,350	121	0.02
Pepkor Holdings	ZAR	19,050	17	–
Pick n Pay Stores	ZAR	8,491	27	–
Pioneer Foods Group	ZAR	3,520	20	–
PSG Group	ZAR	4,220	51	0.01
Rand Merchant Investment Holdings	ZAR	18,920	30	–
Redefine Properties, REIT	ZAR	143,911	60	0.01
Remgro	ZAR	12,642	115	0.01
Resilient REIT	ZAR	6,150	22	–
Reunert	ZAR	4,110	16	–
RMB Holdings	ZAR	18,810	80	0.01
Sanlam	ZAR	43,220	179	0.02
Santam	ZAR	1,130	17	–
Sappi	ZAR	14,410	30	–
Sasol	ZAR	13,840	206	0.03
Shoprite Holdings	ZAR	12,050	84	0.01
Sibanye Gold	ZAR	52,523	67	0.01
SPAR Group	ZAR	4,911	49	0.01
Standard Bank Group	ZAR	31,758	303	0.04
Super Group	ZAR	9,590	14	–
Telkom	ZAR	7,330	27	–
Tiger Brands	ZAR	4,173	47	0.01
Truworths International	ZAR	11,070	31	–
Tsogo Sun Holdings	ZAR	13,680	9	–
Vodacom Group	ZAR	15,030	99	0.01
Vukile Property Fund, REIT	ZAR	19,900	20	–
Woolworths Holdings	ZAR	23,985	69	0.01
			5,669	0.68
South Korea 1.56% (1.68%)				
Amorepacific	KRW	770	77	0.01
Amorepacific Preference	KRW	280	14	–
AMOREPACIFIC Group	KRW	700	32	–
BGF	KRW	550	2	–
BGF retail	KRW	162	21	–
BNK Financial Group	KRW	7,487	35	0.01
Celltrion	KRW	2,486	303	0.04
Celltrion Healthcare	KRW	1,488	54	0.01
Cheil Worldwide	KRW	1,800	30	–
CJ	KRW	290	16	–
CJ CheilJedang	KRW	200	30	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
South Korea 1.56% (1.68%) (continued)				
CJ CheilJedang Preference	KRW	10	1	–
CJ ENM	KRW	250	27	–
CJ Logistics	KRW	200	19	–
Daelim Industrial	KRW	650	42	0.01
Daewoo Engineering & Construction	KRW	4,990	15	–
Daewoo Shipbuilding & Marine Engineering	KRW	1,220	25	–
DB Insurance	KRW	1,200	43	0.01
DGB Financial Group	KRW	4,091	19	–
Dongsuh	KRW	820	10	–
Doosan	KRW	150	11	–
Doosan Bobcat	KRW	570	12	–
Doosan Heavy Industries & Construction	KRW	2,790	12	–
Doosan Infracore	KRW	3,020	12	–
E-MART	KRW	499	38	0.01
Fila Korea	KRW	1,330	49	0.01
GS Engineering & Construction	KRW	1,495	31	–
GS Holdings	KRW	1,300	44	0.01
GS Retail	KRW	590	16	–
Hana Financial Group	KRW	7,337	172	0.02
Hankook Tire & Technology	KRW	1,854	39	0.01
Hanmi Pharm	KRW	177	34	–
Hanmi Science	KRW	305	8	–
Hanon Systems	KRW	4,240	34	0.01
Hanssem	KRW	270	11	–
Hanwha	KRW	1,090	18	–
Hanwha Preference	KRW	850	8	–
Hanwha Aerospace	KRW	880	24	–
Hanwha Chemical	KRW	1,990	24	–
Hanwha Life Insurance	KRW	7,550	12	–
HDC Holdings	KRW	952	8	–
HDC Hyundai Development Co-Engineering & Construction	KRW	757	16	–
Helixmith	KRW	466	33	–
Hite Jinro	KRW	860	15	–
HLB	KRW	900	73	0.01
Hotel Shilla	KRW	800	42	0.01
Hyundai Construction Equipment	KRW	320	7	–
Hyundai Department Store	KRW	390	20	–
Hyundai Engineering & Construction	KRW	1,870	56	0.01
Hyundai Glovis	KRW	470	47	0.01
Hyundai Heavy Industries Holdings	KRW	264	62	0.01
Hyundai Marine & Fire Insurance	KRW	1,600	28	–
Hyundai Mipo Dockyard	KRW	520	16	–
Hyundai Mobis	KRW	1,655	270	0.03
Hyundai Motor	KRW	3,540	288	0.04
Hyundai Motor Preference	KRW	600	29	–
Hyundai Motor 2nd Preference	KRW	920	49	0.01
Hyundai Steel	KRW	1,920	47	0.01
Hyundai Wia	KRW	440	13	–
Industrial Bank of Korea	KRW	6,790	57	0.01
Kakao	KRW	1,280	114	0.01
Kangwon Land	KRW	2,650	53	0.01
KB Financial Group	KRW	3,710	105	0.01
KB Financial Group, ADR	USD	5,928	168	0.02
KCC	KRW	140	20	–
KEPCO Plant Service & Engineering	KRW	600	13	–
Kia Motors	KRW	6,370	172	0.02
Korea Aerospace Industries	KRW	1,530	40	0.01
Korea Electric Power	KRW	2,300	40	0.01
Korea Electric Power, ADR	USD	8,080	69	0.01
Korea Gas	KRW	680	18	–
Korea Investment Holdings	KRW	900	43	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
South Korea 1.56% (1.68%) (continued)				
Korea Shipbuilding & Offshore Engineering	KRW	1,048	88	0.01
Korea Zinc	KRW	250	74	0.01
Korean Air Lines	KRW	1,190	19	–
KT&G	KRW	2,750	188	0.02
Kumho Petrochemical	KRW	460	22	–
LG	KRW	2,190	102	0.01
LG Chem	KRW	1,139	230	0.03
LG Chem Preference	KRW	200	22	–
LG Display	KRW	5,670	54	0.01
LG Electronics	KRW	2,640	122	0.02
LG Electronics Preference	KRW	490	9	–
LG Household & Health Care	KRW	224	192	0.02
LG Household & Health Care Preference	KRW	50	25	–
LG Uplus	KRW	4,920	46	0.01
Lotte	KRW	710	18	–
Lotte Chemical	KRW	370	60	0.01
Lotte Chilsung Beverage	KRW	70	6	–
LOTTE Fine Chemical	KRW	480	15	–
Lotte Shopping	KRW	275	23	–
LS	KRW	450	14	–
Mando	KRW	900	20	–
Medy-Tox	KRW	100	24	–
Mirae Asset Daewoo	KRW	9,654	47	0.01
Mirae Asset Daewoo Preference	KRW	3,770	11	–
NAVER	KRW	3,330	336	0.04
NCSoft	KRW	430	148	0.02
Netmarble	KRW	450	28	–
NH Investment & Securities	KRW	3,360	28	–
NHN	KRW	280	11	–
NongShim	KRW	90	15	–
OCI	KRW	480	23	–
Orion	KRW	553	38	0.01
Ottogi	KRW	30	11	–
Paradise	KRW	1,260	16	–
POSCO	KRW	630	95	0.01
POSCO, ADR	USD	4,240	160	0.02
POSCO Chemical	KRW	530	15	–
Posco International	KRW	1,370	17	–
S-1	KRW	490	32	–
Samsung Biologics	KRW	340	74	0.01
Samsung C&T	KRW	2,061	126	0.02
Samsung Card	KRW	680	16	–
Samsung Electro-Mechanics	KRW	1,360	100	0.01
Samsung Electronics	KRW	57,350	1,911	0.23
Samsung Electronics Preference	KRW	20,820	563	0.07
Samsung Electronics, GDR	USD	2,441	2,022	0.24
Samsung Engineering	KRW	3,730	42	0.01
Samsung Fire & Marine Insurance	KRW	801	117	0.01
Samsung Fire & Marine Insurance Preference	KRW	80	9	–
Samsung Heavy Industries	KRW	11,174	60	0.01
Samsung Life Insurance	KRW	1,540	72	0.01
Samsung SDI	KRW	1,327	195	0.02
Samsung SDS	KRW	780	100	0.01
Samsung Securities	KRW	1,593	37	0.01
Shinhan Financial Group	KRW	6,465	183	0.02
Shinhan Financial Group, ADR	USD	4,840	136	0.02
Shinsegae	KRW	181	30	–
SillaJen	KRW	1,320	12	–
SK Holdings	KRW	834	131	0.02
SK Hynix	KRW	8,640	467	0.06
SK Hynix, GDR	USD	4,360	236	0.03

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
South Korea 1.56% (1.68%) (continued)				
SK Innovation	KRW	1,409	153	0.02
SK Networks	KRW	4,130	14	–
SK Telecom	KRW	570	90	0.01
SKC	KRW	530	15	–
S-Oil	KRW	990	65	0.01
Ssangyong Cement Industrial	KRW	2,400	10	–
Woongjin Coway	KRW	1,370	78	0.01
Woori Financial Group	KRW	13,630	106	0.01
Yuhan	KRW	229	35	0.01
			13,064	1.56
Spain 0.98% (1.04%)				
Acciona	EUR	530	43	0.01
ACS Actividades de Construccion y Servicios	EUR	6,079	192	0.02
Aena SME	EUR	1,770	259	0.03
Amadeus IT Group 'A'	EUR	9,970	583	0.07
Banco Bilbao Vizcaya Argentaria	EUR	167,605	683	0.08
Banco de Sabadell	EUR	143,046	121	0.02
Banco Santander	EUR	417,310	1,382	0.17
Bankia	EUR	30,975	48	0.01
Bankinter	EUR	17,258	90	0.01
CaixaBank	EUR	90,183	199	0.02
Cellnex Telecom	EUR	5,277	186	0.02
Cellnex Telecom Rights 25/10/2019	EUR	5,277	16	–
Corp. Financiera Alba	EUR	560	21	–
EDP Renovaveis	EUR	3,870	33	0.01
Enagas	EUR	5,830	104	0.01
Endesa	EUR	7,950	163	0.02
Ferrovial	EUR	11,973	270	0.03
Fomento de Construcciones y Contratas	EUR	1,988	18	–
Grifols	EUR	8,320	197	0.02
Iberdrola	EUR	147,226	1,182	0.14
Industria de Diseno Textil	EUR	26,210	650	0.08
Inmobiliaria Colonial Socimi, REIT	EUR	8,380	84	0.01
Mapfre	EUR	25,817	56	0.01
Merlin Properties Socimi, REIT	EUR	8,530	98	0.01
Naturgy Energy Group	EUR	7,476	158	0.02
Red Electrica	EUR	10,840	170	0.02
Repsol	EUR	32,923	419	0.05
Siemens Gamesa Renewable Energy	EUR	5,750	61	0.01
Telefonica	EUR	113,224	694	0.08
Zardoya Otis	EUR	4,363	25	–
			8,205	0.98
Supranational 0.05% (0.06%)				
Unibail-Rodamco-Westfield, REIT	EUR	3,411	396	0.05
			396	0.05
Sweden 0.87% (0.89%)				
Alfa Laval	SEK	8,000	130	0.02
Assa Abloy 'B'	SEK	22,835	394	0.05
Atlas Copco 'A'	SEK	15,644	382	0.05
Atlas Copco 'B'	SEK	9,500	204	0.02
Boliden	SEK	6,740	133	0.02
Castellum	SEK	6,870	117	0.01
Electrolux 'B'	SEK	6,090	121	0.01
Elekta 'B'	SEK	9,130	91	0.01
Epiroc 'A'	SEK	15,634	135	0.02
Epiroc 'B'	SEK	9,670	80	0.01
Essity 'B'	SEK	15,107	342	0.04
Fastighets AB Balder 'B'	SEK	2,450	74	0.01
Hennes & Mauritz 'B'	SEK	21,800	362	0.04

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Sweden 0.87% (0.89%) (continued)				
Hexagon 'B'	SEK	6,340	225	0.03
Husqvarna 'B'	SEK	10,360	62	0.01
ICA Gruppen	SEK	1,910	68	0.01
Industrivarden 'A'	SEK	5,360	89	0.01
Industrivarden 'C'	SEK	4,300	69	0.01
Investment AB Latour 'B'	SEK	2,990	31	–
Investor 'A'	SEK	3,350	127	0.01
Investor 'B'	SEK	11,300	436	0.05
Kinnevik 'B'	SEK	5,880	125	0.01
L E Lundbergforetagen 'B'	SEK	1,860	53	0.01
Lundin Petroleum	SEK	4,330	106	0.01
Nibe Industrier 'B'	SEK	7,690	75	0.01
Saab 'B'	SEK	2,365	52	0.01
Sandvik	SEK	26,770	334	0.04
Securitas 'B'	SEK	7,870	95	0.01
Skandinaviska Enskilda Banken 'A'	SEK	36,154	268	0.03
Skandinaviska Enskilda Banken 'C'	SEK	760	6	–
Skanska 'B'	SEK	9,010	148	0.02
SKF 'B'	SEK	9,410	127	0.01
Svenska Cellulosa 'B'	SEK	15,127	113	0.01
Svenska Handelsbanken 'A'	SEK	36,758	272	0.03
Svenska Handelsbanken 'B'	SEK	1,330	10	–
Swedbank 'A'	SEK	25,247	283	0.03
Swedish Match	SEK	4,180	135	0.02
Swedish Orphan Biovitrum	SEK	4,530	59	0.01
Tele2 'B'	SEK	13,357	147	0.02
Telefonaktiebolaget LM Ericsson 'B'	SEK	74,294	496	0.06
Telia	SEK	66,528	238	0.03
Trelleborg 'B'	SEK	6,260	72	0.01
Volvo 'B'	SEK	37,275	416	0.05
			7,302	0.87
Switzerland 3.34% (3.02%)				
ABB	CHF	44,889	661	0.08
Adecco Group	CHF	3,820	169	0.02
Alcon	CHF	11,539	520	0.06
Baloise Holding	CHF	1,160	165	0.02
Banque Cantonale Vaudoise	CHF	70	44	0.01
Barry Callebaut	CHF	60	99	0.01
Chocoladefabriken Lindt & Spruengli	CHF	22	125	0.02
Chocoladefabriken Lindt & Spruengli Registered Shares	CHF	3	192	0.02
Chubb	USD	11,464	1,408	0.17
Cie Financiere Richemont	CHF	12,760	734	0.09
Clariant	CHF	5,060	84	0.01
Credit Suisse Group	CHF	63,078	602	0.07
DKSH Holding	CHF	920	34	–
Dufry	CHF	740	49	0.01
EMS-Chemie Holding	CHF	180	89	0.01
Flughafen Zurich	CHF	490	70	0.01
Garmin	USD	3,730	255	0.03
Geberit	CHF	890	334	0.04
Georg Fischer	CHF	100	70	0.01
Givaudan	CHF	237	537	0.06
Helvetia Holding	CHF	830	92	0.01
Julius Baer Group	CHF	5,418	188	0.02
Kuehne + Nagel International	CHF	1,270	149	0.02
LafargeHolcim	CHF	12,707	478	0.06
Logitech International	CHF	3,650	117	0.01
Lonza Group	CHF	1,864	494	0.06
Nestle	CHF	72,790	6,111	0.73
Novartis	CHF	54,215	3,681	0.44
OC Oerlikon	CHF	4,770	37	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Switzerland 3.34% (3.02%) (continued)				
Pargesa Holding	CHF	980	60	0.01
Partners Group Holding	CHF	410	248	0.03
PSP Swiss Property	CHF	1,000	102	0.01
Roche Holding BR	CHF	680	154	0.02
Roche Holding GENUSSCHEIN	CHF	17,510	4,010	0.48
Schindler Holding	CHF	1,020	180	0.02
Schindler Holding Registered Shares	CHF	470	82	0.01
SGS	CHF	134	260	0.03
Sika	CHF	3,470	433	0.05
Sonova Holding	CHF	1,390	250	0.03
Straumann Holding	CHF	250	170	0.02
Sulzer	CHF	460	35	–
Swatch Group	CHF	735	152	0.02
Swatch Group Registered Shares	CHF	1,120	44	0.01
Swiss Life Holding	CHF	823	313	0.04
Swiss Prime Site	CHF	1,904	150	0.02
Swiss Re	CHF	6,987	565	0.07
Swisscom	CHF	640	255	0.03
TE Connectivity	USD	8,503	608	0.07
Temenos	CHF	1,500	203	0.02
UBS Group	CHF	86,231	758	0.09
Vifor Pharma	CHF	1,130	139	0.02
Zurich Insurance Group	CHF	3,667	1,124	0.14
			27,883	3.34
Taiwan 1.52% (1.39%)				
Acer, GDR	USD	14,885	34	–
Advantech	TWD	9,674	70	0.01
ASE Technology Holding	TWD	84,661	167	0.02
Asia Cement	TWD	59,491	66	0.01
Asustek Computer	TWD	11,000	57	0.01
Asustek Computer, GDR	USD	1,306	34	–
AU Optronics, ADR	USD	22,721	46	0.01
Capital Securities	TWD	49,990	12	–
Catcher Technology	TWD	18,111	119	0.01
Cathay Financial Holding	TWD	106,000	111	0.01
Cathay Financial Holding, GDR	USD	9,159	96	0.01
Chang Hwa Commercial Bank	TWD	161,604	91	0.01
Cheng Shin Rubber Industry	TWD	46,733	56	0.01
Chicony Electronics	TWD	14,458	35	–
China Airlines	TWD	71,000	17	–
China Development Financial Holding	TWD	358,107	85	0.01
China Life Insurance	TWD	66,393	42	0.01
China Motor	TWD	6,400	7	–
China Steel	TWD	163,000	97	0.01
China Steel, GDR	USD	7,345	88	0.01
Chunghwa Telecom	TWD	45,000	129	0.02
Chunghwa Telecom, ADR	USD	5,124	147	0.02
Compal Electronics	TWD	40,000	18	–
Compal Electronics, GDR	USD	12,016	27	–
CTBC Financial Holding	TWD	453,566	244	0.03
Delta Electronics	TWD	54,045	185	0.02
E.Sun Financial Holding	TWD	277,272	188	0.02
Eclat Textile	TWD	5,100	54	0.01
Epistar	TWD	23,000	14	–
Eternal Materials	TWD	26,931	17	–
Eva Airways	TWD	62,226	22	–
Evergreen Marine Corp. Taiwan	TWD	61,528	20	–
Far Eastern International Bank	TWD	51,293	16	–
Far Eastern New Century	TWD	100,683	76	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Taiwan 1.52% (1.39%) (continued)				
Far EasTone Telecommunications	TWD	41,000	76	0.01
Feng TAY Enterprise	TWD	8,592	49	0.01
First Financial Holding	TWD	244,308	139	0.02
Formosa Chemicals & Fibre	TWD	86,005	195	0.02
Formosa Petrochemical	TWD	35,000	88	0.01
Formosa Plastics	TWD	122,746	299	0.04
Formosa Taffeta	TWD	27,000	24	–
Foxconn Technology	TWD	26,441	44	0.01
Fubon Financial Holding	TWD	93,000	108	0.01
Fubon Financial Holding, GDR	USD	8,874	103	0.01
Giant Manufacturing	TWD	7,000	38	–
Globalwafers	TWD	5,000	47	0.01
Hon Hai Precision Industry	TWD	182,952	352	0.04
Hon Hai Precision Industry, GDR	USD	58,944	226	0.03
Hotai Motor	TWD	8,180	100	0.01
HTC	TWD	19,348	19	–
Hua Nan Financial Holdings	TWD	226,577	124	0.02
Innolux	TWD	221,428	39	0.01
Inventec	TWD	76,000	42	0.01
Largan Precision	TWD	2,580	299	0.04
Lite-On Technology	TWD	54,464	69	0.01
MediaTek	TWD	37,326	353	0.04
Mega Financial Holding	TWD	272,803	205	0.02
Nan Ya Plastics	TWD	140,591	255	0.03
Nanya Technology	TWD	19,000	34	–
Novatek Microelectronics	TWD	15,000	71	0.01
OBI Pharma	TWD	3,000	11	–
Oriental Union Chemical	TWD	20,000	12	–
Pegatron	TWD	15,000	21	–
Pegatron, GDR	USD	7,425	53	0.01
Pou Chen	TWD	68,000	69	0.01
President Chain Store	TWD	14,000	105	0.01
Quanta Computer	TWD	65,000	90	0.01
Realtek Semiconductor	TWD	1,000	6	–
Realtek Semiconductor, GDR	USD	2,771	65	0.01
Shanghai Commercial & Savings Bank	TWD	82,000	110	0.01
Shin Kong Financial Holding	TWD	291,298	72	0.01
SinoPac Financial Holdings	TWD	270,690	86	0.01
Synnex Technology International	TWD	35,650	33	–
Taishin Financial Holding	TWD	261,372	93	0.01
Taiwan Business Bank	TWD	113,022	37	–
Taiwan Cement	TWD	119,838	123	0.02
Taiwan Cooperative Financial Holding	TWD	233,710	124	0.02
Taiwan Fertilizer	TWD	19,000	25	–
Taiwan Glass Industry	TWD	43,665	13	–
Taiwan High Speed Rail	TWD	53,000	48	0.01
Taiwan Mobile	TWD	41,000	119	0.01
Taiwan Secom	TWD	7,105	16	–
Taiwan Semiconductor Manufacturing	TWD	291,000	2,199	0.26
Taiwan Semiconductor Manufacturing, ADR	USD	62,843	2,479	0.30
Teco Electric and Machinery	TWD	46,000	31	–
Transcend Information	TWD	8,000	13	–
U-Ming Marine Transport	TWD	11,000	10	–
Unimicron Technology	TWD	33,000	40	0.01
Uni-President Enterprises	TWD	119,791	223	0.03
United Microelectronics	TWD	84,000	30	–
United Microelectronics, ADR	USD	39,807	68	0.01
Vanguard International Semiconductor	TWD	24,000	39	0.01
Walsin Lihwa	TWD	78,000	30	–
Walsin Technology	TWD	12,000	57	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Taiwan 1.52% (1.39%) (continued)				
Wan Hai Lines	TWD	15,000	7	–
Wistron	TWD	70,987	48	0.01
Yageo	TWD	10,000	79	0.01
Yuanta Financial Holding	TWD	287,427	138	0.02
Yulon Motor	TWD	24,000	12	–
			12,719	1.52
Thailand 0.41% (0.40%)				
Advanced Info Service	THB	30,000	182	0.02
Airports of Thailand	THB	114,900	225	0.03
Bangkok Bank	THB	14,100	62	0.01
Bangkok Dusit Medical Services	THB	239,300	146	0.02
Bangkok Expressway & Metro	THB	232,400	65	0.01
Banpu	THB	139,000	45	0.01
Berli Jucker	THB	30,200	40	–
BTS Group Holdings	THB	250,000	87	0.01
Bumrungrad Hospital	THB	10,600	34	–
Central Pattana	THB	66,800	109	0.01
Charoen Pokphand Foods	THB	101,400	70	0.01
CP ALL	THB	137,800	290	0.03
Electricity Generating	THB	8,400	79	0.01
Energy Absolute	THB	49,300	65	0.01
Finance One Public^	USD	6,000	–	–
Gulf Energy Development	THB	22,000	97	0.01
Home Product Center	THB	158,700	69	0.01
Indorama Ventures	THB	55,700	47	0.01
Intouch Holdings, NVDR	THB	59,600	104	0.01
IRPC	THB	319,200	30	–
Kasikornbank	THB	44,000	172	0.02
Krung Thai Bank	THB	177,400	77	0.01
Land & Houses	THB	217,700	55	0.01
Minor International	THB	103,300	97	0.01
PTT	THB	376,000	433	0.05
PTT Exploration & Production	THB	35,189	109	0.01
PTT Global Chemical	THB	58,800	79	0.01
Siam Cement	THB	21,400	208	0.03
Siam Commercial Bank	THB	64,600	194	0.02
Thai Airways International	THB	62,800	14	–
Thai Oil	THB	31,100	56	0.01
TMB Bank	THB	760,600	29	–
TMB Bank Rights 31/12/2019	THB	526,536	–	–
Total Access Communication, NVDR	THB	21,500	33	–
True	THB	315,900	43	0.01
			3,445	0.41
Turkey 0.07% (0.08%)				
Akbank	TRY	66,890	60	0.01
Anadolu Efes Biracilik ve Malt Sanayii	TRY	5,770	15	–
Arcelik	TRY	5,520	13	–
Aselsan Elektronik Sanayi ve Ticaret	TRY	7,580	18	–
BIM Birlesik Magazalar	TRY	10,910	70	0.01
Coca-Cola Icecek	TRY	1,660	7	–
Enka Insaat ve Sanayi	TRY	1	–	–
Eregli Demir ve Celik Fabrikalari	TRY	37,867	34	0.01
Ford Otomotiv Sanayi	TRY	1,960	16	–
Haci Omer Sabanci Holding	TRY	24,640	28	–
KOC Holding	TRY	21,457	51	0.01
Petkim Petrokimya Holding	TRY	28,807	13	–
TAV Havalimanlari Holding	TRY	4,700	15	–
Tofas Turk Otomobil Fabrikasi	TRY	3,740	11	–
Tupras Turkiye Petrol Rafinerileri	TRY	3,250	53	0.01
Turk Hava Yollari AO	TRY	14,611	22	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Turkey 0.07% (0.08%) (continued)				
Turk Telekomunikasyon	TRY	13,350	9	–
Turkcell Iletisim Hizmetleri	TRY	28,720	47	0.01
Turkiye Garanti Bankasi	TRY	52,580	60	0.01
Turkiye Is Bankasi 'C'	TRY	39,860	30	–
Turkiye Sise ve Cam Fabrikalari	TRY	18,345	10	–
Turkiye Vakiflar Bankasi 'D'	TRY	29,450	17	–
Yapi ve Kredi Bankasi	TRY	44,518	13	–
			612	0.07
United Kingdom 0.26% (0.23%)				
Aon	USD	5,895	891	0.11
Atlassian 'A'	USD	2,650	267	0.03
Coca-Cola European Partners	USD	4,420	198	0.02
Liberty Global 'A'	USD	5,012	98	0.01
Liberty Global 'C'	USD	12,295	230	0.03
Nielsen Holdings	USD	8,900	144	0.02
Sensata Technologies Holding	USD	3,980	154	0.02
TechnipFMC	EUR	11,610	215	0.02
			2,197	0.26
United States of America 58.37% (57.89%)				
3M	USD	14,090	1,787	0.21
Abbott Laboratories	USD	43,456	2,741	0.33
AbbVie	USD	37,320	2,176	0.26
ABIOMED	USD	1,110	155	0.02
Activision Blizzard	USD	18,940	823	0.10
Acuity Brands	USD	1,030	99	0.01
Adobe	USD	12,240	2,687	0.32
Advance Auto Parts	USD	1,720	214	0.03
Advanced Micro Devices	USD	25,370	612	0.07
AES	USD	16,885	213	0.03
Affiliated Managers Group	USD	1,320	79	0.01
Aflac	USD	18,440	765	0.09
Agilent Technologies	USD	7,799	463	0.06
AGNC Investment, REIT	USD	13,760	176	0.02
Air Products & Chemicals	USD	5,500	930	0.11
Akamai Technologies	USD	4,050	287	0.03
Alaska Air Group	USD	770	40	–
Albemarle	USD	2,650	142	0.02
Alexandria Real Estate Equities, REIT	USD	2,790	339	0.04
Alexion Pharmaceuticals	USD	5,480	439	0.05
Align Technology	USD	1,990	323	0.04
Alleghany	USD	360	218	0.03
Alliance Data Systems	USD	1,010	98	0.01
Alliant Energy	USD	6,090	252	0.03
Allstate	USD	8,270	707	0.08
Ally Financial	USD	9,990	247	0.03
Alnylam Pharmaceuticals	USD	2,730	171	0.02
Alphabet 'A'	USD	7,530	7,243	0.87
Alphabet 'C'	USD	7,605	7,315	0.88
Altice USA 'A'	USD	7,880	176	0.02
Altria Group	USD	46,960	1,585	0.19
Amazon.com	USD	10,420	14,299	1.71
Ameren	USD	6,180	373	0.04
American Airlines Group	USD	2,690	59	0.01
American Electric Power	USD	12,380	900	0.11
American Express	USD	17,230	1,585	0.19
American International Group	USD	21,908	938	0.11
American Tower, REIT	USD	11,060	1,972	0.24
American Water Works	USD	4,490	432	0.05
Ameriprise Financial	USD	3,372	370	0.04
AmerisourceBergen	USD	3,820	246	0.03

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
AMETEK	USD	5,750	401	0.05
Amgen	USD	15,134	2,425	0.29
Amphenol 'A'	USD	7,380	565	0.07
Analog Devices	USD	9,189	801	0.10
Annaly Capital Management, REIT	USD	36,600	250	0.03
ANSYS	USD	2,140	381	0.05
Anthem	USD	6,519	1,210	0.14
Apache	USD	9,515	165	0.02
Apple	USD	113,865	21,223	2.54
Applied Materials	USD	23,490	964	0.12
Aramark	USD	6,050	210	0.03
Archer-Daniels-Midland	USD	13,848	440	0.05
Arconic	USD	10,010	212	0.03
Arista Networks	USD	1,490	276	0.03
Arrow Electronics	USD	2,170	127	0.02
Arthur J Gallagher	USD	4,710	328	0.04
Ashland Global Holdings	USD	1,570	95	0.01
Assurant	USD	1,560	155	0.02
AT&T	USD	183,868	5,446	0.65
Atmos Energy	USD	2,940	259	0.03
Autodesk	USD	5,580	663	0.08
Autoliv	USD	2,150	134	0.02
Automatic Data Processing	USD	10,920	1,402	0.17
AutoZone	USD	610	524	0.06
AvalonBay Communities, REIT	USD	3,523	607	0.07
Avangrid	USD	1,380	54	0.01
Avery Dennison	USD	2,100	187	0.02
Avnet	USD	2,590	83	0.01
AXA Equitable Holdings	USD	7,610	128	0.02
Baker Hughes a GE	USD	15,874	280	0.03
Ball	USD	8,220	474	0.06
Bank of America	USD	212,079	4,884	0.58
Bank of New York Mellon	USD	20,963	727	0.09
Baxter International	USD	12,290	847	0.10
BB&T	USD	19,072	783	0.09
Becton Dickinson	USD	6,700	1,328	0.16
Ben Franklin Retail Stores^	USD	50	–	–
Berkshire Hathaway 'A'	USD	11	2,709	0.32
Berkshire Hathaway 'B'	USD	32,895	5,403	0.65
Best Buy	USD	5,770	313	0.04
Biogen	USD	4,650	829	0.10
BioMarin Pharmaceutical	USD	4,500	239	0.03
BlackRock	USD	3,010	1,033	0.12
Boeing	USD	13,682	4,034	0.48
Booking Holdings	USD	1,070	1,682	0.20
BorgWarner	USD	5,080	149	0.02
Boston Properties, REIT	USD	3,910	394	0.05
Boston Scientific	USD	34,811	1,045	0.13
Bristol-Myers Squibb	USD	41,060	1,673	0.20
Broadcom	USD	9,742	2,168	0.26
Broadridge Financial Solutions	USD	2,920	285	0.03
Brown & Brown	USD	5,890	168	0.02
Brown-Forman 'B'	USD	7,597	380	0.05
Burlington Stores	USD	1,680	266	0.03
Cabot Oil & Gas	USD	10,150	141	0.02
Cadence Design Systems	USD	7,010	368	0.04
Campbell Soup	USD	4,160	154	0.02
Capital One Financial	USD	11,895	833	0.10
Cardinal Health	USD	7,655	283	0.03
CarMax	USD	4,180	297	0.04
Caterpillar	USD	13,740	1,394	0.17

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
Cboe Global Markets	USD	2,790	254	0.03
CBRE Group 'A'	USD	8,440	347	0.04
CBS, (Non-Voting) 'B'	USD	8,326	250	0.03
CDK Global	USD	3,183	117	0.01
CDW	USD	3,680	359	0.04
Celanese	USD	3,110	296	0.04
Celgene	USD	17,620	1,398	0.17
Centene	USD	10,340	359	0.04
CenterPoint Energy	USD	12,459	275	0.03
CenturyLink	USD	26,982	252	0.03
Cerner	USD	8,180	438	0.05
CF Industries Holdings	USD	5,440	210	0.03
CH Robinson Worldwide	USD	3,330	225	0.03
Charles Schwab	USD	29,575	882	0.11
Charter Communications 'A'	USD	4,014	1,342	0.16
Cheniere Energy	USD	5,880	292	0.03
Chevron	USD	48,010	4,407	0.53
Chipotle Mexican Grill	USD	640	419	0.05
Church & Dwight	USD	6,200	361	0.04
Cigna	USD	9,331	1,118	0.13
Cimarex Energy	USD	2,520	89	0.01
Cincinnati Financial	USD	3,799	349	0.04
Cintas	USD	2,090	439	0.05
Cisco Systems	USD	107,895	3,925	0.47
CIT Group	USD	2,390	83	0.01
Citigroup	USD	56,995	3,166	0.38
Citizens Financial Group	USD	11,090	303	0.04
Citrix Systems	USD	3,230	251	0.03
Clorox	USD	3,150	370	0.04
CME Group	USD	8,910	1,495	0.18
CMS Energy	USD	7,070	355	0.04
CNA Financial	USD	720	27	–
Coca-Cola	USD	96,540	4,067	0.49
Cognizant Technology Solutions 'A'	USD	13,890	663	0.08
Colgate-Palmolive	USD	21,160	1,161	0.14
Comcast 'A'	USD	113,424	4,054	0.49
Comerica	USD	3,680	190	0.02
Commerce Bancshares	USD	2,583	121	0.01
Conagra Brands	USD	11,960	262	0.03
Concho Resources	USD	4,930	256	0.03
ConocoPhillips	USD	27,983	1,241	0.15
Consolidated Edison	USD	8,300	598	0.07
Constellation Brands 'A'	USD	3,960	604	0.07
Continental Resources	USD	2,190	49	0.01
Cooper	USD	1,220	282	0.03
Copart	USD	4,980	321	0.04
Corning	USD	19,500	447	0.05
Corteva	USD	18,655	388	0.05
CoStar Group	USD	910	432	0.05
Costco Wholesale	USD	11,092	2,608	0.31
Coty 'A'	USD	7,080	60	0.01
Crown Castle International, REIT	USD	10,370	1,115	0.13
CSX	USD	19,150	1,038	0.12
Cummins	USD	3,880	502	0.06
CVS Health	USD	32,582	1,622	0.19
Danaher	USD	16,070	1,762	0.21
Darden Restaurants	USD	3,050	266	0.03
DaVita	USD	3,250	143	0.02
Deere	USD	7,980	1,066	0.13
Dell Technologies 'C'	USD	3,888	156	0.02
Delta Air Lines	USD	4,080	171	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
DENTSPLY SIRONA	USD	5,860	248	0.03
Devon Energy	USD	9,950	165	0.02
DexCom	USD	2,280	289	0.03
Diamondback Energy	USD	4,070	270	0.03
Digital Realty Trust, REIT	USD	5,250	539	0.06
Discover Financial Services	USD	8,210	504	0.06
Discovery 'A'	USD	3,863	85	0.01
Discovery 'C'	USD	8,739	178	0.02
DISH Network 'A'	USD	5,760	153	0.02
Dollar General	USD	6,480	826	0.10
Dollar Tree	USD	5,954	541	0.06
Dominion Energy	USD	20,094	1,290	0.15
Domino's Pizza	USD	1,010	201	0.02
Dover	USD	3,700	280	0.03
Dow	USD	18,952	701	0.08
DR Horton	USD	8,570	354	0.04
DTE Energy	USD	4,615	467	0.06
Duke Energy	USD	18,337	1,378	0.16
Duke Realty, REIT	USD	9,170	242	0.03
DuPont de Nemours	USD	18,715	958	0.11
DXC Technology	USD	6,853	152	0.02
E*TRADE Financial	USD	6,300	196	0.02
Eastman Chemical	USD	3,470	198	0.02
eBay	USD	20,040	607	0.07
Ecolab	USD	6,350	974	0.12
Edison International	USD	8,760	485	0.06
Edwards Lifesciences	USD	5,190	929	0.11
Elanco Animal Health	USD	9,600	202	0.02
Electronic Arts	USD	7,250	538	0.06
Eli Lilly	USD	21,590	1,841	0.22
Emerson Electric	USD	15,310	813	0.10
Entergy	USD	5,060	466	0.06
EOG Resources	USD	14,490	781	0.09
Equifax	USD	3,040	344	0.04
Equinix, REIT	USD	2,100	942	0.11
Equitrans Midstream	USD	4,982	57	0.01
Equity Residential, REIT	USD	9,260	641	0.08
Essex Property Trust, REIT	USD	1,650	427	0.05
Estee Lauder 'A'	USD	5,380	820	0.10
Evergy	USD	5,900	297	0.04
Eversource Energy	USD	8,077	541	0.06
Exact Sciences	USD	3,210	241	0.03
Exelon	USD	24,311	905	0.11
Expedia Group	USD	3,440	372	0.04
Expeditors International of Washington	USD	4,250	249	0.03
Extra Space Storage, REIT	USD	3,110	283	0.03
Exxon Mobil	USD	106,607	5,829	0.70
F5 Networks	USD	1,520	163	0.02
Facebook 'A'	USD	59,780	8,659	1.04
Fastenal	USD	14,420	404	0.05
Federal Realty Investment Trust, REIT	USD	1,920	206	0.02
FedEx	USD	6,010	697	0.08
Fidelity National Financial	USD	6,640	235	0.03
Fidelity National Information Services	USD	15,328	1,608	0.19
Fifth Third Bancorp	USD	18,509	395	0.05
First Horizon National^	USD	91,087	–	–
First Republic Bank	USD	4,190	322	0.04
FirstEnergy	USD	13,435	503	0.06
Fiserv	USD	14,139	1,185	0.14
FleetCor Technologies	USD	2,150	494	0.06
Flowserve	USD	3,310	117	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
Fluor	USD	3,535	53	0.01
FMC	USD	3,380	220	0.03
Foot Locker	USD	2,940	100	0.01
Ford Motor	USD	97,484	679	0.08
Fortinet	USD	3,600	226	0.03
Fortive	USD	7,455	400	0.05
Fortune Brands Home & Security	USD	3,485	154	0.02
Fox 'A'	USD	8,899	221	0.03
Fox 'B'	USD	4,177	102	0.01
Franklin Resources	USD	7,080	151	0.02
Freeport-McMoRan	USD	35,907	270	0.03
Gap	USD	5,580	75	0.01
Gartner	USD	2,200	250	0.03
General Dynamics	USD	6,050	857	0.10
General Electric	USD	217,176	1,495	0.18
General Mills	USD	14,930	637	0.08
General Motors	USD	30,970	869	0.10
Gentex	USD	6,290	131	0.02
Genuine Parts	USD	3,490	267	0.03
Gilead Sciences	USD	32,010	1,632	0.20
Global Payments	USD	7,454	967	0.12
Globe Life	USD	2,717	202	0.02
GoDaddy 'A'	USD	4,420	217	0.03
Goldman Sachs Group	USD	8,170	1,329	0.16
H&R Block	USD	5,120	96	0.01
Halliburton	USD	21,950	325	0.04
Hanesbrands	USD	9,010	109	0.01
Harley-Davidson	USD	3,820	106	0.01
Harris	USD	5,516	901	0.11
Hartford Financial Services Group	USD	9,090	425	0.05
Hasbro	USD	2,960	283	0.03
HCA Healthcare	USD	6,810	643	0.08
HCP, REIT	USD	12,360	358	0.04
HEICO	USD	500	49	0.01
HEICO 'A'	USD	1,920	144	0.02
Helmerich & Payne	USD	2,710	81	0.01
Henry Schein	USD	3,710	180	0.02
Hershey	USD	3,590	441	0.05
Hess	USD	6,670	354	0.04
Hewlett Packard Enterprise	USD	34,723	410	0.05
Hilton Worldwide Holdings	USD	7,030	509	0.06
HollyFrontier	USD	3,710	157	0.02
Hologic	USD	6,840	262	0.03
Home Depot	USD	27,760	5,140	0.62
Honeywell International	USD	18,145	2,337	0.28
Hormel Foods	USD	6,880	223	0.03
Host Hotels & Resorts, REIT	USD	18,702	241	0.03
HP	USD	37,643	492	0.06
Humana	USD	3,430	716	0.09
Huntington Bancshares	USD	25,837	286	0.03
Huntington Ingalls Industries	USD	1,080	181	0.02
IAC	USD	1,900	340	0.04
IDEX	USD	1,900	236	0.03
IDEXX Laboratories	USD	2,160	471	0.06
Illinois Tool Works	USD	8,116	987	0.12
Illumina	USD	3,670	900	0.11
Incyte	USD	4,470	273	0.03
Ingredion	USD	1,680	106	0.01
Intel	USD	111,650	4,557	0.55
Intercontinental Exchange	USD	14,160	1,046	0.13
International Business Machines	USD	22,305	2,502	0.30

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
International Flavors & Fragrances	USD	2,744	257	0.03
International Paper	USD	10,015	326	0.04
Interpublic Group	USD	9,990	161	0.02
Intuit	USD	6,335	1,347	0.16
Intuitive Surgical	USD	2,900	1,189	0.14
Invitation Homes, REIT	USD	11,990	286	0.03
IPG Photonics	USD	880	87	0.01
IQVIA Holdings	USD	4,542	525	0.06
Iron Mountain, REIT	USD	7,319	188	0.02
Jabil	USD	3,860	109	0.01
Jacobs Engineering Group	USD	3,360	243	0.03
JB Hunt Transport Services	USD	2,100	182	0.02
Jefferies Financial Group	USD	6,490	93	0.01
JM Smucker	USD	2,720	230	0.03
Johnson & Johnson	USD	66,902	6,908	0.83
JPMorgan Chase	USD	80,064	7,362	0.88
Juniper Networks	USD	8,825	164	0.02
Kansas City Southern	USD	2,490	260	0.03
Kellogg	USD	6,110	301	0.04
Keurig Dr Pepper	USD	5,290	115	0.01
KeyCorp	USD	25,300	352	0.04
Keysight Technologies	USD	4,729	357	0.04
Kimberly-Clark	USD	8,592	917	0.11
Kimco Realty, REIT	USD	10,310	169	0.02
Kinder Morgan	USD	48,777	776	0.09
KLA	USD	3,980	500	0.06
Kohl's	USD	4,210	169	0.02
Kontoor Brands	USD	1,185	35	–
Kraft Heinz	USD	15,508	335	0.04
Kroger	USD	20,060	382	0.05
L Brands	USD	5,888	81	0.01
Laboratory Corp. of America Holdings	USD	2,480	324	0.04
Lam Research	USD	3,645	681	0.08
Lamb Weston Holdings	USD	3,619	217	0.03
Las Vegas Sands	USD	8,470	382	0.05
Lear	USD	1,500	140	0.02
Leggett & Platt	USD	3,340	109	0.01
Leidos Holdings	USD	3,420	223	0.03
Lennar 'A'	USD	7,020	327	0.04
Liberty Broadband 'A'	USD	641	54	0.01
Liberty Broadband 'C'	USD	2,716	229	0.03
Liberty Media Corp-Liberty SiriusXM 'A'	USD	2,085	70	0.01
Liberty Media Corp-Liberty SiriusXM 'C'	USD	3,800	129	0.02
Liberty Property Trust, REIT	USD	3,820	153	0.02
Lincoln National	USD	4,982	231	0.03
Live Nation Entertainment	USD	3,210	172	0.02
LKQ	USD	7,590	184	0.02
Lockheed Martin	USD	5,761	1,742	0.21
Loews	USD	6,608	263	0.03
Lowe's	USD	19,730	1,725	0.21
Lululemon Athletica	USD	2,940	472	0.06
Lyft 'A'	USD	1,090	34	–
M&T Bank	USD	3,350	414	0.05
Macerich, REIT	USD	3,454	75	0.01
Macy's	USD	7,796	94	0.01
ManpowerGroup	USD	1,480	99	0.01
Marathon Oil	USD	19,819	185	0.02
Marathon Petroleum	USD	16,377	817	0.10
Markel	USD	340	307	0.04
MarketAxess Holdings	USD	930	257	0.03
Marriott International 'A'	USD	6,859	651	0.08

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
Marriott International 'A' Franc Shares	USD	92,449	–	–
Marsh & McLennan	USD	12,760	979	0.12
Martin Marietta Materials	USD	1,600	336	0.04
Masco	USD	7,200	242	0.03
Mastercard 'A'	USD	22,610	4,937	0.59
Maxim Integrated Products	USD	6,950	317	0.04
McCormick, (Non-Voting)	USD	3,050	393	0.05
McDonald's	USD	19,370	3,190	0.38
McKesson	USD	4,666	495	0.06
MDU Resources Group	USD	4,890	107	0.01
MercadoLibre	USD	1,140	501	0.06
Merck	USD	64,873	4,342	0.52
MetLife	USD	19,770	715	0.09
Mettler-Toledo International	USD	620	333	0.04
MGM Resorts International	USD	12,450	275	0.03
Microchip Technology	USD	5,870	444	0.05
Micron Technology	USD	27,730	983	0.12
Microsoft	USD	190,490	21,006	2.51
Mid-America Apartment Communities, REIT	USD	2,900	304	0.04
Mohawk Industries	USD	1,500	146	0.02
Molson Coors Brewing 'B'	USD	4,364	194	0.02
Mondelez International 'A'	USD	35,786	1,534	0.18
Monster Beverage	USD	9,820	439	0.05
Moody's	USD	4,180	708	0.08
Morgan Stanley	USD	30,010	1,002	0.12
Mosaic	USD	8,950	142	0.02
Motorola Solutions	USD	4,165	551	0.07
MSCI	USD	2,070	368	0.04
Nasdaq	USD	2,970	231	0.03
National Oilwell Varco	USD	9,880	165	0.02
NetApp	USD	5,975	246	0.03
Netflix	USD	10,630	2,398	0.29
Newell Brands	USD	9,546	145	0.02
Newmont Goldcorp	CAD	6,109	181	0.02
Newmont Goldcorp	USD	14,319	429	0.05
News 'A'	USD	9,570	102	0.01
News 'B'	USD	3,358	37	–
NextEra Energy	USD	12,075	2,184	0.26
NIKE 'B'	USD	31,130	2,334	0.28
NiSource	USD	9,352	211	0.03
Noble Energy	USD	11,910	192	0.02
Nordstrom	USD	2,720	75	0.01
Norfolk Southern	USD	6,700	945	0.11
Northern Trust	USD	5,050	367	0.04
Northrop Grumman	USD	4,142	1,199	0.14
NRG Energy	USD	6,300	195	0.02
Nucor	USD	7,560	309	0.04
NVIDIA	USD	14,720	2,170	0.26
NVR	USD	80	229	0.03
Occidental Petroleum	USD	22,364	716	0.09
Okta	USD	2,570	235	0.03
Old Dominion Freight Line	USD	1,610	218	0.03
Old Republic International	USD	7,167	133	0.02
Omnicom Group	USD	5,510	327	0.04
ONEOK	USD	10,270	561	0.07
Oracle	USD	56,629	2,526	0.30
O'Reilly Automotive	USD	1,890	599	0.07
PACCAR	USD	8,615	473	0.06
Packaging Corp. of America	USD	2,380	202	0.02
Palo Alto Networks	USD	2,420	408	0.05
Park Hotels & Resorts, REIT	USD	6,254	115	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
Parker-Hannifin	USD	3,232	456	0.05
Paychex	USD	8,115	543	0.07
Paycom Software	USD	870	152	0.02
PayPal Holdings	USD	29,650	2,384	0.29
People's United Financial	USD	10,025	124	0.01
PepsiCo	USD	35,349	3,840	0.46
Pfizer	USD	140,116	4,019	0.48
PG&E	USD	13,290	81	0.01
Philip Morris International	USD	39,220	2,419	0.29
Phillips 66	USD	11,291	952	0.11
Pinnacle West Capital	USD	2,880	215	0.03
Pioneer Natural Resources	USD	4,165	428	0.05
PNC Financial Services Group	USD	11,199	1,244	0.15
Polaris Industries	USD	1,500	104	0.01
PPG Industries	USD	5,970	553	0.07
PPL	USD	18,265	464	0.06
Principal Financial Group	USD	7,050	308	0.04
Procter & Gamble	USD	62,252	5,905	0.71
Progressive	USD	14,550	871	0.10
Prologis, REIT	USD	15,737	1,073	0.13
Prudential Financial	USD	10,140	716	0.09
PTC	USD	2,660	138	0.02
Public Service Enterprise Group	USD	12,780	625	0.07
Public Storage, REIT	USD	3,700	717	0.09
PulteGroup	USD	6,370	187	0.02
PVH	USD	1,830	126	0.02
Qorvo	USD	2,940	180	0.02
QUALCOMM	USD	30,520	1,840	0.22
Quest Diagnostics	USD	3,380	277	0.03
Qurate Retail 'A'	USD	9,826	74	0.01
Ralph Lauren	USD	1,250	91	0.01
Raymond James Financial	USD	3,240	207	0.02
Raytheon	USD	7,534	1,187	0.14
Realty Income, REIT	USD	7,950	490	0.06
Regency Centers, REIT	USD	4,270	231	0.03
Regeneron Pharmaceuticals	USD	2,080	502	0.06
Regions Financial	USD	24,764	301	0.04
Republic Services	USD	5,370	365	0.04
ResMed	USD	3,580	365	0.04
Robert Half International	USD	2,890	124	0.01
Rockwell Automation	USD	2,970	385	0.05
Rollins	USD	3,565	99	0.01
Roper Technologies	USD	2,590	693	0.08
Ross Stores	USD	8,990	791	0.09
S&P Global	USD	6,260	1,243	0.15
salesforce.com	USD	20,790	2,454	0.29
Santander Consumer USA Holdings	USD	2,530	50	0.01
SBA Communications, REIT	USD	2,830	539	0.06
Sealed Air	USD	4,042	130	0.02
SEI Investments	USD	3,350	156	0.02
Sempra Energy	USD	6,854	788	0.09
ServiceNow	USD	4,670	993	0.12
Sherwin-Williams	USD	2,080	905	0.11
Simon Property Group, REIT	USD	7,687	903	0.11
Sirius XM Holdings	USD	35,460	177	0.02
Skyworks Solutions	USD	4,340	291	0.03
SL Green Realty, REIT	USD	2,160	137	0.02
Snap-on	USD	1,410	176	0.02
Southern	USD	26,085	1,256	0.15
Southern Copper	USD	2,101	58	0.01
Southwest Airlines	USD	3,322	142	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
Splunk	USD	3,780	357	0.04
Sprint	USD	14,246	71	0.01
Square 'A'	USD	8,410	411	0.05
SS&C Technologies Holdings	USD	5,560	222	0.03
Stanley Black & Decker	USD	3,847	448	0.05
Starbucks	USD	30,200	2,067	0.25
State Street	USD	9,399	434	0.05
Steel Dynamics	USD	5,150	121	0.01
Stryker	USD	8,610	1,447	0.17
SunTrust Banks	USD	11,041	584	0.07
SVB Financial Group	USD	1,320	208	0.02
Symantec	USD	15,085	279	0.03
Synchrony Financial	USD	16,556	433	0.05
Synopsys	USD	3,790	416	0.05
Sysco	USD	11,920	744	0.09
T Rowe Price Group	USD	5,830	508	0.06
Take-Two Interactive Software	USD	2,830	271	0.03
Tapestry	USD	7,080	141	0.02
Targa Resources	USD	5,840	177	0.02
Target	USD	12,460	1,094	0.13
TD Ameritrade Holding	USD	6,870	193	0.02
Teleflex	USD	1,160	298	0.04
Tesla	USD	3,500	710	0.08
Texas Instruments	USD	23,660	2,426	0.29
Textron	USD	5,300	208	0.02
Thermo Fisher Scientific	USD	10,020	2,251	0.27
Tiffany	USD	3,030	216	0.03
TJX	USD	30,570	1,404	0.17
T-Mobile US	USD	7,910	491	0.06
Toll Brothers	USD	3,350	104	0.01
Tractor Supply	USD	3,030	224	0.03
TransDigm Group	USD	1,230	504	0.06
TransUnion	USD	4,800	305	0.04
Travelers	USD	6,532	739	0.09
Trimble	USD	6,470	193	0.02
TripAdvisor	USD	2,570	79	0.01
Twilio 'A'	USD	3,010	277	0.03
Twitter	USD	19,070	599	0.07
Tyson Foods 'A'	USD	7,160	476	0.06
Uber Technologies	USD	4,603	113	0.01
UDR, REIT	USD	7,290	279	0.03
Ulta Beauty	USD	1,450	283	0.03
Under Armour 'A'	USD	4,560	72	0.01
Under Armour 'C'	USD	4,844	70	0.01
Union Pacific	USD	17,874	2,254	0.27
United Airlines Holdings	USD	1,580	109	0.01
United Parcel Service 'B'	USD	17,580	1,610	0.19
United Rentals	USD	1,960	184	0.02
United Technologies	USD	20,664	2,219	0.27
UnitedHealth Group	USD	23,804	4,148	0.50
Universal Health Services 'B'	USD	2,030	231	0.03
Unum Group	USD	5,286	118	0.01
US Bancorp	USD	35,871	1,510	0.18
Vail Resorts	USD	990	177	0.02
Valero Energy	USD	10,388	727	0.09
Varian Medical Systems	USD	2,280	203	0.02
Veeva Systems 'A'	USD	3,310	401	0.05

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 58.37% (57.89%) (continued)				
Ventas, REIT	USD	9,460	543	0.06
VEREIT, REIT	USD	26,540	203	0.02
VeriSign	USD	2,665	391	0.05
Verisk Analytics	USD	4,030	495	0.06
Verizon Communications	USD	104,224	4,908	0.59
Vertex Pharmaceuticals	USD	6,430	882	0.11
VF	USD	7,660	550	0.07
Viacom 'B'	USD	9,006	162	0.02
Visa 'A'	USD	43,810	6,139	0.73
Vistra Energy	USD	10,700	228	0.03
VMware 'A'	USD	2,000	244	0.03
Vornado Realty Trust, REIT	USD	4,341	213	0.03
Voya Financial	USD	3,590	149	0.02
Vulcan Materials	USD	3,280	380	0.05
Wabtec	USD	4,612	243	0.03
Walgreens Boots Alliance	USD	19,160	812	0.10
Walmart	USD	35,440	3,337	0.40
Walt Disney	USD	43,968	4,507	0.54
Waste Management	USD	10,645	977	0.12
Waters	USD	1,630	275	0.03
WEC Energy Group	USD	7,860	576	0.07
WellCare Health Plans	USD	1,280	266	0.03
Wells Fargo	USD	99,988	3,895	0.47
Welltower, REIT	USD	10,130	735	0.09
Western Digital	USD	7,391	346	0.04
Western Union	USD	10,810	203	0.02
Westlake Chemical	USD	900	44	0.01
Westrock	USD	6,484	185	0.02
Weyerhaeuser, REIT	USD	18,818	404	0.05
Whirlpool	USD	1,600	200	0.02
Williams	USD	30,730	561	0.07
Workday 'A'	USD	4,040	575	0.07
WP Carey, REIT	USD	4,330	310	0.04
WR Berkley	USD	3,705	208	0.02
WW Grainger	USD	1,120	271	0.03
Wyndham Hotels & Resorts	USD	2,337	92	0.01
Wynn Resorts	USD	2,440	217	0.03
Xcel Energy	USD	12,860	643	0.08
Xerox Holdings	USD	4,562	105	0.01
Xilinx	USD	6,430	487	0.06
XPO Logistics	USD	2,250	133	0.02
Xylem	USD	4,575	278	0.03
Yum China Holdings	USD	8,990	307	0.04
Yum! Brands	USD	7,630	680	0.08
Zillow Group 'A'	USD	1,380	33	–
Zillow Group 'C'	USD	3,100	74	0.01
Zimmer Biomet Holdings	USD	5,178	553	0.07
Zions Bancorp	USD	4,300	150	0.02
Zoetis	USD	12,010	1,201	0.14
			487,668	58.37
Virgin Islands, British 0.01% (0.02%)				
Capri Holdings	USD	3,470	81	0.01
MAS Real Estate	ZAR	11,130	10	–
			91	0.01
Equities total			**830,604**	**99.41**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Liquidity Funds 0.44% (0.89%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	3,700,000	3,700	0.44
Liquidity Funds total			**3,700**	**0.44**
Investment assets			834,304	99.85
Net other assets			1,240	0.15
Net assets			**835,544**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

^ Unlisted, suspended or delisted security.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains	2		78,413		18,471
Revenue	3	20,063		19,554	
Expenses	4	(2,689)		(2,520)	
Net revenue before taxation		17,374		17,034	
Taxation	5	(2,508)		(2,461)	
Net revenue after taxation			14,866		14,573
Total return before distributions			**93,279**		**33,044**
Distributions	6		(14,867)		(14,573)
Change in net assets attributable to shareholders from investment activities			**78,412**		**18,471**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**806,154**		**827,826**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	126,714		96,438	
Amounts payable on cancellation of shares	(190,353)		(150,829)	
		(63,639)		(54,391)
Change in net assets attributable to shareholders from investment activities (see above)		78,412		18,471
Retained distribution on accumulation shares		14,617		14,248
Closing net assets attributable to shareholders		**835,544**		**806,154**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	834,304	802,693
Current assets:			
Debtors	8	5,642	5,256
Cash and bank balances	9	1,010	8,430
Total assets		**840,956**	**816,379**
Liabilities:			
Creditors:			
Other creditors	10	(5,412)	(10,225)
Total liabilities		**(5,412)**	**(10,225)**
Net assets attributable to shareholders		**835,544**	**806,154**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains on investments during the year comprise:		
Currency losses	(53)	(84)
Expenses relating to the purchase and sale of investments	–	(116)
Forward currency contracts (losses)/gains	(18)	4
Non-derivative securities gains	78,484	18,667
Net capital gains	**78,413**	**18,471**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	137	98
Interest on debt securities	17	8
Overseas dividends	19,866	19,394
Scrip dividends	17	25
UK dividends	26	29
Total revenue	**20,063**	**19,554**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	2,683	2,279
	2,683	2,279
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	45
Dividend collection charges	–	5
Interest payable	6	4
Safe custody fee	–	83
	6	137
Other expenses:		
Audit fee**	–	7
FTSE® Index Tracker Fund licence fee	–	74
Printing and postage expenses	–	1
Professional fee	–	14
Statement fee	–	8
	–	104
Total expenses	**2,689**	**2,520**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,790 (2018: £9,413) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Overseas tax suffered	2,508	2,461
Total current tax (see note 5b)	**2,508**	**2,461**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**17,374**	**17,034**
Corporation tax at 20%	3,475	3,407
Effects of:		
Movement in excess management expenses	401	338
Overseas dividends not subject to corporation tax	(3,848)	(3,717)
Overseas tax credit	(17)	(23)
Overseas tax suffered	2,508	2,461
Revenue taxable in different periods	(2)	6
Stock dividends not subject to corporation tax	(4)	(5)
UK dividends not subject to corporation tax	(5)	(6)
Current tax charge (see note 5a)	**2,508**	**2,461**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £15,540,864 (2018: £13,538,263) creating a potential deferred tax asset of £3,108,173 (2018: £2,707,653). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distributions	6,309	6,214
Final distributions	8,308	8,034
	14,617	14,248
Add: Revenue deducted on cancellation of shares	752	668
Deduct: Revenue received on issue of shares	(502)	(343)
Total distributions	**14,867**	**14,573**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	14,867	14,573
Equalisation on conversions	(1)	–
Net revenue after taxation	**14,866**	**14,573**

Details of the distributions per share are set out in the distribution tables on page 258.

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	830,534	795,493
Level 2: Observable market data	3,700	7,200
Level 3: Unobservable data	70	–
Total value	**834,304**	**802,693**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	1,236	1,147
Amounts receivable on issue of shares	3,655	2,305
Overseas tax recoverable	739	446
Sales awaiting settlement	12	1,358
Total debtors	**5,642**	**5,256**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	1,010	8,430
Total cash and bank balances	**1,010**	**8,430**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	77	283
Amounts payable for cancellation of shares	738	9,942
Purchases awaiting settlement	4,597	–
Total other creditors	**5,412**	**10,225**

11 Contingent liabilities and commitments

The contingent liabilities and commitments at the year end date are as follows:

	As at 15.10.19 £000	As at 15.10.18 £000
Cellnex Telecom Rights 25/10/2019	133	–
Harvey Norman Holdings Rights 11/10/2019	1	–
Nufarm Rights	–	3
TMB Bank Rights 31/12/2019	19	–
Total contingent liabilities	**153**	**3**

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £76,836 (2018: £282,562). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £7,027,190 (2018: £6,418,389). The amount outstanding at the year end was £4,016,767 (2018: £3,642,177). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £138,100,000 (2018: £98,600,000) and £141,600,000 (2018: £914,000,000) respectively. The income received during the year amounted to £17,072 (2018: £7,776).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Accumulation shares)	–	(50,163)	50,163
ACD and related parties (Class 2 Accumulation shares)	2,384,287	(29,149)	2,413,436
ACD and related parties (Class 3 Accumulation shares)	100,389,652	(1,192,143)	101,581,795

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 5 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.56%
Class 2: 0.31%
Class 3: 0.31%
Class 5: 0.25%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 204. The distributions per share are given in the distribution tables on page 258. All the share classes have the same rights on winding up.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 5 Income shares	1,000	–	–	–	1,000
Class 1 Accumulation shares	36,740,324	64,859,737	(68,089,782)	(429,168)	33,081,111
Class 2 Accumulation shares	212,793,406	868,995	(28,402,455)	399,212	185,659,158
Class 3 Accumulation shares	101,909,591	3,025,955	(4,545,894)	–	100,389,652

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 99.72% (2018: 99.16%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.97% (2018: 9.92%).

	Net foreign currency assets					
	Monetary exposure £000		Non monetary exposure £000		Total £000	
Currency	15.10.19	15.10.18	15.10.19	15.10.18	15.10.19	15.10.18
Australian dollar	22	71	21,083	19,281	21,105	19,352
Brazilian real	18	78	7,344	5,826	7,362	5,904
Canadian dollar	83	83	25,277	23,580	25,360	23,663
Czech Koruna	27	2	160	200	187	202
Danish krone	32	149	4,883	4,491	4,915	4,640
Euro	372	464	91,396	87,703	91,768	88,167
Hong Kong dollar	20	27	10,280	9,629	10,300	9,656
Hungarian forint	26	15	339	325	365	340
Indonesian rupiah	–	1	–	–	–	1
Israeli new shekels	36	29	1,330	1,343	1,366	1,372
Japanese yen	667	1,382	74,723	74,196	75,390	75,578
Malaysian ringgit	7	21	2,581	2,815	2,588	2,836
Mexican peso	66	50	2,880	3,263	2,946	3,313
New Zealand dollar	42	26	861	721	903	747
Norwegian krone	64	58	1,950	2,192	2,014	2,250
Polish zloty	22	36	942	971	964	1,007
Singapore dollar	4	71	3,766	3,389	3,770	3,460
South African rand	45	64	5,739	6,169	5,784	6,233
South Korean won	7	83	10,273	10,152	10,280	10,235
Swedish krona	72	13	7,302	7,805	7,374	7,818
Swiss franc	10	10	25,612	22,582	25,622	22,592
Taiwan dollar	20	136	9,367	7,594	9,387	7,730
Thailand baht	8	29	3,445	3,231	3,453	3,260
Turkish lira	9	25	612	675	621	700
US dollar	921	944	518,459	497,360	519,380	498,304

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 0.56% (2018: 1.94%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The interest rate risk is not considered significant.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments (continued)

Market price risk

At the year end date, 99.85% (2018: 99.57%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.99% (2018: 9.96%).

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Corporate Action activity)						
Equities	(85,250)	(25)	(13)	(85,288)	0.03%	0.02%
Funds	(138,100)	–	–	(138,100)	0.00%	0.00%
Purchases (including Corporate Action activity only)						
Equities	(38)	–	–	(38)	0.00%	0.00%
	(223,388)	(25)	(13)	(223,426)		
Sales						
Equities	128,354	(32)	(10)	128,312	0.02%	0.01%
Funds	141,600	–	–	141,600	0.00%	0.00%
	269,954	(32)	(10)	269,912		
Total		(57)	(23)			
Percentage of Fund average net assets		0.01%	0.00%			

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Inspecie & Corporate Action activity)						
Equities	(58,045)	(13)	(14)	(58,072)	0.02%	0.02%
Funds	(98,600)	–	–	(98,600)	0.00%	0.00%
Purchases (including Corporate Action activity only)						
Equities	(200)	–	–	(200)	0.00%	0.00%
	(156,845)	(13)	(14)	(156,872)		
Sales (excluding Inspecie & Corporate Action activity)						
Equities	188,309	(26)	(8)	188,275	0.01%	0.00%
Funds	100	–	–	100	0.00%	0.00%
Sales (including Corporate Action activity only)						
Equities	–	–	–	–	0.00%	0.00%
	188,409	(26)	(8)	188,375		
Total		(39)	(22)			
Percentage of Fund average net assets		0.01%	0.00%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.07% (2018: 0.06%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the six months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 5 Income shares	Group 1	1.0310	–	1.0310	0.3380
	Group 2	1.0310	0.0000	1.0310	0.3380

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	1.6631	–	1.6631	1.4527
	Group 2	0.6555	1.0076	1.6631	1.4527
Class 2 Accumulation shares	Group 1	2.0411	–	2.0411	1.8286
	Group 2	0.9647	1.0764	2.0411	1.8286
Class 3 Accumulation shares	Group 1	3.9527	–	3.9527	3.5413
	Group 2	2.0041	1.9486	3.9527	3.5413

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

Interim distribution paid in pence per share for the six months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 5 Income shares	Group 1	0.7530	–	0.7530	–
	Group 2	0.7530	0.0000	0.7530	–

Interim distribution paid in pence per share for the six months ended 15 April 2019

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Accumulation shares	Group 1	1.1943	–	1.1943	0.9509
	Group 2	0.7770	0.4173	1.1943	0.9509
Class 2 Accumulation shares	Group 1	1.5099	–	1.5099	1.3709
	Group 2	1.0041	0.5058	1.5099	1.3709
Class 3 Accumulation shares	Group 1	2.9238	–	2.9238	2.6547
	Group 2	1.7023	1.2215	2.9238	2.6547

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS GLOBAL EQUITY ENDURANCE FUND

INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of global companies.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of global companies. "Global companies" means companies in any country across the globe, including in emerging markets.

Other investments: The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed, and the Investment Manager invests in a concentrated portfolio, with holdings of typically 20 to 40 global companies that are considered by the Investment Manager to be leaders in their markets, with valuations which are considered to be attractive, and are expected to grow their value over the long term. They may be identified by having one or more of the following features: having a leading and/or growing market share; a history of strong and/or resilient returns on capital; a clear business model that is easy to understand; or being thought capable of maintaining their competitive advantage. The Investment Manager will aim to invest in companies which have a varied range of successful products, and which are active in a variety geographical markets.

Environmental, Social & Governance (ESG): ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is compared against the MSCI® All Country World Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index comprises large and medium sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from both developed and emerging markets, and the Index is designed to provide a broad measure of global equity market performance.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

FUND MANAGER'S REPORT

Performance

Over the twelve months ended 15 October 2019, the Aviva Investors Global Equity Endurance Fund delivered a total return of 19.04% (share class 6), net of fees. The Fund's benchmark, the MSCI® All Countries World Index, returned 11.96%.

Review

The Endurance Fund seeks to achieve resilient returns over the long term by investing in a high-conviction, low turnover portfolio of carefully selected stocks.

Imagine surveying the worldwide universe of liquid investments through a pair of binoculars. Vision through the left-hand eyepiece sees 'durable' companies, predictable cash generative businesses; the right-hand eyepiece sees 'value' stocks trading at attractive cash-based valuations. The two fields of vision overlap in a middle focus area of what we term 'cheap endurables', a sub-set of durable businesses priced at discounts to their intrinsic value, out of which the Endurance portfolio is developed as we move from left to right as opportunities and conditions fluctuate. Both absolute returns from the market and relative returns from the Fund were strong over the period under review. During the second and third calendar quarters of 2019 we became concerned that the share price appreciation of our holdings and hence overall Fund returns was outpacing the accretion of intrinsic value within the portfolio. Making too much money, too soon could be classed as a 'good problem to have' but in our experience can be a sign of growing risk. Our response – as it ever shall be – was to buy cheap stocks and sell expensive ones based on our assessment of their intrinsic value relative to price. To adapt to the changing environment and maintain our focus on 'cheap endurables' whilst remaining invested in equities we have maintained the 'durable' settings on the imaginary binoculars but re-tuned the 'value' lens. Turnover in the Fund accordingly increased and we initiated seven new holdings (Aon, St James's Place, Comcast, First Republic, Marsh & McLennan, TravelSky Technology and Allegion), many of which brought a more value-orientated angle to the Fund, which at period-end accounted for 14% of the NAV (net asset value).

AVIVA INVESTORS GLOBAL EQUITY ENDURANCE FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Unilever, a materially positive contributor, is one example of a stock that was sold on the other side. At the beginning of the period under review it was a 7.1% holding, the second largest overall, and has been a substantial holding since Fund inception. Back in the middle of 2017 the company guided that disposing of the structurally declining margarine business and acquiring fast-growing "speedboat" brands like Dollar Shave Club would be accretive to the overall organic revenue growth rate by 1%. However, even with this benefit the topline has failed to accelerate from the 2016 level of around 3%, in contrast to the trends exhibited by large cap peers, and despite the tailwind from pickup in emerging-markets which account for a disproportionate majority of Unilever's revenues. The recovery at Procter & Gamble, which reported 7% organic growth in the most recent period, is particularly stark (something we addressed in our August 2017 monthly commentary Big Gorilla). Indeed, Unilever's market share began to slip in 2017, coincident with the cost-cutting response to juice profits and defend against the aborted takeover bid from KraftHeinz. Whilst these deteriorating trends had been apparent to us for some time and we revised our valuation assessment accordingly, what changed more rapidly was that the share price continued to record fresh all-time highs, and consequently we trimmed our exposure substantially during the period under review.

Another materially positive contributor was Relx, a conglomerate of various media, professional services, and data assets. Towards the end of 2018 the market began to question the sustainability of the academic journal publishing activities within their Elsevier arm and the perceived threat posed by a flip to author-pays 'open access' to library-funded subscriptions. We took the other side of the debate and discussed our reasons for doing so in our previous interim report and the September 2018 monthly commentary Curriculum Vitae. As such, it is pleasing to have been rewarded with a positive share price response.

The main detractor during the period under review was UnitedHealth Group, which fell by 11%. We discussed the investment rationale and the proximate cause for the share price decline at length in our April interim report. The stock went on to recover somewhat subsequently but fell back towards the end of the period as US President hopeful Elizabeth Warren continued to rise in the polls and betting odds. We estimate that the current share price discounts a 60% likelihood of adverse 'Medicare For All' measures being enacted. However, the key sticking point to passing legislation is the Senate, where the Democrats are three short of a majority and the election odds of winning the chamber have remained consistently against even as Warren's fortunes have improved. Moreover, back in 2009 the Democrats struggled to get Obamacare through the Senate controlling 60 seats, instead watering down the proposals such that it served to further entrench UnitedHealth and other managed care companies in the US healthcare system. Should the price weakness continue we may add to the position further.

Outlook

The Global Equity Endurance Fund is a portfolio of what we believe to be above-average businesses trading at a cheaper free cash flow yield than the market and a discount to their intrinsic value. A combined focus on the durability of a company and the price we pay for the stock enables us to exploit opportunities and ought to make the approach adaptive to changing market conditions. As a long-term strategy with low turnover we fully expect and recommend that unitholders judge our performance over a period of five years or more.

November 2019

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 262 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 2 %	Share Class 3 %	Share Class 6 %	Benchmark* %
31.12.13 to 31.12.14	N/A	N/A	N/A	N/A
31.12.14 to 31.12.15	N/A	N/A	N/A	N/A
31.12.15 to 31.12.16	N/A	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A	N/A
31.12.17 to 31.12.18	-3.91	-3.52	-4.19	-3.27

* Benchmark – MSCI® All Country World Index (the index).

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

AVIVA INVESTORS GLOBAL EQUITY ENDURANCE FUND (CONTINUED)

Material Portfolio Changes

Purchases	Sales
HSBC US Dollar Liquidity Fund Class H	HSBC US Dollar Liquidity Fund Class H
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
UnitedHealth Group	Becton Dickinson
Aon	Unilever
Comcast 'A'	Sherwin-Williams
St James's Place	Zoetis
Bayer	London Stock Exchange Group
Allegion	L'Oreal
First Republic Bank	Assa Abloy 'B'
Assa Abloy 'B'	Danaher

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments and the income from them will change over time.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 2 Accumulation shares	2019 p per share	2018§ p per share
Change in net assets per share		
Opening net asset value per share	97.48	100.00
Return before operating charges†	19.84	(1.77)
Operating charges	(1.02)	(0.75)
Return after operating charges†	18.82	(2.52)
Distributions	(0.96)	(0.82)
Retained distributions on accumulation shares	0.96	0.82
Closing net asset value per share	116.30	97.48
† after direct transaction costs of	(0.04)	(0.22)
Performance		
Return after charges (%)	19.31%	(2.52)%
Other information		
Closing net asset value (£000)	436	223
Closing number of shares	375,322	229,086
Operating charges (%)‡	0.92%	0.91%
Direct transaction costs (%)#	0.04%	0.22%
Prices≈		
Highest share price	123.54	107.64
Lowest share price	93.18	90.18

Class 3 Accumulation shares	2019 p per share	2018§ p per share
Change in net assets per share		
Opening net asset value per share	97.80	100.00
Return before operating charges†	19.93	(1.83)
Operating charges	(0.52)	(0.37)
Return after operating charges†	19.41	(2.20)
Distributions	(1.45)	(1.15)
Retained distributions on accumulation shares	1.45	1.15
Closing net asset value per share	117.21	97.80
† after direct transaction costs of	(0.04)	(0.22)
Performance		
Return after charges (%)	19.85%	(2.20)%
Other information		
Closing net asset value (£000)	244,572	206,107
Closing number of shares	208,658,736	210,748,032
Operating charges (%)‡	0.47%	0.45%
Direct transaction costs (%)#	0.04%	0.22%
Prices≈		
Highest share price	124.39	107.94
Lowest share price	93.57	90.25

Class 6 Accumulation shares	2019 p per share	2018§ p per share
Change in net assets per share		
Opening net asset value per share	97.27	100.00
Return before operating charges†	19.78	(1.75)
Operating charges	(1.29)	(0.98)
Return after operating charges†	18.49	(2.73)
Distributions	(0.71)	(0.61)
Retained distributions on accumulation shares	0.71	0.61
Closing net asset value per share	115.76	97.27
† after direct transaction costs of	(0.04)	(0.23)
Performance		
Return after charges (%)	19.01%	(2.73)%
Other information		
Closing net asset value (£000)	127	24
Closing number of shares	109,369	24,506
Operating charges (%)‡	1.17%	1.16%
Direct transaction costs (%)#	0.04%	0.22%
Prices≈		
Highest share price	123.03	107.44
Lowest share price	92.93	90.10

§ This share class was launched on 19 December 2017.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

§ The Fund launched on 19 December 2017.

Ongoing Charges Figure*

Share class	15.10.19	19.12.17 to 15.10.18
Class 2	0.92%	0.92%
Class 3	0.47%	0.47%
Class 6	1.17%	1.17%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 95.69% (93.75%)				
China 1.05% (0.00%)				
TravelSky Technology 'H'	HKD	1,500,000	2,584	1.05
			2,584	1.05
Finland 4.05% (2.80%)				
Kone 'B'	EUR	215,432	9,918	4.05
			9,918	4.05
France 1.11% (2.84%)				
L'Oreal	EUR	12,813	2,710	1.11
			2,710	1.11
Germany 2.31% (0.00%)				
Bayer	EUR	99,000	5,670	2.31
			5,670	2.31
Ireland 1.93% (0.00%)				
Allegion	USD	59,500	4,722	1.93
			4,722	1.93
Netherlands 10.62% (9.38%)				
Heineken	EUR	155,750	13,210	5.39
Wolters Kluwer	EUR	230,000	12,815	5.23
			26,025	10.62
South Africa 1.18% (1.24%)				
Bid	ZAR	165,000	2,903	1.18
			2,903	1.18
Sweden 3.95% (4.56%)				
Assa Abloy 'B'	SEK	562,000	9,694	3.95
			9,694	3.95
United Kingdom 18.11% (19.01%)				
Aon	USD	49,500	7,483	3.05
British American Tobacco	GBP	268,000	7,232	2.95
RELX	GBP	455,000	8,153	3.33
RELX	EUR	410,000	7,346	3.00
St James's Place	GBP	595,000	5,936	2.42
Unilever	GBP	179,023	8,240	3.36
			44,390	18.11
United States of America 51.38% (53.92%)				
Abbott Laboratories	USD	112,353	7,087	2.89
Alphabet 'A'	USD	800	770	0.31
Alphabet 'C'	USD	11,000	10,581	4.32
Becton Dickinson	USD	17,500	3,467	1.41
Berkshire Hathaway 'A'	USD	48	11,822	4.82
Berkshire Hathaway 'B'	USD	25,600	4,205	1.72
Comcast 'A'	USD	180,000	6,434	2.62
Danaher	USD	66,500	7,293	2.98
Equifax	USD	123,000	13,933	5.68
First Republic Bank	USD	49,000	3,770	1.54
Jack Henry & Associates	USD	30,500	3,421	1.40
Marsh & McLennan	USD	31,500	2,417	0.99
Mastercard 'A'	USD	29,000	6,333	2.58
Microsoft	USD	38,200	4,212	1.72
Moody's	USD	51,500	8,729	3.56

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 51.38% (53.92%) (continued)				
Philip Morris International	USD	144,000	8,880	3.62
S&P Global	USD	27,170	5,397	2.20
Sherwin-Williams	USD	7,600	3,306	1.35
UnitedHealth Group	USD	46,000	8,016	3.27
Visa 'A'	USD	42,000	5,885	2.40
			125,958	51.38
Equities total			**234,574**	**95.69**
Liquidity Funds 4.10% (0.00%)				
HSBC US Dollar Liquidity Fund Class H	USD	12,700,000	10,037	4.10
Liquidity Funds total			**10,037**	**4.10**
Investment assets			244,611	99.79
Net other assets			524	0.21
Net assets			**245,135**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Note	£000	Year ended 15.10.19 £000	£000	Period ended 15.10.18* £000
Income					
Net capital gains/(losses)	2		37,480		(7,035)
Revenue	3	4,356		3,567	
Expenses	4	(1,084)		(739)	
Net revenue before taxation		3,272		2,828	
Taxation	5	(235)		(451)	
Net revenue after taxation			3,037		2,377
Total return before distributions			**40,517**		**(4,658)**
Distributions	6		(3,037)		(2,377)
Change in net assets attributable to shareholders from investment activities			**37,480**		**(7,035)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Period ended 15.10.18* £000
Opening net assets attributable to shareholders		**206,354**		**–**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	534		210,731	
Amounts payable on cancellation of shares	(2,268)		(12)	
		(1,734)		210,719
Dilution adjustment		–		236
Change in net assets attributable to shareholders from investment activities (see above)		37,480		(7,035)
Retained distribution on accumulation shares		3,035		2,434
Closing net assets attributable to shareholders		**245,135**		**206,354**

* Fund launched on 19 December 2017.

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18* £000
Assets:			
Investments	7	244,611	193,457
Current assets:			
Debtors	8	342	5,506
Cash and bank balances	9	226	13,790
Total assets		**245,179**	**212,753**
Liabilities:			
Creditors:			
Bank overdrafts		–	(329)
Other creditors	10	(44)	(6,070)
Total liabilities		**(44)**	**(6,399)**
Net assets attributable to shareholders		**245,135**	**206,354**

* Fund launched on 19 December 2017.

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Period ended 15.10.18§ £000
Net capital gains/(losses) on investment during the year comprise:		
Currency gains/(losses)	345	(291)
Derivative contracts gains	–	176
Expenses relating to the purchase and sale of investments	–	(4)
Non-derivative securities gains/(losses)	37,135	(6,916)
Net capital gains/(losses)	**37,480**	**(7,035)**

3 Revenue

	Year ended 15.10.19 £000	Period ended 15.10.18§ £000
Bank and deposit interest	25	–
Interest on debt securities	2	2
Overseas dividends	2,731	2,606
Revenue from offshore funds	84	–
UK dividends	1,514	959
Total revenue	**4,356**	**3,567**

4 Expenses

	Year ended 15.10.19 £000	Period ended 15.10.18§ £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	1,075	706
	1,075	706
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	11
Interest payable	9	6
Safe custody fee	–	8
	9	25
Other expenses:		
Audit fee**	–	6
Statement fee	–	2
	–	8
Total expenses	**1,084**	**739**

§ Fund launched on 19 December 2017.

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,985 (2018: £9,601) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Period ended 15.10.18§ £000
Overseas tax suffered	235	451
Total current tax (see note 5b)	**235**	**451**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Period ended 15.10.18§ £000
Net revenue before taxation	**3,272**	**2,828**
Corporation tax at 20%	654	566
Effects of:		
Movement in excess management expenses	194	147
Overseas dividends not subject to corporation tax	(546)	(522)
Overseas tax suffered	235	451
Tax credit on Loan relationship deficit	–	1
UK dividends not subject to corporation tax	(302)	(192)
Current tax charge (see note 5a)	**235**	**451**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

At the balance sheet date, there is a potential deferred tax asset of £340,986 (2018: £146,597) in respect of unutilised management expenses of £1,704,932 (2018: £732,985). It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year or prior period.

6 Distributions

	Year ended 15.10.19 £000	Period ended 15.10.18§ £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Final distribution	3,035	2,434
	3,035	2,434
Add: Revenue deducted on cancellation of shares	4	–
Deduct: Revenue received on issue of shares	(2)	(57)
Total distributions	**3,037**	**2,377**

Details of the distributions per share are set out in the distribution tables on page 273.

§ Fund launched on 19 December 2017.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	As at 15.10.19 £000	As at 15.10.18 £000
Level 1: Quoted prices	234,574	193,457
Level 2: Observable market data	10,037	–
Total value	**244,611**	**193,457**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	206	158
Amounts receivable on issue of shares	4	–
Overseas tax recoverable	132	81
Sales awaiting settlement	–	5,267
Total debtors	**342**	**5,506**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	226	13,790
Total cash and bank balances	**226**	**13,790**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	44	118
Amounts payable for cancellation of shares	–	9
Purchases awaiting settlement	–	5,943
Total other creditors	**44**	**6,070**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £44,359 (2018: £118,165). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £3,031,038 (2018: £2,431,620). The amount outstanding at the year end was £3,031,038 (2018: £2,431,620). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 2 Accumulation shares)	6,424	5,245	1,179
ACD and related parties (Class 3 Accumulation shares)	208,658,736	(2,089,296)	210,748,032

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 6 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 2: 0.92%
Class 3: 0.47%
Class 6: 1.17%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 262. The distributions per share are given in the distribution tables on page 273. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 2 Accumulation shares	229,086	208,391	(62,155)	–	375,322
Class 3 Accumulation shares	210,748,032	205,213	(2,294,509)	–	208,658,736
Class 6 Accumulation shares	24,506	84,863	–	–	109,369

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 87.89% (2018: 83.72%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 8.79% (2018: 8.37%).

	Net foreign currency assets					
	Monetary exposure £000		Non monetary exposure £000		Total £000	
Currency	15.10.19	15.10.18	15.10.19	15.10.18	15.10.19	15.10.18
Danish krone	12	652	–	–	12	652
Euro	239	(355)	51,669	38,005	51,908	37,650
Hong Kong dollar	3	–	2,584	–	2,587	–
South African rand	58	(196)	2,903	2,559	2,961	2,363
Swedish krona	1	9	9,694	9,402	9,695	9,411
US dollar	98	11,402	148,200	111,275	148,298	122,677

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 0.09% (2018: 6.52%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

Market price risk

At the year end date, 99.79% (2018: 93.75%) of the net assets of the Fund were invested in ordinary shares or stock units admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.98% (2018: 9.38%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
Purchases						
Equities	(69,170)	(21)	(41)	(69,232)	0.03%	0.06%
Funds	(40,407)	–	–	(40,407)	0.00%	0.00%
	(109,577)	(21)	(41)	(109,639)		
Sales						
Equities	65,362	(20)	(1)	65,341	0.03%	0.00%
Funds	30,279	–	–	30,279	0.00%	0.00%
	95,641	(20)	(1)	95,620		
Total		(41)	(42)			
Percentage of Fund average net assets		0.02%	0.02%			

15.10.18	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
Purchases						
Equities	(275,172)	(45)	(370)	(275,586)	0.02%	0.13%
Funds	(6,800)	–	–	(6,800)	0.00%	0.00%
	(281,972)	(45)	(370)	(282,386)		
Sales						
Equities	75,230	(16)	(1)	75,214	0.02%	0.00%
Funds	6,800	–	–	6,800	0.00%	0.00%
	82,030	(16)	(1)	82,014		
Total		(61)	(371)			
Percentage of Fund average net assets		0.03%	0.19%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.04% (2018: 0.03%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the year ended 15 October 2019

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 2 Accumulation shares	Group 1	0.9569	–	0.9569	0.8227
	Group 2	0.4288	0.5281	0.9569	0.8227
Class 3 Accumulation shares	Group 1	1.4526	–	1.4526	1.1538
	Group 2	1.3234	0.1292	1.4526	1.1538
Class 6 Accumulation shares	Group 1	0.7075	–	0.7075	0.6145
	Group 2	0.4901	0.2174	0.7075	0.6145

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS GLOBAL EQUITY INCOME FUND

INVESTMENT OBJECTIVE

The Fund aims to grow your investment through a combination of income and capital growth over the long term (5 years or more) by investing in shares of global companies.

Within this combined return, the Fund aims to deliver an income equivalent of at least 125% of the income return of the MSCI® All Country World Index (GBP)†, over any given 12-month period (before charges and taxes).

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of global companies. "Global companies" means companies in any country across the globe, including with up to 20% of the Fund invested in emerging markets.

Other investments: The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed, and the Investment Manager will adopt a high conviction (strong belief) approach aiming to generate the Fund's target income. This will focus on opportunities across what the Investment Manager considers to be mature companies which potentially offer sustainably high dividends, or those which are felt able to steadily grow their dividends while showing financial strength and/or low levels of debt, with a strong management capability. The Fund will also take advantage of businesses in the early stages of development, where high cash generation is driving strong dividend growth. The Investment Manager will aim to invest in companies which have a diversified range of successful products, and which are active in a range of geographical markets.

Environmental, Social & Governance (ESG): ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's income return target is measured against the MSCI® All Country World Index (the "Index"), and the Fund's overall performance is also compared against the Index.

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index comprises large and medium sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from both developed and emerging markets, and the Index is designed to provide a broad measure of global equity market performance.

The Index has been selected as a benchmark for the income target and performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors Global Equity Income Fund delivered a total return of 12.52% (share class 1), net of fees. The Funds benchmark, the MSCI® All Country World Index delivered an average return of 11.96%.

Investment Review
Escalating trade tensions between the US and China and concerns that the US Federal Reserve (Fed) had tightened monetary policy too aggressively unsettled investors, particularly during the fourth quarter of 2018 when equity markets worldwide recorded sharp falls. Since the turn of the year, markets have rallied as the Fed changed course and loosened monetary policy, with the European Central Bank (ECB) following suit, although volatility resurfaced in May and August in response to an escalation in the US-China trade dispute. In January, the Fed signalled interest rates had peaked, citing slowing global growth, the ongoing US-China trade dispute and tighter financial conditions, and subsequently reduced its key Fed Funds rate in July and September. In response to a sharp economic slowdown in the Eurozone, the ECB announced it would recommence QE (quantitative easing), with effect from November, at €20 billion a month and maintain this policy until inflation returns to its 2% target. Overall, global economic indicators have weakened over the period, reflecting a slowdown in manufacturing and trade.

In the US, the resilience of the domestic economy has underpinned equities, although investors have scaled back earnings expectations as the one-off impact of tax cuts has run its course. The UK equity market underperformed global indices as uncertainty over Brexit negotiations increased scepticism amongst investors globally that the UK's withdrawal from the European Union can be resolved in a timely and efficient manner. European equities gained ground although political concerns resurfaced as the year progressed, most notably in Italy, where the ruling coalition fragmented and subsequently a new administration was formed. In Asia, markets produced firm gains but underperformed global indices. This reflected disappointing relative returns early in the review period, particularly during bouts of risk aversion amid concerns that the region's export-oriented economies are most exposed to trade barriers arising from the US-China trade dispute. Japan produced relatively poor returns as the country's exports have now declined for ten consecutive months. Emerging market equities delivered positive returns, performing broadly in line with global markets.

AVIVA INVESTORS GLOBAL EQUITY INCOME FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Notwithstanding bouts of underperformance as trade tensions spiralled, optimism that talks will ultimately reduce trade friction, and interest rate cuts late in the period, lent support to emerging markets.

Fund Review

The Fund has outperformed its benchmark over the period. Overall, stock selection has been the main contributory factor, most notably holdings in the consumer discretionary, industrials, materials and technology sectors.

Amongst consumer stocks, fast food chain McDonalds was a strong contributor following positive results which highlighted ongoing global sales momentum. This stock is a core holding with the company having grown their annual dividend for 42 consecutive years. US DIY retailer Home Depot was another key contributor as a combination of robust consumer confidence, an ageing housing stock and low mortgage rates underpin a healthy environment for the US home improvement sector. In the industrials sector, our holding in French construction company Vinci performed well over the reporting period. The company announced encouraging interim results, driven by solid performance from its fast-growing airports and motorway concessions businesses and reaffirmed its forecasts for the full-year.

Our holding in mining group Rio Tinto made a positive contribution. The company announced a $1 billion special dividend, after reporting its best interim results for five years on the back of a sharp rise in iron ore prices due to a series of supply disruptions. In the technology sector, semiconductor supplier Texas Instruments rose sharply as results highlighted that demand from China remained robust, despite the headwind of an ongoing trade war between the US and China. Cisco Systems also performed well, although not without volatility in the company's share price. After first quarter earnings exceeded expectations, the US networking equipment company downgraded revenue guidance as although China is only a small part of their revenues, the trade dispute with the US is having a material impact on the business. We retained our holding given the strength of Cisco's core businesses in the US and EMEA, and the potential to benefit from their increasing footprint in software and cybersecurity.

Elsewhere, in the utilities sector our holding in US utility company NextEra Energy rose strongly. We continued to build our position as we view this an attractive business in both the regulated utility (with their Florida Power and Light division) and renewables divisions. Nextera are the US leader in terms of market share in both offshore wind and solar, which we believe makes them exceptionally well-placed to capitalise on new renewables projects. The company has grown its dividend for 25 years, and at a near 10% year-on-year increase over the past decade. In the real estate sector, CoreSite Realty, which provides data centres and interconnection solutions across the US, was another positive. The company offers an attractive dividend yield, and continues to benefit from the increasing demand for data storage across the globe as companies look to outsource data to the cloud.

The main factors that detracted from the Fund's performance over the reporting period were positioning in the financials and healthcare sectors. French banking group BNP Paribas reported a sharp fall in trading revenues during the fourth quarter of 2018 although subsequently its investment banking division has recovered as fixed income revenues have picked up. However, the sluggish performance of financials generally, and disappointing results from some of its European peers, have held back the shares.

In the healthcare sector, our holding in US medical insurer UnitedHealth detracted as US Presidential hopeful Elizabeth Warren continues to rise in the polls. However, the key obstacle to passing 'Medicare for All' legislation is the Senate, where the Democrats are three short of a majority and the election odds of winning the chamber next year have remained consistently against, even as Warren's fortunes have improved. We exited our position in US drug company Pfizer, given revenue growth remains challenged from their legacy drug portfolio, switching into Swiss drug manufacturer Novartis, which has a stronger drug pipeline and is less impacted by potential US drug price reforms.

Elsewhere, we initiated a position in aerospace and defence supplier United Technologies. Their Collins Aerospace and Pratt & Whitney engine divisions are benefitting from the increased demand for narrowbody planes from Airbus and Boeing. In addition, we see significant value in their elevators (Otis), and heating and ventilation (Carrier) businesses, noting the company is looking to spin both these divisions out in 2020 which should help crystallise some of this value.

We sold out of medical and personal health equipment manufacturer Philips. The company's personal health division continues to deliver healthy organic growth, but we noted margin growth expectations had become quite elevated in the market and decided to take profits. We switched the position into US medtech company Medtronic, who we feel are well-placed to benefit from recent product launches in heart valve replacement and pacemakers. The company has delivered impressive double-digit dividend growth over the past 5 years and we this as sustainable over the longer term given their ability to grow cash flow.

Outlook

We remain cautious in general on the outlook for equity markets in the short to medium term, largely due to the decelerating environment for corporate earnings in the US and Europe. We are also seeing companies reticent to embark on significant investment programs, although this may be largely down to the uncertainty regarding US and China trade, as well as Brexit. From a longer-term perspective, we are still finding income-paying stocks with exciting prospects in terms of future dividend growth but we remain disciplined in terms of valuations we are looking to pay for these in the light of the re-rating we have seen in global equity markets year-to-date.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

† MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 277 and 278 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell stocks. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

AVIVA INVESTORS GLOBAL EQUITY INCOME FUND (CONTINUED)

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	10.54	11.36	11.87	11.22
31.12.14 to 31.12.15	7.61	8.42	8.91	3.84
31.12.15 to 31.12.16	19.88	20.78	21.32	29.40
31.12.16 to 31.12.17	11.87	12.71	13.22	13.84
31.12.17 to 31.12.18	-3.86	-3.41	-2.97	-3.27

* Benchmark – MSCI® All Country World Index (GBP).

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	10.54	11.38	11.87	11.22
31.12.14 to 31.12.15	7.60	8.42	8.99	3.84
31.12.15 to 31.12.16	19.87	20.78	21.40	29.40
31.12.16 to 31.12.17	11.87	12.71	13.21	13.84
31.12.17 to 31.12.18	-3.86	-3.41	-2.99	-3.27

* Benchmark – MSCI® All Country World Index (GBP)

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Yield History

Calendar year	Yield %	Benchmark Yield %*	Performance relative to target %
31.12.13 to 31.12.14	2.97	2.47	120
31.12.14 to 31.12.15	2.74	2.60	106
31.12.15 to 31.12.16	3.46	2.49	139
31.12.16 to 31.12.17	2.67	2.28	117
31.12.17 to 31.12.18	2.94	2.78	106

* Benchmark – FTSE® All Share Index.

Basis: Based on index provider data where applicable as at Close of Business (GMT). For all Funds' the data is calculated based on the gross income accrued by the by the Fund for the respective calendar year, dividend by the average NAV for the same period.

Material Portfolio Changes

Purchases	Sales
Novartis	Pfizer
Heineken	Union Pacific
United Technologies	Linde
Medtronic	Boeing
Comcast 'A'	Koninklijke Philips
Nordea Bank	Amgen
Bayer	ING Groep
AXA	Toronto-Dominion Bank
Credit Agricole	BNP Paribas
Allegion	Nordea Bank

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	140.86	139.99	130.46
Return before operating charges†	19.31	6.95	15.61
Operating charges	(1.75)	(2.09)	(2.21)
Return after operating charges†	17.56	4.86	13.40
Distributions	(4.42)	(3.99)	(3.87)
Closing net asset value per share	154.00	140.86	139.99
† after direct transaction costs of	(0.04)	(0.10)	(0.41)
Performance			
Return after charges (%)	12.47%	3.47%	10.27%
Other information			
Closing net asset value (£000)	674	499	426
Closing number of shares	437,544	354,326	304,496
Operating charges (%)‡	1.17%	1.44%	1.63%
Direct transaction costs (%)#	0.03%	0.07%	0.30%
Prices≈			
Highest share price	163.16	151.72	142.52
Lowest share price	133.25	131.65	124.06

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	146.57	144.84	133.97
Return before operating charges†	20.11	7.22	16.10
Operating charges	(1.43)	(1.35)	(1.24)
Return after operating charges†	18.68	5.87	14.86
Distributions	(4.60)	(4.14)	(3.99)
Closing net asset value per share	160.65	146.57	144.84
† after direct transaction costs of	(0.05)	(0.10)	(0.42)
Performance			
Return after charges (%)	12.74%	4.05%	11.09%
Other information			
Closing net asset value (£000)	4,120	2,471	1,577
Closing number of shares	2,564,384	1,686,009	1,088,728
Operating charges (%)‡	0.92%	0.90%	0.88%
Direct transaction costs (%)#	0.03%	0.07%	0.30%
Prices≈			
Highest share price	170.11	157.86	147.44
Lowest share price	138.72	136.68	127.45

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	150.56	145.47	131.80
Return before operating charges†	20.77	7.29	15.93
Operating charges	(1.88)	(2.20)	(2.26)
Return after operating charges†	18.89	5.09	13.67
Distributions	(4.78)	(4.19)	(3.95)
Retained distributions on accumulation shares	4.78	4.19	3.95
Closing net asset value per share	169.45	150.56	145.47
† after direct transaction costs of	(0.05)	(0.11)	(0.42)
Performance			
Return after charges (%)	12.55%	3.50%	10.37%
Other information			
Closing net asset value (£000)	32,680	26,563	27,188
Closing number of shares	19,285,321	17,642,675	18,689,500
Operating charges (%)‡	1.17%	1.44%	1.63%
Direct transaction costs (%)#	0.03%	0.07%	0.30%
Prices≈			
Highest share price	178.43	161.14	147.27
Lowest share price	142.43	137.42	125.34

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	168.36	161.75	145.46
Return before operating charges†	23.26	8.13	17.65
Operating charges	(1.66)	(1.52)	(1.36)
Return after operating charges†	21.60	6.61	16.29
Distributions	(5.35)	(4.67)	(4.38)
Retained distributions on accumulation shares	5.35	4.67	4.38
Closing net asset value per share	189.96	168.36	161.75
† after direct transaction costs of	(0.05)	(0.12)	(0.46)
Performance			
Return after charges (%)	12.83%	4.09%	11.20%
Other information			
Closing net asset value (£000)	10,779	7,199	5,557
Closing number of shares	5,674,487	4,276,153	3,435,519
Operating charges (%)‡	0.92%	0.90%	0.88%
Direct transaction costs (%)#	0.03%	0.07%	0.30%
Prices≈			
Highest share price	199.92	180.18	163.73
Lowest share price	159.35	153.32	138.39

COMPARATIVE TABLES (CONTINUED)

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	138.97	136.78	126.06
Return before operating charges†	19.10	6.82	15.20
Operating charges	(0.69)	(0.63)	(0.58)
Return after operating charges†	18.41	6.19	14.62
Distributions	(4.36)	(4.00)	(3.90)
Closing net asset value per share	153.02	138.97	136.78
† after direct transaction costs of	(0.04)	(0.10)	(0.40)
Performance			
Return after charges (%)	13.25%	4.53%	11.60%
Other information			
Closing net asset value (£000)	170,196	171,053	198,938
Closing number of shares	111,223,886	123,088,773	145,446,690
Operating charges (%)‡	0.47%	0.45%	0.44%
Direct transaction costs (%)#	0.03%	0.07%	0.30%
Prices≈			
Highest share price	161.87	149.63	139.25
Lowest share price	131.64	129.30	119.96

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	165.06	157.89	141.36
Return before operating charges†	22.82	7.94	17.23
Operating charges	(0.89)	(0.77)	(0.70)
Return after operating charges†	21.93	7.17	16.53
Distributions	(5.26)	(4.69)	(4.45)
Retained distributions on accumulation shares	5.26	4.69	4.45
Closing net asset value per share	186.99	165.06	157.89
† after direct transaction costs of	(0.05)	(0.12)	(0.45)
Performance			
Return after charges (%)	13.29%	4.54%	11.69%
Other information			
Closing net asset value (£000)	2	3	3
Closing number of shares	1,120	1,682	1,682
Operating charges (%)‡	0.47%	0.45%	0.44%
Direct transaction costs (%)#	0.03%	0.07%	0.30%
Prices≈			
Highest share price	196.62	176.62	159.80
Lowest share price	156.35	149.96	134.52

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	1.17%	1.17%
Class 2	0.92%	0.92%
Class 3	0.47%	0.47%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 95.01% (98.48%)				
Canada 0.00% (1.87%)				
Nortel Networks^	CAD	170	–	–
			–	–
France 11.41% (11.81%)				
AXA	EUR	165,581	3,393	1.55
Credit Agricole	EUR	313,028	3,056	1.40
Orange	EUR	382,668	4,941	2.26
TOTAL	EUR	180,549	7,270	3.33
Vinci	EUR	72,943	6,268	2.87
			24,928	11.41
Germany 4.88% (3.31%)				
Bayer	EUR	58,944	3,375	1.54
Deutsche Telekom	EUR	255,022	3,479	1.59
SAP	EUR	38,245	3,816	1.75
			10,670	4.88
Ireland 2.94% (0.00%)				
Allegion	USD	26,537	2,106	0.97
Medtronic	USD	50,646	4,305	1.97
			6,411	2.94
Netherlands 3.92% (6.12%)				
Heineken	EUR	61,957	5,255	2.41
LyondellBasell Industries 'A'	USD	47,860	3,304	1.51
			8,559	3.92
Switzerland 2.72% (0.00%)				
Novartis	CHF	87,615	5,949	2.72
			5,949	2.72
United Kingdom 14.81% (15.16%)				
Legal & General Group	GBP	1,732,937	4,558	2.09
Prudential	GBP	327,653	4,754	2.18
RELX	GBP	229,760	4,117	1.88
Rio Tinto	GBP	100,101	4,050	1.85
Royal Dutch Shell 'B'	GBP	217,813	4,951	2.27
St James's Place	GBP	198,381	1,979	0.90
Unilever	GBP	172,703	7,949	3.64
			32,358	14.81
United States of America 54.33% (60.21%)				
Apple	USD	32,767	6,107	2.79
Becton Dickinson	USD	31,084	6,159	2.82
Broadcom	USD	24,356	5,420	2.48
Cisco Systems	USD	205,294	7,468	3.42
Comcast 'A'	USD	122,052	4,363	2.00
CoreSite Realty, REIT	USD	59,472	5,551	2.54
Home Depot	USD	53,404	9,888	4.53
Honeywell International	USD	43,605	5,616	2.57
Intercontinental Exchange	USD	70,108	5,180	2.37
JPMorgan Chase	USD	95,343	8,767	4.01
Las Vegas Sands	USD	52,530	2,366	1.08

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 54.33% (60.21%) (continued)				
McDonald's	USD	57,381	9,450	4.33
Microsoft	USD	75,806	8,359	3.83
NextEra Energy	USD	44,918	8,126	3.72
Raytheon	USD	41,715	6,575	3.01
Texas Instruments	USD	56,764	5,820	2.66
Thermo Fisher Scientific	USD	10,209	2,293	1.05
United Technologies	USD	46,152	4,955	2.27
UnitedHealth Group	USD	35,690	6,220	2.85
			118,683	54.33
Equities total			**207,558**	**95.01**
Investment assets			207,558	95.01
Net other assets			10,893	4.99
Net assets			**218,451**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

^ Unlisted, suspended or delisted security.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains	2		21,934		5,258
Revenue	3	7,039		7,258	
Expenses	4	(1,280)		(1,362)	
Net revenue before taxation		5,759		5,896	
Taxation	5	(614)		(619)	
Net revenue after taxation			5,145		5,277
Total return before distributions			**27,079**		**10,535**
Distributions	6		(6,398)		(6,561)
Change in net assets attributable to shareholders from investment activities			**20,681**		**3,974**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**207,788**		**233,689**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	16,609		10,639	
Amounts payable on cancellation of shares	(27,820)		(41,483)	
		(11,211)		(30,844)
Dilution adjustment		12		16
Change in net assets attributable to shareholders from investment activities (see above)		20,681		3,974
Retained distribution on accumulation shares		1,181		953
Closing net assets attributable to shareholders		**218,451**		**207,788**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	207,558	204,624
Current assets:			
Debtors	8	596	5,188
Cash and bank balances	9	11,468	10,229
Total assets		**219,622**	**220,041**
Liabilities:			
Creditors:			
Distribution payable		(1,071)	(1,097)
Other creditors	10	(100)	(11,156)
Total liabilities		**(1,171)**	**(12,253)**
Net assets attributable to shareholders		**218,451**	**207,788**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains on investment during the year comprise:		
Currency gains/(losses)	78	(70)
Non-derivative securities gains	21,856	5,328
Net capital gains	**21,934**	**5,258**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	26	11
Overseas dividends	5,479	5,746
UK dividends	1,534	1,501
Total revenue	**7,039**	**7,258**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	1,278	1,295
Registration fees	–	22
	1,278	1,317
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	20
Interest payable	2	1
Safe custody fee	–	17
	2	38
Other expenses:		
Audit fee**	–	7
Total expenses	**1,280**	**1,362**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £8,897 (2018: £8,555) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Overseas tax suffered	614	619
Total current tax (see note 5b)	**614**	**619**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**5,759**	**5,896**
Corporation tax at 20%	1,152	1,179
Effects of:		
Movement in excess management expenses	228	246
Overseas dividends not subject to corporation tax	(1,069)	(1,121)
Overseas tax credit	(4)	(4)
Overseas tax suffered	614	619
UK dividends not subject to corporation tax	(307)	(300)
Current tax charge (see note 5a)	**614**	**619**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £8,125,848 (2018: £6,985,221) creating a potential deferred tax asset of £1,625,170 (2018: £1,397,044). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Net dividend distribution for the three months ended 15 January	1,165	1,147
Net dividend distribution for the three months ended 15 April	1,726	1,692
Net dividend distribution for the three months ended 15 July	2,083	2,299
Net dividend distribution for the three months ended 15 October	1,338	1,310
	6,312	6,448
Add: Revenue deducted on cancellation of shares	166	163
Deduct: Revenue received on issue of shares	(80)	(50)
Total distributions	**6,398**	**6,561**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	6,398	6,561
ACD's periodic charge borne by the capital account	(1,278)	(1,295)
Tax relief on capitalised ACD's periodic charge	25	11
Net revenue after taxation	**5,145**	**5,277**

Details of the distributions per share are set out in the distribution tables on pages 289 and 290.

7 Fair value hierarchy

Valuation technique	Assets at 15.10.19 £000	Assets at 15.10.18 £000
Level 1: Quoted prices	207,558	204,624
Total value	**207,558**	**204,624**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	151	158
Amounts receivable on issue of shares	74	137
Overseas tax recoverable	161	98
Sales awaiting settlement	210	4,795
Total debtors	**596**	**5,188**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Cash and bank balances	11,468	10,229
Total cash and bank balances	**11,468**	**10,229**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	51	153
Amounts payable for cancellation of shares	49	8,163
Purchases awaiting settlement	–	2,840
Total other creditors	**100**	**11,156**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £51,273 (2018: £152,921). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £5,140,155 (2018: £5,441,879). The amount outstanding at the year end was £1,072,476 (2018: £1,097,142). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 2 Income shares)	744,123	148,531	595,592
ACD and related parties (Class 3 Income shares)	111,223,886	(11,564,942)	122,788,828
ACD and related parties (Class 2 Accumulation shares)	1,997,641	429,964	1,567,677
ACD and related parties (Class 3 Accumulation shares)	1,120	(562)	1,682

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.17%
Class 2: 0.92%
Class 3: 0.47%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 277 and 278. The distributions per share are given in the distribution tables on pages 289 and 290. All the share classes have the same rights on winding up.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	354,326	172,824	(76,641)	(12,965)	437,544
Class 2 Income shares	1,686,009	1,274,350	(408,406)	12,431	2,564,384
Class 3 Income shares	123,088,773	3,093,565	(14,958,452)	–	111,223,886
Class 1 Accumulation shares	17,642,675	4,156,331	(2,433,081)	(80,604)	19,285,321
Class 2 Accumulation shares	4,276,153	1,727,450	(401,106)	71,990	5,674,487
Class 3 Accumulation shares	1,682	–	(562)	–	1,120

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 82.74% (2018: 84.64%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 8.27% (2018: 8.46%).

	Net foreign currency assets					
	Monetary exposure £000		Non-monetary exposure £000		Total £000	
Currency	15.10.19	15.10.18	15.10.19	15.10.18	15.10.19	15.10.18
Canadian dollar	–	30	–	3,884	–	3,914
Danish krone	37	49	–	–	37	49
Euro	5,026	(215)	40,853	40,346	45,879	40,131
Norwegian krone	–	5	–	–	–	5
Swiss franc	–	–	5,949	–	5,949	–
US dollar	480	2,885	128,398	128,885	128,878	131,770

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 5.25% (2018: 4.92%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Market price risk

At the year end date, 95.01% (2018: 98.48%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.50% (2018: 9.85%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Equities	(50,658)	(22)	(32)	(50,712)	0.04%	0.06%
	(50,658)	(22)	(32)	(50,712)		
Sales						
Equities	69,653	(19)	(1)	69,633	0.03%	0.00%
	69,653	(19)	(1)	69,633		
Total		(41)	(33)			
Percentage of Fund average net assets		0.02%	0.01%			

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Equities	(81,896)	(39)	(86)	(82,021)	0.05%	0.11%
	(81,896)	(39)	(86)	(82,021)		
Sales						
Equities	112,681	(48)	(1)	112,632	0.04%	0.00%
	112,681	(48)	(1)	112,632		
Total		(87)	(87)			
Percentage of Fund average net assets		0.03%	0.04%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.03% (2018: 0.02%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the three months ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	0.9507	–	0.9507	0.8961
	Group 2	0.5373	0.4134	0.9507	0.8961
Class 2 Income shares	Group 1	0.9883	–	0.9883	0.9322
	Group 2	0.5754	0.4129	0.9883	0.9322
Class 3 Income shares	Group 1	0.9367	–	0.9367	0.8754
	Group 2	0.2820	0.6547	0.9367	0.8754

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	1.0397	–	1.0397	0.9518
	Group 2	0.0586	0.9811	1.0397	0.9518
Class 2 Accumulation shares	Group 1	1.1651	–	1.1651	1.0639
	Group 2	0.6673	0.4978	1.1651	1.0639
Class 3 Accumulation shares	Group 1	1.1448	–	1.1448	1.0431
	Group 2	1.1448	0.0000	1.1448	1.0431

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

Interim distribution paid in pence per share for the three months ended 15 July 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 1 Income shares	Group 1	1.5092	–	1.5092	1.4321
	Group 2	0.3176	1.1916	1.5092	1.4321
Class 2 Income shares	Group 1	1.5728	–	1.5728	1.4884
	Group 2	0.5124	1.0604	1.5728	1.4884
Class 3 Income shares	Group 1	1.4888	–	1.4888	1.4262
	Group 2	0.2193	1.2695	1.4888	1.4262

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 1 Accumulation shares	Group 1	1.6353	–	1.6353	1.5061
	Group 2	0.2433	1.3920	1.6353	1.5061
Class 2 Accumulation shares	Group 1	1.8313	–	1.8313	1.6822
	Group 2	0.7596	1.0717	1.8313	1.6822
Class 3 Accumulation shares	Group 1	1.7958	–	1.7958	1.6699
	Group 2	1.7958	0.0000	1.7958	1.6699

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the three months ended 15 April 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	1.1827	–	1.1827	1.0010
	Group 2	0.4470	0.7357	1.1827	1.0010
Class 2 Income shares	Group 1	1.2321	–	1.2321	1.0391
	Group 2	0.4559	0.7762	1.2321	1.0391
Class 3 Income shares	Group 1	1.1676	–	1.1676	1.0156
	Group 2	0.6582	0.5094	1.1676	1.0156

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Accumulation shares	Group 1	1.2716	–	1.2716	1.0452
	Group 2	0.9519	0.3197	1.2716	1.0452
Class 2 Accumulation shares	Group 1	1.4234	–	1.4234	1.1656
	Group 2	0.8438	0.5796	1.4234	1.1656
Class 3 Accumulation shares	Group 1	1.3981	–	1.3981	1.1810
	Group 2	1.3981	0.0000	1.3981	1.1810

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

Interim distribution paid in pence per share for the three months ended 15 January 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 1 Income shares	Group 1	0.7791	–	0.7791	0.6596
	Group 2	0.1186	0.6605	0.7791	0.6596
Class 2 Income shares	Group 1	0.8110	–	0.8110	0.6831
	Group 2	0.6397	0.1713	0.8110	0.6831
Class 3 Income shares	Group 1	0.7640	–	0.7640	0.6815
	Group 2	0.2677	0.4963	0.7640	0.6815

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 1 Accumulation shares	Group 1	0.8328	–	0.8328	0.6854
	Group 2	0.1130	0.7198	0.8328	0.6854
Class 2 Accumulation shares	Group 1	0.9317	–	0.9317	0.7629
	Group 2	0.6298	0.3019	0.9317	0.7629
Class 3 Accumulation shares	Group 1	0.9164	–	0.9164	0.7915
	Group 2	0.9164	0.0000	0.9164	0.7915

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS GLOBAL EQUITY UNCONSTRAINED FUND

The Fund launched on 1 August 2019.

INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of global companies.

INVESTMENT POLICY

Core investment: At least 90% of the Fund will be invested in shares of global companies. "Global companies" means companies in any country across the globe, including in emerging markets.

Other investments: The Fund may also invest in other funds (including funds managed by Aviva Investors companies), cash, and deposits. Derivatives, such as futures, may be used from time to time, to gain market exposure which may be difficult or costly to achieve directly, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which may be hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed with an unconstrained and flexible investment style, allowing the Investment Manager the freedom to invest in selected companies of any size, and at any stage of the business cycle. This will include investing in market leading and mature companies with the potential for superior earnings growth and sustainable dividends respectively, as well as identifying companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company's value to increase in the future.

Environmental, Social & Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance and Risk Measurement: The Fund's performance is compared against the MSCI® All Countries World Index* ("the Index").

The Fund's investment process is not constrained by the Index, so it will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. However, as the Fund is unconstrained by the range, it could operate outside of it and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcome. Therefore, the Fund's returns could be very similar to, or very different from the Index.

The Index comprises large and medium sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from both 23 developed and 24 emerging markets, and the Index is designed to provide a broad measure of global equity market performance.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

* MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This prospectus is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

FUND MANAGER'S REPORT

Other the period from 1 August 2019 to 15 December 2019, the Aviva Investors Global Equity Unconstrained Fund delivered a total return of -1.73% (share class 1), net of fees. The Fund's benchmark, the MSCI® All Countries World Index, returned -3.64% over the same period.

Market Review
The Fund launched on 1 August 2019. Global equity markets became increasingly volatile during August as the trade dispute between the US and China escalated. Concerns over the implications for global economic growth, particularly as data softened further in export sensitive economies such as Germany and China, saw markets lose ground. Nevertheless, central bank monetary policy remained supportive given the continuing benign inflationary backdrop. The US Federal Reserve (Fed) sanctioned a further interest rate cut in September, and the European Central Bank (ECB) announced several measures to stimulate economic growth including the recommencement of its quantitative easing programme. As a result, the subsequent recovery saw equities partially regain lost ground, and safe havens such as major government bond markets retreat, a combination that was particularly supportive for financial stocks, while we also saw some rotation away from defensive sectors such as consumer staples towards more cyclical stocks.

Fund Review
Over the reporting period since the Fund's launch, our holdings in the technology sector made a positive contribution towards relative performance against the benchmark index. As the market became more optimistic about prospects for a recovery in the semiconductor demand cycle, our holdings in Skyworks and Murata performed well, driven by signs of improvement in smartphone demand and the benefits of transition to 5G for radio-frequency (RF) components. Our holding in GVC, the UK-listed online gaming company, contributed positively as well, as the market increasingly recognised the value of its US sports betting business. Our holding in United Health also performed well. The US medical insurer had sold off earlier in the year on the worries about political pressure affecting the health insurance sector in the US, but strong results reported by the company offset these concerns.

On the negative side, our holding in Heineken underperformed on lacklustre results, and our position in IQVia, a US clinical research outsourcing company, also disappointed – although results were good, they did not meet more optimistic market expectations. Both stocks were also affected by a degree of sector rotation away from defensives towards cyclicals.

AVIVA INVESTORS GLOBAL EQUITY UNCONSTRAINED FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

We remain cautious in general on the outlook for equity markets in the short to medium term, largely due to the decelerating environment for corporate earnings in the US and Europe. We are also seeing companies reticent to embark on significant investment programs, although this may be largely down to the uncertainty regarding US and China trade, as well as Brexit. However, from a longer-term perspective, we can identify stocks with exciting prospects in terms of future earnings growth but we remain disciplined in terms of valuations we are looking to pay for these in the light of the re-rating we have seen in global equity markets year-to-date.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 293 and 294 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Share Class 4 %
31.12.13 to 31.12.14	N/A	N/A	N/A	N/A
31.12.14 to 31.12.15	N/A	N/A	N/A	N/A
31.12.15 to 31.12.16	N/A	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A	N/A

Performance History – Income Shares

Calendar year	Share Class 9 %	Benchmark* %
31.12.13 to 31.12.14		N/A
31.12.14 to 31.12.15		N/A
31.12.15 to 31.12.16		N/A
31.12.16 to 31.12.17		N/A
31.12.17 to 31.12.18		N/A

* Benchmark – MSCI® All Countries World Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Equifax	Microsoft
Alphabet 'A'	Alibaba Group Holding, ADR
Microsoft	SK Hynix
Alibaba Group Holding, ADR	Novartis
Skyworks Solutions	Equifax
UnitedHealth Group	Medtronic
China Conch Venture Holdings	Sherwin-Williams
Medtronic	Thermo Fisher Scientific
NextEra Energy	
Novartis	

There were only 8 sales during the period.

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments will be affected by changes in exchange rates.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	(1.63)
Operating charges	(0.12)
Return after operating charges[†]	(1.75)
Distributions	(0.13)
Retained distributions on accumulation shares	0.13
Closing net asset value per share	98.25
[†] after direct transaction costs of	(0.07)
Performance	
Return after charges (%)	(1.75)%
Other information	
Closing net asset value (£000)	2
Closing number of shares	2,039
Operating charges (%)[‡]	0.63%
Direct transaction costs (%)[#]	0.07%
Prices[≈]	
Highest share price	100.77
Lowest share price	95.41

Class 2 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	(1.60)
Operating charges	(0.10)
Return after operating charges[†]	(1.70)
Distributions	(0.17)
Retained distributions on accumulation shares	0.17
Closing net asset value per share	98.30
[†] after direct transaction costs of	(0.07)
Performance	
Return after charges (%)	(1.70)%
Other information	
Closing net asset value (£000)	406
Closing number of shares	412,719
Operating charges (%)[‡]	0.48%
Direct transaction costs (%)[#]	0.07%
Prices[≈]	
Highest share price	100.82
Lowest share price	95.42

Class 3 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	(1.63)
Operating charges	(0.08)
Return after operating charges[†]	(1.71)
Distributions	(0.17)
Retained distributions on accumulation shares	0.17
Closing net asset value per share	98.29
[†] after direct transaction costs of	(0.07)
Performance	
Return after charges (%)	(1.71)%
Other information	
Closing net asset value (£000)	9,830
Closing number of shares	10,001,000
Operating charges (%)[‡]	0.40%
Direct transaction costs (%)[#]	0.07%
Prices[≈]	
Highest share price	100.81
Lowest share price	95.41

COMPARATIVE TABLES (CONTINUED)

Class 4 Accumulation shares	2019§ p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges†	(1.62)
Operating charges	(0.08)
Return after operating charges†	(1.70)
Distributions	(0.18)
Retained distributions on accumulation shares	0.18
Closing net asset value per share	98.30
† after direct transaction costs of	(0.07)
Performance	
Return after charges (%)	(1.70)%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)‡	0.48%
Direct transaction costs (%)#	0.07%
Prices≈	
Highest share price	100.82
Lowest share price	95.42

§ The Fund launched 1 August 2019.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	01.08.19 to 15.10.19
Class 1	0.63%
Class 2	0.48%
Class 3	0.40%
Class 4	0.48%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

The ACD will apply a discount to the Fund Management Fee for 18 months from the date of the Fund's launch (the "Discount Period"). When the Discount Period ends, the Fund Management Fee will revert to the full published rate without further notice to shareholders.

The Discount Period for the fund will apply from 1 August 2019 until 31 January 2021. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 95.59%				
Belgium 2.34%				
Umicore	EUR	7,735	240	2.34
			240	2.34
Bermuda 3.05%				
Arch Capital Group	USD	9,495	312	3.05
			312	3.05
Cayman Islands 6.45%				
Alibaba Group Holding, ADR	USD	2,062	279	2.73
China Conch Venture Holdings	HKD	124,000	381	3.72
			660	6.45
China 1.63%				
Jiangsu Yanghe Brewery Joint-Stock (UBS) Warrant 29/04/2020	USD	14,500	167	1.63
			167	1.63
Finland 2.07%				
Nordea Bank	SEK	37,895	212	2.07
			212	2.07
France 2.62%				
AXA	EUR	13,084	268	2.62
			268	2.62
Germany 7.63%				
Bayer	EUR	5,616	322	3.14
Fresenius	EUR	6,038	224	2.19
Infineon Technologies	EUR	16,155	235	2.30
			781	7.63
Ireland 3.24%				
Medtronic	USD	3,902	332	3.24
			332	3.24
Isle of Man 2.76%				
GVC Holdings	GBP	33,810	283	2.76
			283	2.76
Japan 2.28%				
Murata Manufacturing	JPY	5,500	233	2.28
			233	2.28
Netherlands 3.28%				
Heineken	EUR	3,964	336	3.28
			336	3.28
South Korea 4.37%				
SK Hynix	KRW	4,706	254	2.48
WONIK IPS	KRW	9,300	193	1.89
			447	4.37
Switzerland 4.94%				
Lonza Group	CHF	888	235	2.29
Novartis	CHF	3,981	271	2.65
			506	4.94
United Kingdom 5.09%				
RELX	GBP	12,889	231	2.26
Standard Chartered	GBP	44,331	290	2.83
			521	5.09

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 43.84%				
Alphabet 'A'	USD	402	387	3.78
Comcast 'A'	USD	6,866	246	2.40
Diamondback Energy	USD	2,368	157	1.53
EOG Resources	USD	4,279	231	2.26
Equifax	USD	3,287	372	3.63
Fidelity National Information Services	USD	2,298	241	2.36
First Republic Bank	USD	3,352	258	2.52
IQVIA Holdings	USD	1,923	222	2.17
Microsoft	USD	2,181	241	2.36
Nasdaq	USD	3,812	296	2.89
NextEra Energy	USD	2,069	374	3.65
Sherwin-Williams	USD	559	243	2.37
Skyworks Solutions	USD	5,026	337	3.29
Thermo Fisher Scientific	USD	1,288	289	2.82
United Technologies	USD	2,750	295	2.88
UnitedHealth Group	USD	1,721	300	2.93
			4,489	43.84
Equities total			**9,787**	**95.59**
Investment assets			9,787	95.59
Net other assets			452	4.41
Net assets			**10,239**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

STATEMENT OF TOTAL RETURN

For the period from 1 August 2019 to 15 October 2019

	Notes	£000	Period ended 15.10.19* £000
Income			
Net capital losses	2		(186)
Revenue	3	28	
Expenses	4	(8)	
Net revenue before taxation		20	
Taxation	5	(3)	
Net revenue after taxation			17
Total return before distributions			**(169)**
Distributions	6		(17)
Change in net assets attributable to shareholders from investment activities			**(186)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the period from 1 August 2019 to 15 October 2019

	£000	Period ended 15.10.19* £000
Opening net assets attributable to shareholders		–
Movement due to issue and cancellation of shares:		
Amounts receivable on issue of shares	10,408	
Amounts payable on cancellation of shares	(1)	
		10,407
Change in net assets attributable to shareholders from investment activities (see above)		(186)
Retained distribution on accumulation shares		18
Closing net assets attributable to shareholders		**10,239**

* Fund launched on 1 August 2019.

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19* £000
Assets:		
Investments	7	9,787
Current assets:		
Debtors	8	8
Cash and bank balances	9	445
Total assets		**10,240**
Liabilities:		
Creditors:		
Other creditors	10	(1)
Total liabilities		**(1)**
Net assets attributable to shareholders		**10,239**

* Fund launched on 1 August 2019.

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital losses

	Period ended 15.10.19[§] £000
Net capital losses on investment during the period comprise:	
Currency gains	23
Non-derivative securities losses	(209)
Net capital losses	**(186)**

3 Revenue

	Period ended 15.10.19[§] £000
Overseas dividends	26
UK dividends	2
Total revenue	**28**

4 Expenses

	Period ended 15.10.19[§] £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:	
Fund Management Fee	8
Total expenses	**8**

The audit fee was £9,546. The audit fee forms part of the FMF.

[§] Fund launched on 1 August 2019.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Period ended 15.10.19[§] £000
Overseas tax suffered	3
Total current tax (see note 5b)	**3**

b Factors affecting current tax charge

The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%).

The differences are explained below:

	Period ended 15.10.19[§] £000
Net revenue before taxation	**20**
Corporation tax at 20%	4
Effects of:	
Movement in excess management expenses	2
Overseas dividends not subject to corporation tax	(5)
Overseas tax suffered	3
UK dividends not subject to corporation tax	(1)
Current tax charge (see note 5a)	**3**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

At the balance sheet date, there is a potential deferred tax asset of £1,641 in respect of unutilised management expenses of £8,205. It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the period.

6 Distributions

	Period ended 15.10.19[§] £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:	
Final distribution	18
	18
Deduct: Revenue received on issue of shares	(1)
Total distributions	**17**

Details of the distributions per share are set out in the distribution table on page 305.

[§] Fund launched on 1 August 2019.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	As at 15.10.19 Assets at £000
Level 1: Quoted prices	9,787
Total value	**9,787**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000
Accrued revenue	7
Overseas tax recoverable	1
Total debtors	**8**

9 Cash and bank balances

	As at 15.10.19 £000
Cash and bank balances	445
Total cash and bank balances	**445**

10 Other creditors

	As at 15.10.19 £000
Accrued expenses	1
Total other creditors	**1**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the period end.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee was £1,103. Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the period amounted to £17,412. The amount outstanding at the year end was £17,412. Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

Holdings at the year end and movements during the period are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 3 Accumulation shares)	10,001,000	10,001,000	–

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 4 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.63%
Class 2: 0.48%
Class 3: 0.40%
Class 4: 0.48%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 309 to 310. The distributions per share are given in the distribution table on pages 305. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Accumulation shares	–	2,039	–	–	2,039
Class 2 Accumulation shares	–	413,587	(868)	–	412,719
Class 3 Accumulation shares	–	10,001,000	–	–	10,001,000
Class 4 Accumulation shares	–	1,000	–	–	1,000

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values.

Currency risk

At the year end date, 88.18% of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 8.82%.

	Net foreign currency assets		
	Monetary exposure £000	Non-monetary exposure £000	Total £000
Currency	15.10.19	15.10.19	15.10.19
Euro	1	1,625	1,626
Hong Kong dollar	–	381	381
Japanese yen	5	233	238
South Korean won	–	447	447
Swedish krona	–	212	212
Swiss franc	29	506	535
US dollar	11	5,579	5,590

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 4.35% of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

Market price risk

At the year end date, 95.59% of the net assets of the Fund were invested in ordinary shares or stock units admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.56%.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
Purchases						
Equities	(10,337)	(2)	(4)	(10,343)	0.02%	0.04%
	(10,337)	(2)	(4)	(10,343)		
Sales						
Equities	347	–	–	347	0.00%	0.00%
	347	–	–	347		
Total		(2)	(4)			
Percentage of Fund average net assets		0.02%	0.05%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.05%. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end.

DISTRIBUTION TABLES

Final distribution payable in pence per share for the year ended 15 October 2019

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019
Class 1 Accumulation shares	Group 1	0.1309	–	0.1309
	Group 2	0.1240	0.0069	0.1309
Class 2 Accumulation shares	Group 1	0.1726	–	0.1726
	Group 2	0.0000	0.1726	0.1726
Class 3 Accumulation shares	Group 1	0.1741	–	0.1741
	Group 2	0.1741	0.0000	0.1741
Class 4 Accumulation shares	Group 1	0.1780	–	0.1780
	Group 2	0.1780	0.0000	0.1780

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 1 August 2019.
Group 2 shares are those shares purchased after 12:00 noon on 1 August 2019.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS GLOBAL EMERGING MARKETS EQUITY UNCONSTRAINED FUND

The Fund launched on 29 July 2019.

INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of emerging market companies.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in shares of emerging market (EM) companies.

Other investments: The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash, and deposits. Derivatives, such as futures, may be used from time to time, to gain market exposure which may be difficult or costly to achieve directly, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which may be hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed with an unconstrained and flexible investment style, allowing the Investment Manager the freedom to invest in selected companies of any size, and at any stage of the business cycle. This will include investing in market leading and mature companies which offer the potential for superior earnings growth and sustainable dividends respectively, as well as identifying companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company's value to increase in the future.

Environmental, Social & Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance and Risk Measurement: The Fund's performance is compared against the MSCI® Emerging Market Index* ("the Index").

The Fund's investment process is not constrained by the Index, so it will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. However, as the Fund is unconstrained by the range, it could operate outside of it and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcome. Therefore, the Fund's returns could be very similar to or very different from the Index.

The Index comprises large and medium sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from 24 emerging markets, and the Index is designed to provide a broad measure of global emerging markets equity market performance.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

* MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This prospectus is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

FUND MANAGER'S REPORT

Over the period from 29 July 2019 to 15 December 2019, the Aviva Investors Global Emerging Markets Equity Unconstrained Fund delivered a total return of -3.91% (share class 1), net of fees. The Fund's benchmark, the MSCI® Emerging Market Index ("the Index"), returned -6.24% over the same period.

Market Review

The Fund launched on 29 July 2019. Global equity markets became increasingly volatile during August as the trade dispute between the US and China escalated. Concerns over the implications for global economic growth, particularly as data softened further in export sensitive economies such as Germany and China, saw emerging markets underperform developed markets and lose ground over the reporting period since the Fund's launch.

From a regional perspective, Latin America was weakest, while emerging Asian markets held up relatively well. In Latin America, the Argentine market halved in value during August following a shock defeat for incumbent President Macri in the primary elections, raising concerns over political instability and a return to populism in the forthcoming presidential elections in October. Subsequently, the market recovered from August's lows despite the government announcing capital controls in the foreign exchange market. In Brazil, economic data continues to show a very slow recovery, even though second quarter growth surprised to the upside. Combined with low inflation, this allowed the central bank to start the easing cycle and indicate that more interest rate cuts are on the way. In Asia, Korea and Taiwan, both technology-oriented exchanges, performed relatively well. In Korea, the market was boosted by a significant inflow of money from pension funds and local institutions. Technology stocks led the gains, as investors began to price in an upturn in semiconductor demand. This benefited the Taiwanese market, which has a substantial weighting in technology stocks, notably in suppliers to Apple. In EMEA, Turkey gained ground as the central bank cut interest rates by 3.25% in September, which was well above economists' expectations. In contrast, the Russian market lost ground as the oil price drifted lower.

Fund Review

Since launch, the Fund has outperformed its benchmark index in market conditions where we have seen much bigger disparities at the country level than at the sector level. The Fund benefited from no exposure to the weak Saudi Arabian, Thai and Argentinian markets, while in Turkey our truck exporter Ford Otosan proved resilient to the fragile market thanks to its foreign currency revenue base. Stock selection in Brazil also made a positive contribution to relative performance, as all six of our holdings – Bradesco, Petrobras, Petrobras Distribuidora, education provider YDUQS and consumer stocks M Dias Branco and CBD – all outperformed the local benchmark.

AVIVA INVESTORS GLOBAL EMERGING MARKETS EQUITY UNCONSTRAINED FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Fund Review (continued)

In addition, the Fund does not own Chinese internet heavyweight Tencent, which continues to see weak earnings momentum within a flaccid domestic advertising environment. We see better investment opportunities in technology stocks which are not as well researched by the broader investment community. Our holdings in Korean mid-caps Wonik IPS, a provider of semiconductor production equipment, and software and cloud services specialist Douzone Bizon performed well.

Amongst financials, Indonesian micro-lender Bank Tabungan Pensiunan Nasional rose sharply on the back of excellent results and new sell-side broker coverage; this high growth niche financial services provider is still largely unknown by international investors.

Changes to the portfolio have been relatively restrained. We recently switched from Bradesco to Banco do Brasil within the Brazilian banking sector, seeing more internal improvement and valuation appeal at the latter. A new position was taken in Russian gas giant Gazprom where we detect signs of change in the company's capex and dividend priorities. Our technology weighting was increased through the purchase of Yageo. This Taiwanese capacitor maker has seen a volatile couple of years, but with the capacitor competitive landscape becoming more segmented and the prospect of structural demand growth from 5G there is the potential for more sustained cashflow growth going forward.

Outlook

The downside risks to global economic growth from a trade dispute escalation between the US and China have risen and are, in our view, not fully appreciated by markets. China's efforts to stabilise growth remain critical for both for the global economy, and for commodity markets. Beijing's credit tightening of 2018 has been reversed, while income tax cuts are supporting retail sales. However, although the purchasing managers' indices rebounded in Q1, data softened in Q2 and surveys have showed signs of further weakness in recent months. With the US/China trade conflict persisting and broadening to other countries, confidence has again been rattled, while Chinese economic growth for the second quarter was well below expectations. As a result, we are cautious on the near-term outlook for emerging markets.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 309 and 310 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Share Class 4 %
31.12.13 to 31.12.14	N/A	N/A	N/A	N/A
31.12.14 to 31.12.15	N/A	N/A	N/A	N/A
31.12.15 to 31.12.16	N/A	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A	N/A

Performance History – Accumulation Shares

Calendar year	Share Class 9 %	Benchmark* %
31.12.13 to 31.12.14		N/A
31.12.14 to 31.12.15		N/A
31.12.15 to 31.12.16		N/A
31.12.16 to 31.12.17		N/A
31.12.17 to 31.12.18		N/A

* Benchmark – MSCI® Emerging Market Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
Alibaba Group Holding, ADR	iShares MSCI China A UCITS Fund USD (Acc) Share Class
Taiwan Semiconductor Manufacturing	iShares MSCI EM UCITS Fund USD (Dist)
iShares MSCI India UCITS Fund USD (Acc) Share Class	iShares MSCI India UCITS Fund USD (Acc) Share Class
iShares MSCI EM UCITS Fund USD (Dist)	Pick n Pay Stores
iShares MSCI China A UCITS Fund USD (Acc) Share Class	NetEase, ADR
SK Hynix	
Hyundai Motor	
NetEase, ADR	
Sberbank of Russia	
Banco Bradesco, ADR Preference	

There were only 5 sales during the period.

AVIVA INVESTORS GLOBAL EMERGING MARKETS EQUITY UNCONSTRAINED FUND (CONTINUED)

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	4	5	**6**	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments will be affected by changes in exchange rates.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	(3.87)
Operating charges	(0.12)
Return after operating charges[†]	(3.99)
Distributions	(0.45)
Retained distributions on accumulation shares	0.45
Closing net asset value per share	96.01
[†] after direct transaction costs of	(0.09)
Performance	
Return after charges (%)	(3.99)%
Other information	
Closing net asset value (£000)	2
Closing number of shares	2,052
Operating charges (%)[‡]	0.63%
Direct transaction costs (%)[#]	0.09%
Prices[≈]	
Highest share price	99.81
Lowest share price	93.28

Class 2 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	(3.87)
Operating charges	(0.10)
Return after operating charges[†]	(3.97)
Distributions	(0.47)
Retained distributions on accumulation shares	0.47
Closing net asset value per share	96.03
[†] after direct transaction costs of	(0.09)
Performance	
Return after charges (%)	(3.97)%
Other information	
Closing net asset value (£000)	14
Closing number of shares	14,651
Operating charges (%)[‡]	0.48%
Direct transaction costs (%)[#]	0.09%
Prices[≈]	
Highest share price	99.81
Lowest share price	93.28

Class 3 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	(3.88)
Operating charges	(0.08)
Return after operating charges[†]	(3.96)
Distributions	(0.48)
Retained distributions on accumulation shares	0.48
Closing net asset value per share	96.04
[†] after direct transaction costs of	(0.09)
Performance	
Return after charges (%)	(3.96)%
Other information	
Closing net asset value (£000)	9,605
Closing number of shares	10,001,000
Operating charges (%)[‡]	0.40%
Direct transaction costs (%)[#]	0.09%
Prices[≈]	
Highest share price	99.81
Lowest share price	93.28

COMPARATIVE TABLES (CONTINUED)

Class 4 Accumulation shares	2019§ p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges†	(3.87)
Operating charges	(0.10)
Return after operating charges†	(3.97)
Distributions	(0.47)
Retained distributions on accumulation shares	0.47
Closing net asset value per share	96.03
† after direct transaction costs of	(0.09)
Performance	
Return after charges (%)	(3.97)%
Other information	
Closing net asset value (£000)	2,733
Closing number of shares	2,845,845
Operating charges (%)‡	0.48%
Direct transaction costs (%)#	0.09%
Prices≈	
Highest share price	99.81
Lowest share price	93.28

§ The Fund launched on 29 July 2019.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	29.07.19 to 15.10.19
Class 1	0.63%
Class 2	0.48%
Class 3	0.40%
Class 4	0.48%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

The ACD will apply a discount to the Fund Management Fee for 18 months from the date of the Fund's launch (the "Discount Period"). When the Discount Period ends, the Fund Management Fee will revert to the full published rate without further notice to shareholders.

The Discount Period for the fund will apply from 29 July 2019 until 28 January 2021. Please see the Prospectus for full details..

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Collective Investment Schemes 1.87%				
iShares MSCI India UCITS Fund USD (Acc) Share Class	GBP	57,294	231	1.87
Collective Investment Schemes total			**231**	**1.87**
Equities 93.58%				
Brazil 7.56%				
Banco Bradesco, ADR Preference	USD	38,313	251	2.03
Cia Brasileira de Distribuicao, ADR Preference	USD	8,897	138	1.12
Petrobras Distribuidora	BRL	33,996	179	1.45
Petroleo Brasileiro, ADR Preference	USD	16,560	173	1.40
YDUQS Part	BRL	27,150	193	1.56
			934	7.56
Cayman Islands 20.04%				
Alibaba Group Holding, ADR	USD	4,160	563	4.56
Baozun, ADR	USD	6,074	214	1.73
China Conch Venture Holdings	HKD	82,000	252	2.04
China State Construction International Holdings	HKD	346,000	248	2.01
CIFI Holdings Group	HKD	338,000	172	1.39
Dali Foods Group	HKD	357,000	185	1.50
NetEase, ADR	USD	1,033	226	1.83
Sands China	HKD	54,378	200	1.62
SITC International Holdings	HKD	233,583	197	1.59
ZTO Express Cayman, ADR	USD	13,552	219	1.77
			2,476	20.04
China 12.57%				
Aluminum Corp. of China 'H'	HKD	930,000	235	1.90
China National Accord Medicines (UBS) Warrant 03/08/2020	USD	37,257	184	1.49
Haier Smart Home (UBS) Warrant 25/06/2020	USD	98,000	171	1.38
Hangzhou Robam Appliances (UBS) Warrant 25/06/2020	USD	57,800	181	1.47
Jiangsu Yanghe Brewery Joint-Stock (UBS) Warrant 29/04/2020	USD	16,800	194	1.57
Livzon Pharmaceutical Group 'H'	HKD	84,900	180	1.46
PetroChina 'H'	HKD	420,204	173	1.40
Ping An Insurance Group Co. of China 'H'	HKD	24,717	235	1.90
			1,553	12.57
Hungary 1.51%				
OTP Bank	HUF	5,418	186	1.51
			186	1.51
India 5.72%				
HDFC Bank, ADR	USD	4,942	218	1.76
ICICI Bank, ADR	USD	20,638	193	1.56
Reliance Industries, GDR	USD	9,909	296	2.40
			707	5.72
Indonesia 5.63%				
Bank Rakyat Indonesia Persero	IDR	1,091,000	239	1.93
Bank Tabungan Pensiunan Nasional Syariah	IDR	1,038,524	223	1.81
Telekomunikasi Indonesia Persero, ADR	USD	10,009	233	1.89
			695	5.63
Jersey 1.25%				
United Co. RUSAL	HKD	463,000	154	1.25
			154	1.25
Malaysia 3.09%				
Hartalega Holdings	MYR	194,500	192	1.55
Tenaga Nasional	MYR	73,400	190	1.54
			382	3.09

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Poland 1.59%				
Powszechny Zaklad Ubezpieczen	PLN	26,297	197	1.59
			197	1.59
Russia 5.28%				
LUKOIL	USD	3,601	247	2.00
Novolipetsk Steel	USD	82,496	127	1.03
Sberbank of Russia	USD	99,390	278	2.25
			652	5.28
South Africa 3.49%				
Absa Group	ZAR	30,115	252	2.04
Sanlam	ZAR	43,177	179	1.45
			431	3.49
South Korea 14.84%				
Douzone Bizon	KRW	6,174	267	2.16
Hyundai Motor	KRW	3,585	291	2.36
LG Electronics	KRW	2,729	126	1.02
SK Hynix	KRW	6,754	365	2.95
SK Innovation	KRW	1,530	167	1.35
S-Oil	KRW	3,115	206	1.67
WONIK IPS	KRW	11,859	245	1.98
Woongjin Coway	KRW	2,946	167	1.35
			1,834	14.84
Taiwan 7.89%				
Taiwan Semiconductor Manufacturing	TWD	73,000	552	4.47
Tripod Technology	TWD	80,000	226	1.83
Yageo	TWD	25,000	197	1.59
			975	7.89
Thailand 1.89%				
Indorama Ventures	THB	273,700	233	1.89
			233	1.89
Turkey 1.23%				
Ford Otomotiv Sanayi	TRY	18,861	152	1.23
			152	1.23
Equities total			**11,561**	**93.58**
Investment assets			11,792	95.45
Net other assets			562	4.55
Net assets			**12,354**	**100.00**

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

STATEMENT OF TOTAL RETURN

For the period from 29 July 2019 to 15 October 2019

	Notes	£000	Period ended 15.10.19* £000
Income			
Net capital losses	2		(553)
Revenue	3	73	
Expenses	4	(11)	
Net revenue before taxation		62	
Taxation	5	(2)	
Net revenue after taxation			60
Total return before distributions			**(493)**
Distributions	6		(60)
Change in net assets attributable to shareholders from investment activities			**(553)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the period from 29 July 2019 to 15 October 2019

	£000	Period ended 15.10.19* £000
Opening net assets attributable to shareholders		–
Movement due to issue and cancellation of shares:		
Amounts receivable on issue of shares	12,935	
Amounts payable on cancellation of shares	(97)	
		12,838
Dilution adjustment		7
Change in net assets attributable to shareholders from investment activities (see above)		(553)
Retained distribution on accumulation shares		62
Closing net assets attributable to shareholders		**12,354**

* Fund launched on 29 July 2019.

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19* £000
Assets:		
Investments	7	11,792
Current assets:		
Debtors	8	411
Cash and bank balances	9	524
Total assets		**12,727**
Liabilities:		
Creditors:		
Other creditors	10	(373)
Total liabilities		**(373)**
Net assets attributable to shareholders		**12,354**

* Fund launched on 29 July 2019.

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital losses

	Period ended 15.10.19[§] £000
Net capital losses on investment during the period comprise:	
Currency losses	(27)
Derivative contracts losses	(47)
Non-derivative securities losses	(479)
Net capital losses	**(553)**

3 Revenue

	Period ended 15.10.19[§] £000
Bank and deposit interest	1
Overseas dividends	72
Total revenue	**73**

4 Expenses

	Period ended 15.10.19[§] £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:	
Fund Management Fee	11
Total expenses	**11**

The audit fee was £9,546. The audit fee forms part of the FMF.

[§] Fund launched on 29 July 2019.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Period ended 15.10.19[§] £000
Overseas tax suffered	2
Total current tax (see note 5b)	**2**

b Factors affecting current tax charge

The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%).

The differences are explained below:

	Period ended 15.10.19[§] £000
Net revenue before taxation	**62**
Corporation tax at 20%	12
Effects of:	
Movement in excess management expenses	1
Overseas dividends not subject to corporation tax	(13)
Overseas tax suffered	2
Current tax charge (see note 5a)	**2**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

At the balance sheet date, there is a potential deferred tax asset of £1,025 in respect of unutilised management expenses of £5,124. It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the period.

6 Distributions

	Period ended 15.10.19[§] £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:	
Final distribution	62
	62
Deduct: Revenue received on issue of shares	(2)
Total distributions	**60**

Details of the distributions per share are set out in the distribution table on page 321.

[§] Fund launched on 29 July 2019.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	As at 15.10.19 Assets at £000
Level 1: Quoted prices	11,792
Total value	**11,792**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000
Accrued revenue	15
Amounts receivable on issue of shares	47
Overseas tax recoverable	3
Sales awaiting settlement	346
Total debtors	**411**

9 Cash and bank balances

	As at 15.10.19 £000
Cash and bank balances	524
Total cash and bank balances	**524**

10 Other creditors

	As at 15.10.19 £000
Accrued expenses	1
Purchases awaiting settlement	372
Total other creditors	**373**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the period end.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee was £698. Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the period amounted to £48,259. The amount outstanding at the year end was £48,259. Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

Holdings at the year end and movements during the period are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 2 Accumulation shares)	13,651	13,651	–
ACD and related parties (Class 3 Accumulation shares)	10,001,000	10,001,000	–

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 4 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.63%
Class 2: 0.48%
Class 3: 0.40%
Class 4: 0.48%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 309 to 310. The distributions per share are given in the distribution table on pages 321. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 28.07.19	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Accumulation shares	–	2,052	–	–	2,052
Class 2 Accumulation shares	–	14,651	–	–	14,651
Class 3 Accumulation shares	–	10,001,000	–	–	10,001,000
Class 4 Accumulation shares	–	2,947,333	(101,488)	–	2,845,845

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values.

Currency risk

At the year end date, 93.99% of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.40%.

	Net foreign currency assets		
	Monetary exposure £000	Non-monetary exposure £000	Total £000
Currency	15.10.19	15.10.19	15.10.19
Brazilian real	–	372	372
Chinese yuan	3	–	3
Hong Kong dollar	21	2,231	2,252
Hungarian forint	–	186	186
Indonesian rupiah	–	462	462
Malaysian ringgit	–	382	382
Polish zloty	3	197	200
Russian ruble	3	–	3
South African rand	6	431	437
South Korean won	2	1,834	1,836
Taiwan dollar	3	975	978
Thailand baht	–	233	233
Turkish lira	–	152	152
US dollar	9	4,106	4,115

Interest rate risk

The Fund does not invest in either fixed or floating rate securities and interest rate risk exposure is restricted to interest receivable on bank deposits or payable on bank overdraft positions which will be affected by fluctuations in interest rates.

At the year end date 4.24% of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

Market price risk

At the year end date, 95.45% of the net assets of the Fund were invested in ordinary shares or stock units admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.55%.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
Purchases						
Equities	(12,253)	(6)	(5)	(12,264)	0.05%	0.04%
Funds	(1,222)	–	–	(1,222)	0.00%	0.00%
	(13,475)	(6)	(5)	(13,486)		
Sales						
Equities	280	–	–	280	0.00%	0.00%
Funds	935	–	–	935	0.00%	0.00%
	1,215	–	–	1,215		
Total		(6)	(5)			
Percentage of Fund average net assets		0.05%	0.04%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.17%. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end.

DISTRIBUTION TABLES

Final distribution payable in pence per share for the year ended 15 October 2019

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2019
Class 1 Accumulation shares	Group 1	0.4473	–	0.4473
	Group 2	0.4284	0.0189	0.4473
Class 2 Accumulation shares	Group 1	0.4734	–	0.4734
	Group 2	0.0692	0.4042	0.4734
Class 3 Accumulation shares	Group 1	0.4819	–	0.4819
	Group 2	0.4819	0.0000	0.4819
Class 4 Accumulation shares	Group 1	0.4677	–	0.4677
	Group 2	0.4167	0.0510	0.4677

Final distribution

Group 1 shares are those shares purchased at 12:00 noon on 29 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 29 July 2019.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS MANAGED HIGH INCOME FUND

INVESTMENT OBJECTIVE

The Fund will invest in bonds issued by companies and aims to provide an income of at least 110% of the income return of the benchmark, and an overall net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is a composite index, as detailed below.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in bonds (including those issued by governments and supranational organisations) issued in Sterling or hedged to Sterling, including exposure to emerging markets. A maximum of 70% of the Fund may be invested in sub-investment grade bonds, which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3.

Sub-investment grade bonds are typically regarded as being of lower quality than "investment grade" bonds, but typically offer a higher yield.

Other investments: The Fund may also invest in other bonds, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed with a flexible investment allocation approach across global bond markets. The Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk adjusted-returns. The Investment Manager will focus on identifying what they judge to be higher quality investment grade or sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

Environmental, Social and Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is measured against the Index, a composite benchmark of 40% Markit iBoxx® Sterling Non-Gilts Index, 50% Bloomberg Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Markets Bond Index (Sterling Hedged) after charges and taxes, whilst the income target is measured before charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of global bonds (approximately 3,600).

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Managed High Income Fund posted a total return of 7.61% (share class 1) net of fees. The Fund's composite benchmark*, 40% Markit iBoxx Sterling Non-Gilts Index, 50% Bloomberg Barclays Global High Yield Index ex CMBS ex EMG 2% issuer capped and 10% JPM Emerging Markets Bond Index, returned 7.33%.

Review
The Fund posted an attractive total return in what was a positive twelve months for fixed income markets. In the latter stages of 2018, when the corporate bond market was under significant pressure because of worries about possible interest rate hikes in an environment of slowing global growth, we held a cautious stance in terms of the Fund's duration (sensitivity to changes in interest rates). We gradually unwound this position when bond prices recovered in early 2019 and added credit risk to the portfolio, thereby taking advantage of cheaper valuations for many bonds. From spring into the period end, both credit risk and duration were held close to the benchmark. In sector terms, exposure to banks (Citigroup, HSBC), telecommunications (Verizon, AT&T) and subordinated insurance debt (AXA, Aviva) added value, while Tesco contributed well after a strong operating recovery saw its credit rating restored to investment-grade. Overall, exposure to longer-dated bonds profited from the change in interest rate guidance to looser policy. On the negative side, exposure to tobacco company Imperial Brands detracted as vaping attracted negative publicity, while weaker commodity prices and a weak second quarter earnings report led to weakness from Antero Resources.

AVIVA INVESTORS MANAGED HIGH INCOME FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

With the outlook for the global economy clouded by trade and political uncertainties, we expect fixed income markets to be supported by further stimulus. In 2020 we foresee at least one more interest rate cut by the US Federal Reserve and a further expansion of monetary support by the European Central Bank. This could be complemented by governments stepping up fiscal policy, with increased public spending and tax cuts to stimulate growth. We are nevertheless concerned about corporate bond market fundamentals, and in particular the high levels of debt carried by some issuers going into an environment of slowing growth. Uncertainty over trade is negative for some areas of the credit market and we are therefore avoiding cyclical companies and instead focusing on stable businesses in the higher-quality areas. While we believe that credit spreads will widen next year as the contraction in the global economy becomes more obvious, in the shorter term we expect further positive performance, not least because investor flows into the asset class have picked up significantly from twelve months ago. The market is also underpinned by the restarting of the European Central Bank's quantitative easing (QE) programme, which is scheduled for November. High-yield bonds are likely to be supported by investors' ongoing hunt for income in a low-yield environment. However, total returns on a twelve-month view are likely to be modest given the potential for rising defaults as global growth slows.

November 2019

* The benchmark was changed on 7 August 2019.

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 324 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	6.46	7.09	7.35	7.12
31.12.14 to 31.12.15	-1.06	-0.47	-0.22	-1.13
31.12.15 to 31.12.16	8.82	9.49	9.74	12.78
31.12.16 to 31.12.17	3.89	4.63	4.95	5.85
31.12.17 to 31.12.18	-3.77	-3.32	-3.02	-2.98

* Benchmark – a composite benchmark of 40% Markit iBoxx® Sterling Non-Gilts Index, 50% Bloomberg Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Markets Bond Index (Sterling Hedged).

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
UK Treasury 4.75% 07/12/2038	UK Treasury 4.75% 07/12/2038
UK Treasury 3.50% 22/01/2045	Prudential, FRN 11.37% 29/05/2039
Altice Luxembourg 8.00% 15/05/2027	Heathrow Funding 7.13% 14/02/2024
UK Treasury 1.00% 22/04/2024	Heathrow Finance 3.88% 01/03/2027
ZF Europe Finance 2.00% 23/02/2026	Firstgroup 6.13% 18/01/2019
Netflix 4.63% 15/05/2029	Segro, REIT 2.88% 11/10/2037
Netflix 3.88% 15/11/2029	America Movil 4.38% 07/08/2041
EDP – Energias de Portugal, FRN 4.50% 30/04/2079	UK Treasury 1.00% 22/04/2024
Medtronic Global Holdings 1.50% 02/07/2039	HCA 5.25% 15/06/2026
Volkswagen Financial Services 2.13% 27/06/2024	JPMorgan Chase, FRN 4.62% Perpetual

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	**3**	4	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	50.09	53.29	53.10
Return before operating charges†	4.24	(0.38)	2.90
Operating charges	(0.45)	(0.63)	(0.74)
Return after operating charges†	3.79	(1.01)	2.16
Distributions	(2.24)	(2.19)	(1.97)
Closing net asset value per share	51.64	50.09	53.29
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	7.57%	(1.90)%	4.07%
Other information			
Closing net asset value (£000)	38,581	39,426	45,100
Closing number of shares	74,707,760	78,708,566	84,633,889
Operating charges (%)‡	0.87%	1.21%	1.40%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	52.44	53.69	54.29
Lowest share price	48.87	50.34	52.09

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	75.16	79.95	79.67
Return before operating charges†	6.34	(0.57)	4.36
Operating charges	(0.48)	(0.50)	(0.51)
Return after operating charges†	5.86	(1.07)	3.85
Distributions	(3.54)	(3.72)	(3.57)
Closing net asset value per share	77.48	75.16	79.95
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	7.80%	(1.34)%	4.83%
Other information			
Closing net asset value (£000)	11,651	11,228	13,706
Closing number of shares	15,036,959	14,938,263	17,142,155
Operating charges (%)‡	0.62%	0.64%	0.65%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	78.49	80.60	81.46
Lowest share price	73.27	75.49	78.16

Class 3 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	100.93	107.37	106.99
Return before operating charges†	8.51	(0.76)	5.86
Operating charges	(0.33)	(0.36)	(0.37)
Return after operating charges†	8.18	(1.12)	5.49
Distributions	(5.06)	(5.32)	(5.11)
Closing net asset value per share	104.05	100.93	107.37
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.10%	(1.04)%	5.13%
Other information			
Closing net asset value (£000)	83,508	84,319	93,092
Closing number of shares	80,257,018	83,539,670	86,703,403
Operating charges (%)‡	0.32%	0.34%	0.35%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	105.42	108.25	109.42
Lowest share price	98.40	101.40	104.97

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.87%	0.87%
Class 2	0.62%	0.62%
Class 3	0.32%	0.32%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Collective Investment Schemes 9.69% (9.61%)				
Aviva Investors Emerging Markets Bond Fund Class Zqh, Income shares, EUR†	EUR	15,884	12,956	9.69
Collective Investment Schemes total			**12,956**	**9.69**
Equity 0.00% (0.05%)				
Ireland 0.00% (0.05%)				
Government Bonds 2.63% (0.51%)				
United Kingdom 2.63% (0.51%)				
UK Treasury 4.75% 07/12/2038	GBP	1,200,000	1,989	1.49
UK Treasury 3.50% 22/01/2045	GBP	1,000,000	1,528	1.14
			3,517	2.63
Government Bonds total			**3,517**	**2.63**
Corporate Bonds 78.63% (85.83%)				
Australia 0.51% (0.17%)				
FMG Resources August 2006 5.13% 15/03/2023	USD	640,000	521	0.39
FMG Resources August 2006 4.50% 15/09/2027	USD	205,000	156	0.12
			677	0.51
Bermuda 0.75% (0.11%)				
Fly Leasing 5.25% 15/10/2024	USD	710,000	580	0.43
Viking Cruises 5.88% 15/09/2027	USD	509,000	424	0.32
			1,004	0.75
Canada 1.46% (3.44%)				
Bausch Health 6.13% 15/04/2025	USD	715,000	580	0.43
Bausch Health 9.00% 15/12/2025	USD	350,000	307	0.23
IAMGOLD 7.00% 15/04/2025	USD	520,000	428	0.32
Norbord 5.75% 15/07/2027	USD	355,000	290	0.22
Videotron 5.38% 15/06/2024	USD	400,000	343	0.26
			1,948	1.46
Cayman Islands 1.12% (1.07%)				
THPA Finance 8.24% 15/03/2028	GBP	1,300,000	1,500	1.12
			1,500	1.12
France 3.20% (3.50%)				
Altice France 3.38% 15/01/2028	EUR	454,000	399	0.30
Altice France 5.50% 15/01/2028	USD	200,000	160	0.12
AXA, FRN 5.63% 16/01/2054	GBP	1,200,000	1,449	1.08
Loxam 3.75% 15/07/2026	EUR	681,000	602	0.45
Orange, FRN 5.88% Perpetual	GBP	668,000	723	0.54
PSA Tresorerie GIE 6.00% 19/09/2033	EUR	750,000	947	0.71
			4,280	3.20
Germany 0.42% (0.64%)				
IHO Verwaltungs 6.00% 15/05/2027	USD	700,000	563	0.42
			563	0.42
Ireland 0.51% (0.51%)				
GE Capital UK Funding 5.88% 18/01/2033	GBP	300,000	375	0.28
GE Capital UK Funding 8.00% 14/01/2039	GBP	200,000	305	0.23
			680	0.51
Isle of Man 0.51% (0.00%)				
Playtech 4.25% 07/03/2026	EUR	741,000	689	0.51
			689	0.51

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Italy 2.33% (2.38%)				
Enel, FRN 8.75% 24/09/2073	USD	1,000,000	921	0.69
Telecom Italia 5.88% 19/05/2023	GBP	1,500,000	1,654	1.24
Telecom Italia 2.38% 12/10/2027	EUR	602,000	537	0.40
			3,112	2.33
Japan 0.00% (0.70%)				
Jersey 0.63% (2.00%)				
AA Bond 5.50% 31/07/2043	GBP	1,000,000	847	0.63
			847	0.63
Luxembourg 2.20% (1.42%)				
Altice Luxembourg 8.00% 15/05/2027	EUR	1,568,000	1,490	1.12
Altice Luxembourg 10.50% 15/05/2027	USD	425,000	379	0.28
Consolidated Energy Finance 6.88% 15/06/2025	USD	380,000	297	0.22
Intelsat Jackson Holdings 8.00% 15/02/2024	USD	485,000	398	0.30
Matterhorn Telecom 3.13% 15/09/2026	EUR	427,000	374	0.28
			2,938	2.20
Mexico 0.99% (2.00%)				
America Movil, FRN 6.37% 06/09/2073	GBP	1,275,000	1,323	0.99
			1,323	0.99
Netherlands 3.61% (3.15%)				
Atotech Alpha 3 6.25% 01/02/2025	USD	600,000	474	0.35
Energizer Gamma Acquisition 4.63% 15/07/2026	EUR	665,000	609	0.46
Fiat Chrysler Automobiles 5.25% 15/04/2023	USD	650,000	545	0.41
OCI 6.63% 15/04/2023	USD	475,000	391	0.29
Telefonica Europe, FRN 6.75% Perpetual	GBP	1,100,000	1,155	0.86
Volkswagen Financial Services 2.13% 27/06/2024	GBP	700,000	705	0.53
ZF Europe Finance 2.00% 23/02/2026	EUR	1,100,000	952	0.71
			4,831	3.61
Norway 0.23% (0.00%)				
Aker BP 4.75% 15/06/2024	USD	375,000	307	0.23
			307	0.23
Supranational 0.60% (0.42%)				
Ardagh Packaging Finance 2.13% 15/08/2026	EUR	548,000	487	0.36
Connect Finco 6.75% 01/10/2026	USD	390,000	314	0.24
			801	0.60
United Kingdom 27.96% (32.83%)				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	1,254,000	1,165	0.87
Annington Funding 2.65% 12/07/2025	GBP	1,438,000	1,473	1.10
Aviva, FRN 6.88% 20/05/2058[†]	GBP	1,000,000	1,396	1.04
Barclays Bank 10.00% 21/05/2021	GBP	1,750,000	1,969	1.47
Drax Finco 6.63% 01/11/2025	USD	400,000	326	0.24
DS Smith 2.88% 26/07/2029	GBP	1,000,000	1,023	0.77
Eversholt Funding 6.70% 22/02/2035	GBP	1,000,000	1,307	0.98
First Hydro Finance 9.00% 31/07/2021	GBP	1,400,000	1,577	1.18
House of Fraser Funding, FRN 6.55% 15/09/2020[§]	GBP	456,000	11	0.01
HSBC Holdings 6.75% 11/09/2028	GBP	1,400,000	1,851	1.39
HSBC Holdings, FRN 5.88% Perpetual	GBP	1,207,000	1,283	0.96
Imperial Brands Finance 9.00% 17/02/2022	GBP	1,900,000	2,220	1.66
Investec Bank 9.63% 17/02/2022	GBP	1,100,000	1,274	0.95
Investec Bank, FRN 4.25% 24/07/2028	GBP	963,000	978	0.73
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	1,239,606	1,575	1.18
Kelda Finance No. 3 5.75% 17/02/2020	GBP	750,000	754	0.56
Legal & General Group, FRN 10.00% 23/07/2041	GBP	2,000,000	2,285	1.71

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United Kingdom 27.96% (32.83%) (continued)				
Lloyds Bank, FRN 12.00% Perpetual	USD	2,412,000	2,292	1.71
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	1,800,000	2,049	1.53
Newcastle Building Society, FRN 3.85% 23/12/2019	GBP	1,200,000	1,143	0.86
Prudential, FRN 5.63% 20/10/2051	GBP	1,300,000	1,484	1.11
RAC Bond 4.57% 06/05/2046	GBP	1,400,000	1,400	1.05
RAC Bond 5.00% 06/05/2046	GBP	846,000	761	0.57
Saga 3.38% 12/05/2024	GBP	750,000	660	0.49
Tesco Property Finance 3 5.74% 13/04/2040	GBP	869,593	1,112	0.83
Virgin Media Secured Finance 5.25% 15/01/2026	USD	500,000	406	0.30
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	1,300,000	1,359	1.02
Vodafone Group, FRN 4.87% 03/10/2078	GBP	700,000	740	0.55
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	1,100,000	1,518	1.14
			37,391	27.96
United States of America 31.60% (31.49%)				
Acadia Healthcare 6.13% 15/03/2021	USD	510,000	404	0.30
Albertsons 6.63% 15/06/2024	USD	650,000	536	0.40
Alliant Holdings Intermediate 6.75% 15/10/2027	USD	105,000	84	0.06
Allison Transmission 5.00% 01/10/2024	USD	140,000	113	0.08
Ally Financial 5.75% 20/11/2025	USD	765,000	666	0.50
American Axle & Manufacturing 6.25% 15/03/2026	USD	495,000	366	0.27
Antero Resources 5.13% 01/12/2022	USD	160,000	108	0.08
Aramark Services 5.00% 01/02/2028	USD	630,000	517	0.39
Archrock Partners 6.88% 01/04/2027	USD	260,000	215	0.16
Ascent Resources Utica Holdings 7.00% 01/11/2026	USD	290,000	188	0.14
AT&T 4.25% 01/06/2043	GBP	1,700,000	1,959	1.47
Avis Budget Car Rental 5.75% 15/07/2027	USD	260,000	212	0.16
Blue Racer Midstream 6.63% 15/07/2026	USD	490,000	373	0.28
Boyd Gaming 6.38% 01/04/2026	USD	465,000	390	0.29
Bruin E&P Partners 8.88% 01/08/2023	USD	115,000	65	0.05
Caesars Resort Collection 5.25% 15/10/2025	USD	400,000	321	0.24
CCO Holdings 5.50% 01/05/2026	USD	1,050,000	870	0.65
Centene 5.38% 01/06/2026	USD	375,000	312	0.23
Centennial Resource Production 5.38% 15/01/2026	USD	680,000	499	0.37
Cheniere Energy Partners 5.63% 01/10/2026	USD	470,000	394	0.29
Cheniere Energy Partners 4.50% 01/10/2029	USD	30,000	24	0.02
Churchill Downs 5.50% 01/04/2027	USD	355,000	298	0.22
Citigroup 4.50% 03/03/2031	GBP	1,500,000	1,804	1.35
CommScope 6.00% 01/03/2026	USD	450,000	362	0.27
Consolidated Communications 6.50% 01/10/2022	USD	560,000	387	0.29
CSC Holdings 6.63% 15/10/2025	USD	565,000	476	0.36
CVR Partners 9.25% 15/06/2023	USD	455,000	376	0.28
CyrusOne, REIT 5.38% 15/03/2027	USD	630,000	532	0.40
DaVita 5.13% 15/07/2024	USD	655,000	525	0.39
DCP Midstream Operating 5.38% 15/07/2025	USD	215,000	182	0.14
Diamond Sports Group 5.38% 15/08/2026	USD	320,000	263	0.20
Diamondback Energy 4.75% 01/11/2024	USD	636,000	514	0.38
Eldorado Resorts 6.00% 01/04/2025	USD	650,000	540	0.40
Encompass Health 5.75% 01/11/2024	USD	431,000	344	0.26
Encompass Health 4.50% 01/02/2028	USD	50,000	40	0.03
Encompass Health 4.75% 01/02/2030	USD	50,000	40	0.03
Energizer Holdings 6.38% 15/07/2026	USD	615,000	517	0.39
Envision Healthcare Corp. 8.75% 15/10/2026	USD	325,000	150	0.11
Equinix, REIT 5.75% 01/01/2025	USD	260,000	213	0.16
Flex Acquisition 7.88% 15/07/2026	USD	510,000	375	0.28
Genesis Energy 6.25% 15/05/2026	USD	865,000	646	0.48
Golden Nugget 6.75% 15/10/2024	USD	420,000	339	0.25
Gray Television 7.00% 15/05/2027	USD	220,000	190	0.14

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 31.60% (31.49%) (continued)				
Greif 6.50% 01/03/2027	USD	480,000	402	0.30
HCA 5.88% 01/02/2029	USD	625,000	555	0.42
Hologic 4.38% 15/10/2025	USD	500,000	406	0.30
Horizon Pharma USA 5.50% 01/08/2027	USD	400,000	329	0.25
HUB International 7.00% 01/05/2026	USD	325,000	259	0.19
Icahn Enterprises 6.25% 15/05/2026	USD	420,000	348	0.26
IQVIA 5.00% 15/10/2026	USD	500,000	415	0.31
Iron Mountain, REIT 4.88% 15/09/2027	USD	885,000	712	0.53
JPMorgan Chase, FRN 4.62% Perpetual	USD	500,000	386	0.29
Level 3 Financing 4.63% 15/09/2027	USD	300,000	240	0.18
Live Nation Entertainment 4.75% 15/10/2027	USD	105,000	86	0.06
M/I Homes 6.75% 15/01/2021	USD	650,000	518	0.39
MasTec 4.88% 15/03/2023	USD	650,000	521	0.39
Mattel 6.75% 31/12/2025	USD	341,000	281	0.21
Meredith 6.88% 01/02/2026	USD	630,000	505	0.38
MGM Resorts International 6.63% 15/12/2021	USD	570,000	487	0.36
Moss Creek Resources Holdings 7.50% 15/01/2026	USD	540,000	305	0.23
MPT Operating Partnership, REIT 4.63% 01/08/2029	USD	240,000	195	0.15
MSCI 5.75% 15/08/2025	USD	605,000	503	0.38
National CineMedia 5.88% 15/04/2028	USD	80,000	66	0.05
Netflix 3.88% 15/11/2029	EUR	1,061,000	963	0.72
Netflix 5.38% 15/11/2029	USD	315,000	260	0.19
NGL Energy Partners 7.50% 01/11/2023	USD	610,000	487	0.36
NRG Energy 6.63% 15/01/2027	USD	540,000	463	0.35
Oceaneering International 6.00% 01/02/2028	USD	755,000	564	0.42
Parsley Energy 5.63% 15/10/2027	USD	485,000	388	0.29
Penske Automotive Group 5.50% 15/05/2026	USD	440,000	362	0.27
Plastipak Holdings 6.25% 15/10/2025	USD	525,000	339	0.25
Scientific Games International 10.00% 01/12/2022	USD	322,000	263	0.20
Scotts Miracle-Gro 4.50% 15/10/2029	USD	165,000	130	0.10
SemGroup 5.63% 15/11/2023	USD	515,000	417	0.31
Service Corp. International 5.13% 01/06/2029	USD	675,000	569	0.43
Sirius XM Radio 5.50% 01/07/2029	USD	600,000	510	0.38
Six Flags Entertainment 4.88% 31/07/2024	USD	615,000	501	0.38
Springleaf Finance 6.13% 15/03/2024	USD	650,000	551	0.41
Sprint 7.88% 15/09/2023	USD	1,325,000	1,161	0.87
Stericycle 5.38% 15/07/2024	USD	475,000	389	0.29
Targa Resources Partners 5.88% 15/04/2026	USD	630,000	523	0.39
Teleflex 4.88% 01/06/2026	USD	510,000	422	0.32
Tempur Sealy International 5.63% 15/10/2023	USD	650,000	528	0.40
Tenet Healthcare 5.13% 01/11/2027	USD	715,000	585	0.44
TerraForm Power Operating 4.75% 15/01/2030	USD	215,000	172	0.13
T-Mobile USA 6.50% 15/01/2026	USD	450,000	382	0.29
Toll Brothers Finance 5.88% 15/02/2022	USD	825,000	696	0.52
United Rentals North America 6.50% 15/12/2026	USD	615,000	526	0.39
United States Steel 6.25% 15/03/2026	USD	375,000	237	0.18
USA Compression Partners 6.88% 01/09/2027	USD	630,000	513	0.38
Verizon Communications 2.88% 15/01/2038	EUR	1,600,000	1,701	1.27
Verscend Escrow 9.75% 15/08/2026	USD	310,000	258	0.19
ViaSat 5.63% 15/04/2027	USD	435,000	363	0.27
Vistra Operations 5.63% 15/02/2027	USD	480,000	403	0.30
Western Digital 4.75% 15/02/2026	USD	700,000	565	0.42
WPX Energy 5.25% 15/10/2027	USD	510,000	399	0.30
Zayo Group 5.75% 15/01/2027	USD	535,000	432	0.32
			42,270	31.60
Corporate Bonds total			**105,161**	**78.63**

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Swaps 0.00% ((0.10)%)				
Forward Currency Contracts 2.48% (1.51%)				
Buy EUR 200,000 sell GBP 177,919 dated 05/12/2019			(4)	–
Buy GBP 24,745,189 sell EUR 27,172,000 dated 05/12/2019			1,048	0.78
Buy GBP 55,753,834 sell USD 67,625,000 dated 05/12/2019			2,395	1.79
Buy USD 3,350,000 sell GBP 2,770,757 dated 05/12/2019			(127)	(0.09)
Forward Currency Contracts total			**3,312**	**2.48**
Futures 0.02% ((0.01)%)				
Euro-Bund 06/12/2019	EUR	(7)	25	0.02
Euro-Buxl 30 Year Bond 06/12/2019	EUR	(2)	18	0.01
Long Gilt 27/12/2019	GBP	24	(18)	(0.01)
US Long Bond 19/12/2019	USD	(2)	5	–
Futures total			**30**	**0.02**
Investment assets (including investment liabilities)			124,976	93.45
Net other assets			8,764	6.55
Net assets			**133,740**	**100.00**

All holdings are ordinary Shares or stock units or debt securities and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

† A related party to the Fund.

§ Security is currently in default.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		4,043		(8,854)
Revenue	3	7,052		7,795	
Expenses	4	(683)		(889)	
Net revenue before taxation		6,369		6,906	
Taxation	5	–		–	
Net revenue after taxation			6,369		6,906
Total return before distributions			**10,412**		**(1,948)**
Distributions	6		(6,369)		(6,906)
Change in net assets attributable to shareholders from investment activities			**4,043**		**(8,854)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**134,973**		**151,898**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	8,410		8,012	
Amounts payable on cancellation of shares	(13,689)		(16,087)	
		(5,279)		(8,075)
Change in net assets attributable to shareholders from investment activities (see above)		4,043		(8,854)
Unclaimed distributions		3		4
Closing net assets attributable to shareholders		**133,740**		**134,973**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	125,125	131,667
Current assets:			
Debtors	8	1,867	2,266
Cash and bank balances	9	9,563	2,769
Total assets		**136,555**	**136,702**
Liabilities:			
Investment liabilities	7	(149)	(208)
Creditors:			
Distribution payable		(1,130)	(1,139)
Other creditors	10	(1,536)	(382)
Total liabilities		**(2,815)**	**(1,729)**
Net assets attributable to shareholders		**133,740**	**134,973**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Compensation items	1	–
Currency losses	(2,272)	(28)
Derivative contracts (losses)/gains	(16)	28
Expenses relating to the purchase and sale of investments	–	(5)
Forward currency contracts losses	(611)	(827)
Non-derivative securities gains/(losses)	6,941	(8,022)
Net capital gains/(losses)	**4,043**	**(8,854)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	16	–
Interest on debt securities	6,320	7,112
Income from derivatives	–	(23)
Revenue from offshore funds	716	706
Total revenue	**7,052**	**7,795**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD periodic charges*	677	819
Registration fees	–	36
	677	855
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	13
Interest payable	6	3
Safe custody fee	–	8
	6	24
Other expenses:		
Audit fee**	–	7
Statement fees	–	3
	–	10
Total expenses	**683**	**889**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,790 (2018: £9,413) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Corporation tax	–	–
Total current tax (see note 5b)	**–**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**6,369**	**6,906**
Corporation tax at 20%	1,274	1,381
Effects of:		
Tax deductible on interest distributions	(1,274)	(1,381)
Current tax charge (see note 5a)	**–**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Gross interest distribution for the six months ended 15 April	3,082	3,185
Gross interest distribution for the five months ended 15 September	2,602	3,104
Gross interest distribution for the month ended 15 October	669	594
	6,353	6,883
Add: Revenue deducted on cancellation of shares	32	38
Deduct: Revenue received on issue of shares	(16)	(15)
Total distributions	**6,369**	**6,906**

Details of the distributions per share are set out in the distribution tables on pages 338 to 341.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	48	(18)	107	(44)
Level 2: Observable market data	124,486	(131)	131,560	(164)
Level 3: Unobservable data	591	–	–	–
Total value	**125,125**	**(149)**	**131,667**	**(208)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority is given to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	1,661	2,143
Amounts receivable on issue of shares	–	34
Sales awaiting settlement	206	89
Total debtors	**1,867**	**2,266**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing house and brokers	26	109
Cash and bank balances	9,537	2,660
Total cash and bank balances	**9,563**	**2,769**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	26	80
Amounts payable for cancellation of shares	171	234
Purchases awaiting settlement	1,339	68
Total other creditors	**1,536**	**382**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £25,521 (2018: £79,542). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £4,207,864 (2018: £4,618,616). The amount outstanding at the year end was £681,477 (2018: £682,558). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement. The total sales on these investments during the year amounted to £1,093,917 (2018: £nil). The income received during the year amounted to £822,063 (2018: £816,367).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 2 Income shares)	2,366,611	(113,443)	2,480,054
ACD and related parties (Class 3 Income shares)	80,257,018	(3,282,652)	83,539,670

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.87%
Class 2: 0.62%
Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 324. The distributions per share are given in the distribution tables on pages 338 to 341. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	78,708,566	1,071,676	(5,011,924)	(60,558)	74,707,760
Class 2 Income shares	14,938,263	3,105,965	(3,047,698)	40,429	15,036,959
Class 3 Income shares	83,539,670	5,357,975	(8,640,627)	–	80,257,018

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments
The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities
There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk
At the year end date, (0.48)% (2018: (0.04)%) of the net assets of the Fund were denominated in currencies other than sterling and such the currency risk is not considered significant.

Interest rate risk
The interest rate profile of the Fund's financial assets and liabilities at 15 October 2019 was:

Currency 15.10.19	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	1,583	9,750	13,295	24,628
Sterling	6,897	50,348	81,430	138,675
US dollar	2,980	46,683	3,463	53,126
Financial Liabilities				
Euro	–	–	(24,653)	(24,653)
Sterling	–	–	(4,294)	(4,294)
US dollar	–	–	(53,742)	(53,742)
Total	**11,460**	**106,781**	**15,499**	**133,740**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2018 was:

Currency 15.10.18	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	595	7,188	13,307	21,090
Sterling	3,360	56,219	76,945	136,524
US dollar	1,006	50,935	837	52,778
Financial Liabilities				
Euro	–	–	(21,281)	(21,281)
Sterling	–	–	(1,497)	(1,497)
US dollar	–	–	(52,641)	(52,641)
Total	**4,961**	**114,342**	**15,670**	**134,973**

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

The floating rate financial assets comprise investments in variable interest rate paying corporate debt and bank balances that bear interest on LIBOR or its equivalent.

Interest rate exposures
The Aviva Investors Investment Risk Team performs regular stress testing across all portfolios to determine market sensitivities and risk exposures using BlackRock's Aladdin risk model and stress testing methodology. Under this methodology, if 5Y GBP interest rates had increased by 1% as at the balance sheet date, the net asset value of the Fund would have decreased by £7,923,655 (2018: £7,377,759). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £7,923,655 (2018: £7,377,759). These calculations assume the interest rate shock is propagated to all risk factors the Fund is exposed to, based on historical market correlations and volatilities between factors.

Market price risk
At the year end date, 93.45% (2018: 97.40%) of the net assets of the Fund were invested in stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.35% (2018: 9.74%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Counterparty exposure

Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts, futures contracts and credit default swaps. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

15.10.19	Forward currency contracts £000	Futures contracts £000	Total £000
Goldman Sachs	915	–	915
J.P. Morgan	7	48	55
Merrill Lynch	2	–	2
Royal Bank of Canada	2,371	–	2,371
Société Générale	20	–	20
UBS	(3)	–	(3)
Total	**3,312**	**48**	**3,360**

15.10.18	Forward currency contracts £000	Futures contracts £000	Total £000
BNP Paribas	1	–	1
Goldman Sachs	602	–	602
JPMorgan	–	33	33
Merrill Lynch	(19)	–	(19)
Royal Bank of Scotland	1,456	–	1,456
Standard Chartered	(8)	–	(8)
Total	**2,032**	**33**	**2,065**

The counterparty exposure on forward currency contracts is reported at their mark to market values but for futures contracts and credit default swaps it is only the positive mark to market values that are reported.

Collateral

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2018: £nil).

17 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	39,760	45,723	29.76%	33.90%
Below investment grade securities	66,187	67,056	49.45%	49.67%
Unrated securities	2,731	3,754	2.05%	2.77%
Total debt securities	**108,678**	**116,533**	**81.26%**	**86.34%**

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

18 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2019 (2018: £nil). The total purchases for the year amounted to £52,295,361 (2018: £54,681,518) and the total sales amounted to £66,884,403 (2018: £70,455,891).

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.61% (2018: 0.76%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

19 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018:£nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the month ended 15 October 2019

Income shares		Gross revenue	Equalisation	Final distribution payable 27 November 2019	Final distribution paid 27 November 2018
Class 1 Income shares	Group 1	0.2802	–	0.2802	0.2318
	Group 2	0.1023	0.1779	0.2802	0.2318
Class 2 Income shares	Group 1	0.3562	–	0.3562	0.3065
	Group 2	0.1764	0.1798	0.3562	0.3065
Class 3 Income shares	Group 1	0.5061	–	0.5061	0.4378
	Group 2	0.3174	0.1887	0.5061	0.4378

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 September 2019.

Interim distribution paid in pence per share for the month ended 15 September 2019

Income shares		Gross revenue	Equalisation	Interim distribution payable 27 October 2019	Interim distribution paid 27 October 2018
Class 1 Income shares	Group 1	0.2200	–	0.2200	0.2500
	Group 2	0.0365	0.1835	0.2200	0.2500
Class 2 Income shares	Group 1	0.2243	–	0.2243	0.2557
	Group 2	0.0613	0.1630	0.2243	0.2557
Class 3 Income shares	Group 1	0.3263	–	0.3263	0.3688
	Group 2	0.1805	0.1458	0.3263	0.3688

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 August 2019.

Interim distribution paid in pence per share for the month ended 15 August 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 September 2019	Interim distribution paid 27 September 2018
Class 1 Income shares	Group 1	0.2000	–	0.2000	0.2350
	Group 2	0.0000	0.2000	0.2000	0.2350
Class 2 Income shares	Group 1	0.2802	–	0.2802	0.3099
	Group 2	0.1088	0.1714	0.2802	0.3099
Class 3 Income shares	Group 1	0.4029	–	0.4029	0.4440
	Group 2	0.2621	0.1408	0.4029	0.4440

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 July 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 25 August 2019	Interim distribution paid 27 August 2018
Class 1 Income shares	Group 1	0.1900	–	0.1900	0.2200
	Group 2	0.0000	0.1900	0.1900	0.2200
Class 2 Income shares	Group 1	0.3702	–	0.3702	0.3721
	Group 2	0.1316	0.2386	0.3702	0.3721
Class 3 Income shares	Group 1	0.5237	–	0.5237	0.5235
	Group 2	0.2992	0.2245	0.5237	0.5235

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 June 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 June 2019.

Interim distribution paid in pence per share for the month ended 15 June 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 July 2019	Interim distribution paid 27 July 2018
Class 1 Income shares	Group 1	0.1850	–	0.1850	0.1800
	Group 2	0.0000	0.1850	0.1850	0.1800
Class 2 Income shares	Group 1	0.2693	–	0.2693	0.4296
	Group 2	0.1048	0.1645	0.2693	0.4296
Class 3 Income shares	Group 1	0.3870	–	0.3870	0.6034
	Group 2	0.2119	0.1751	0.3870	0.6034

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 May 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 May 2019.

Interim distribution paid in pence per share for the month ended 15 May 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 June 2019	Interim distribution paid 27 June 2018
Class 1 Income shares	Group 1	0.1850	–	0.1850	0.1700
	Group 2	0.0000	0.1850	0.1850	0.1700
Class 2 Income shares	Group 1	0.2746	–	0.2746	0.3017
	Group 2	0.1054	0.1692	0.2746	0.3017
Class 3 Income shares	Group 1	0.3942	–	0.3942	0.4326
	Group 2	0.2575	0.1367	0.3942	0.4326

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 April 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 May 2019	Interim distribution paid 27 May 2018
Class 1 Income shares	Group 1	0.1750	–	0.1750	0.1600
	Group 2	0.0000	0.1750	0.1750	0.1600
Class 2 Income shares	Group 1	0.3763	–	0.3763	0.3485
	Group 2	0.1718	0.2045	0.3763	0.3485
Class 3 Income shares	Group 1	0.5316	–	0.5316	0.4929
	Group 2	0.3313	0.2003	0.5316	0.4929

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 March 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 March 2019.

Interim distribution paid in pence per share for the month ended 15 March 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 April 2019	Interim distribution paid 27 April 2018
Class 1 Income shares	Group 1	0.1700	–	0.1700	0.1600
	Group 2	0.0040	0.1660	0.1700	0.1600
Class 2 Income shares	Group 1	0.2417	–	0.2417	0.2602
	Group 2	0.0706	0.1711	0.2417	0.2602
Class 3 Income shares	Group 1	0.3480	–	0.3480	0.3737
	Group 2	0.1938	0.1542	0.3480	0.3737

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 February 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 February 2019.

Interim distribution paid in pence per share for the month ended 15 February 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 March 2019	Interim distribution paid 27 March 2018
Class 1 Income shares	Group 1	0.1700	–	0.1700	0.1600
	Group 2	0.0071	0.1629	0.1700	0.1600
Class 2 Income shares	Group 1	0.2400	–	0.2400	0.2525
	Group 2	0.0950	0.1450	0.2400	0.2525
Class 3 Income shares	Group 1	0.3481	–	0.3481	0.3664
	Group 2	0.2270	0.1211	0.3481	0.3664

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 January 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 February 2019	Interim distribution paid 27 February 2018
Class 1 Income shares	Group 1	0.1650	–	0.1650	0.1500
	Group 2	0.0000	0.1650	0.1650	0.1500
Class 2 Income shares	Group 1	0.3676	–	0.3676	0.3620
	Group 2	0.1465	0.2211	0.3676	0.3620
Class 3 Income shares	Group 1	0.5198	–	0.5198	0.5134
	Group 2	0.3439	0.1759	0.5198	0.5134

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 December 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 December 2018.

Interim distribution paid in pence per share for the month ended 15 December 2018

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 January 2019	Interim distribution paid 27 January 2018
Class 1 Income shares	Group 1	0.1550	–	0.1550	0.1200
	Group 2	0.0512	0.1038	0.1550	0.1200
Class 2 Income shares	Group 1	0.2661	–	0.2661	0.2283
	Group 2	0.0738	0.1923	0.2661	0.2283
Class 3 Income shares	Group 1	0.3812	–	0.3812	0.3331
	Group 2	0.1795	0.2017	0.3812	0.3331

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 November 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 November 2018.

Interim distribution paid in pence per share for the month ended 15 November 2018

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 December 2018	Interim distribution paid 27 December 2017
Class 1 Income shares	Group 1	0.1400	–	0.1400	0.1500
	Group 2	0.0714	0.0686	0.1400	0.1500
Class 2 Income shares	Group 1	0.2726	–	0.2726	0.2949
	Group 2	0.0903	0.1823	0.2726	0.2949
Class 3 Income shares	Group 1	0.3918	–	0.3918	0.4254
	Group 2	0.2313	0.1605	0.3918	0.4254

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS MONTHLY INCOME PLUS FUND

INVESTMENT OBJECTIVE

The Fund will invest in bonds issued by companies and aims to provide an income equivalent to the benchmark, and an overall net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is the Markit iBoxx® Sterling Non-Gilts Total Return Index.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in bonds which have been independently rated as "investment grade" with a credit rating of BBB-/Baa3 or above, issued by companies and supranational organisations in Sterling or hedged to Sterling.

Other investments: The Fund may also invest in other bonds, including those issued by governments, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk adjusted-returns. The Investment Manager will focus on identifying what they judge to be higher quality corporate bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

Environmental, Social and Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is measured against the Index, after charges and taxes, whilst the income target is measured before charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of investment grade bonds issued by companies and denominated in Sterling, with a date to maturity date exceeding 1 year, but excludes government bonds.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors Monthly Income Plus Fund delivered a total return of 9.05% (share class 1) net of fees. The Fund's benchmark, the Markit iBoxx Sterling Non-Gilts Total Return Index, returned 8.95%.

Review
The Fund posted an attractive total return in what was a positive twelve months for fixed income markets. In the latter stages of 2018, when the corporate bond market was under significant pressure because of worries about possible interest rate hikes in an environment of slowing global growth, we held a cautious stance in terms of the Fund's duration (sensitivity to changes in interest rates). We gradually unwound this position when bond prices recovered in early 2019 and added credit risk to the portfolio, thereby taking advantage of cheaper valuations for many bonds. From spring into the period end, both credit risk and duration were held close to the benchmark. Fund returns were boosted by holdings of corporate hybrids (a mixture of debt and equity), with long-dated issues from Telefonica, Enel and Orange performing strongly over the year. Exposure to gilts was also helpful given the market's strong rally on hopes for looser monetary policy globally. In sector terms, exposure to UK banks (Barclays, HSBC) and subordinated insurance debt (AXA, Aviva) added value, while Tesco contributed well after a strong operating recovery saw its credit rating restored to investment-grade.

A notable detractor was roadside recovery group AA, which only belatedly regained momentum after announcing weak profits in 2018. Uncertainty about the prospects for UK retailers also led to disappointing returns by the shopping centre operator Intu Metrocentre.

AVIVA INVESTORS MONTHLY INCOME PLUS FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

We are concerned about corporate bond market fundamentals, and in particular the high levels of debt carried by some issuers going into an environment of slowing growth. Uncertainty over trade is negative for some areas of the credit market and we are therefore avoiding cyclical companies and instead focusing on stable businesses in the higher-quality areas. While we believe that credit spreads will widen next year as the contraction of the global economy becomes more obvious, in the shorter term we expect further positive performance, not least because investor flows into the asset class have picked up significantly from twelve months ago. The market is also underpinned by the restarting of the European Central Bank's quantitative easing (QE) programme, which is scheduled for November. Although the composition of the asset repurchasing has not yet been announced, the fact that the ECB is already close to its limits in terms of sovereign bond buying means that corporate bonds are likely to be included. During the last round of QE, this proved to be highly supportive of the credit markets, including sterling.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 344 and 345 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.13 to 31.12.14	10.76	11.20	12.20
31.12.14 to 31.12.15	0.02	0.42	0.49
31.12.15 to 31.12.16	8.69	9.13	10.65
31.12.16 to 31.12.17	4.55	5.06	4.32
31.12.17 to 31.12.18	-2.96	-2.62	-1.51

* Benchmark – Markit iBoxx® Sterling Non-Gilts Total Return Index.

Perfromance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.13 to 31.12.14	10.76	11.21	11.47	12.20
31.12.14 to 31.12.15	0.02	0.42	0.66	0.49
31.12.15 to 31.12.16	8.69	9.13	9.39	10.65
31.12.16 to 31.12.17	4.55	5.05	5.36	4.32
31.12.17 to 31.12.18	-2.96	-2.61	-2.32	-1.51

* Benchmark – Markit iBoxx® Sterling Non-Gilts Total Return Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge. .

Material Portfolio Changes

Purchases	Sales
UK Treasury 3.25% 22/01/2044	European Investment Bank 5.38% 07/06/2021
European Investment Bank 5.38% 07/06/2021	UK Treasury 4.50% 07/12/2042
UK Treasury 3.50% 22/01/2045	Prudential, FRN 11.37% 29/05/2039
UK Treasury 4.50% 07/12/2042	UK Treasury 4.75% 07/12/2038
European Investment Bank 5.63% 07/06/2032	BNG Bank 1.00% 17/06/2022
Citigroup 2.75% 24/01/2024	Gatwick Funding 5.25% 23/01/2026
Wells Fargo 2.50% 02/05/2029	European Investment Bank 0.63% 17/01/2020
FCE Bank 2.73% 03/06/2022	Notting Hill Housing Trust 3.75% 20/12/2032
CK Hutchison Group Telecom Finance 1.13% 17/10/2028	Wells Fargo 2.00% 28/07/2025
Tesco Property Finance 6 5.41% 13/07/2044	HSBC Holdings, FRN 5.88% Perpetual

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	**3**	4	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	50.61	52.38	52.55
Return before operating charges†	4.94	0.26	1.98
Operating charges	(0.46)	(0.55)	(0.60)
Return after operating charges†	4.48	(0.29)	1.38
Distributions	(1.52)	(1.48)	(1.55)
Closing net asset value per share	53.57	50.61	52.38
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.85%	(0.55)%	2.63%
Other information			
Closing net asset value (£000)	105,158	106,878	120,259
Closing number of shares	196,294,247	211,169,853	229,591,755
Operating charges (%)‡	0.88%	1.04%	1.13%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	54.87	53.46	54.09
Lowest share price	50.09	50.71	51.28

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	109.39	113.21	113.59
Return before operating charges†	10.67	0.55	4.25
Operating charges	(0.71)	(0.71)	(0.72)
Return after operating charges†	9.96	(0.16)	3.53
Distributions	(3.57)	(3.66)	(3.91)
Closing net asset value per share	115.78	109.39	113.21
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	9.11%	(0.14)%	3.11%
Other information			
Closing net asset value (£000)	32,083	23,877	20,932
Closing number of shares	27,708,741	21,826,048	18,488,749
Operating charges (%)‡	0.63%	0.63%	0.63%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	118.51	115.61	116.95
Lowest share price	108.27	109.55	110.87

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	153.11	154.00	150.34
Return before operating charges†	15.15	0.73	5.66
Operating charges	(1.40)	(1.62)	(1.72)
Return after operating charges†	13.75	(0.89)	3.94
Distributions	(4.67)	(4.40)	(4.47)
Retained distributions on accumulation shares	4.67	4.40	4.19
Closing net asset value per share	166.86	153.11	154.00
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	8.98%	(0.58)%	2.62%
Other information			
Closing net asset value (£000)	87,455	87,115	94,511
Closing number of shares	52,412,692	56,897,862	61,368,665
Operating charges (%)‡	0.88%	1.04%	1.13%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	169.99	157.61	157.83
Lowest share price	151.86	152.88	146.97

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	133.81	134.04	130.25
Return before operating charges†	13.26	0.63	4.92
Operating charges	(0.88)	(0.86)	(0.84)
Return after operating charges†	12.38	(0.23)	4.08
Distributions	(4.43)	(4.39)	(4.54)
Retained distributions on accumulation shares	4.43	4.39	4.25
Closing net asset value per share	146.19	133.81	134.04
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	9.25%	(0.17)%	3.13%
Other information			
Closing net asset value (£000)	18,461	20,260	22,754
Closing number of shares	12,627,980	15,141,230	16,975,144
Operating charges (%)‡	0.63%	0.63%	0.63%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	148.89	137.35	137.31
Lowest share price	132.76	133.52	127.41

COMPARATIVE TABLES (CONTINUED)

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	170.26	170.04	164.76
Return before operating charges†	16.90	0.79	6.25
Operating charges	(0.59)	(0.57)	(0.56)
Return after operating charges†	16.31	0.22	5.69
Distributions	(6.18)	(6.10)	(6.27)
Retained distributions on accumulation shares	6.18	6.10	5.86
Closing net asset value per share	186.57	170.26	170.04
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	9.58%	0.13%	3.45%
Other information			
Closing net asset value (£000)	15,152	14,079	12,352
Closing number of shares	8,121,552	8,269,134	7,264,037
Operating charges (%)‡	0.33%	0.33%	0.33%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	189.95	174.36	174.13
Lowest share price	169.00	169.55	161.24

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.88%	0.88%
Class 2	0.63%	0.63%
Class 3	0.33%	0.33%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 0.00% (0.00%)				
United Kingdom 0.00% (0.00%)				
Whitnash Preference 6.50%^	GBP	312,500	–	–
Whitnash Preference 9.00%^	GBP	692,258	–	–
			–	–
Equities total			**–**	**–**
Government Bonds 4.82% (1.74%)				
United Kingdom 4.82% (1.74%)				
UK Treasury 4.25% 07/06/2032	GBP	100,000	142	0.06
UK Treasury 3.25% 22/01/2044	GBP	5,300,000	7,721	2.99
UK Treasury 3.50% 22/01/2045	GBP	3,000,000	4,583	1.77
			12,446	4.82
Government Bonds total			**12,446**	**4.82**
Corporate Bonds 91.74% (87.25%)				
Belgium 2.37% (0.82%)				
Anheuser-Busch InBev 1.75% 07/03/2025	GBP	1,800,000	1,821	0.70
Anheuser-Busch InBev 2.85% 25/05/2037	GBP	4,100,000	4,312	1.67
			6,133	2.37
Cayman Islands 2.01% (3.33%)				
Parmalat Capital Finance 9.38% 31/12/2049^	GBP	5,790,000	–	–
THPA Finance 8.24% 15/03/2028	GBP	4,499,000	5,192	2.01
			5,192	2.01
France 6.98% (5.38%)				
AXA, FRN 5.63% 16/01/2054	GBP	2,376,000	2,869	1.11
BNP Paribas, FRN 6.63% Perpetual	USD	2,134,000	1,797	0.70
Electricite de France 6.13% 02/06/2034	GBP	3,500,000	5,031	1.95
Electricite de France 5.50% 17/10/2041	GBP	800,000	1,143	0.44
Electricite de France 6.00% 23/01/2114	GBP	700,000	1,108	0.43
Electricite de France, FRN 5.88% Perpetual	GBP	900,000	964	0.37
Orange 5.38% 22/11/2050	GBP	450,000	703	0.27
Orange, FRN 5.75% Perpetual	GBP	2,300,000	2,540	0.98
Orange, FRN 5.88% Perpetual	GBP	1,740,000	1,882	0.73
			18,037	6.98
Ireland 1.25% (0.99%)				
GE Capital UK Funding 5.88% 18/01/2033	GBP	1,363,000	1,705	0.66
GE Capital UK Funding 8.00% 14/01/2039	GBP	1,000,000	1,522	0.59
			3,227	1.25
Italy 3.35% (2.51%)				
Enel, FRN 6.62% 15/09/2076	GBP	4,500,000	4,890	1.90
Telecom Italia 5.88% 19/05/2023	GBP	3,400,000	3,749	1.45
			8,639	3.35
Jersey 5.12% (7.13%)				
AA Bond 6.27% 02/07/2043	GBP	4,055,000	4,172	1.61
CPUK Finance 3.59% 28/02/2042	GBP	2,065,000	2,217	0.86
Gatwick Funding 2.63% 07/10/2048	GBP	2,700,000	2,599	1.01
Heathrow Funding 7.13% 14/02/2024	GBP	3,500,000	4,243	1.64
			13,231	5.12
Luxembourg 1.17% (0.00%)				
CK Hutchison Group Telecom Finance 1.13% 17/10/2028	EUR	3,513,000	3,015	1.17
			3,015	1.17
Mexico 0.93% (1.60%)				
America Movil, FRN 6.37% 06/09/2073	EUR	2,300,000	2,403	0.93
			2,403	0.93

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Netherlands 4.58% (5.36%)				
ABN AMRO Bank 1.00% 30/06/2020	GBP	2,300,000	2,298	0.89
Deutsche Telekom International Finance 1.25% 06/10/2023	GBP	2,425,000	2,422	0.94
JT International Financial Services 2.75% 28/09/2033	GBP	520,000	543	0.21
Telefonica Europe, FRN 6.75% Perpetual	GBP	2,800,000	2,939	1.14
Volkswagen Financial Services 2.13% 27/06/2024	GBP	1,800,000	1,812	0.70
ZF Europe Finance 2.00% 23/02/2026	EUR	2,100,000	1,818	0.70
			11,832	4.58
Spain 1.26% (1.20%)				
Telefonica Emisiones 5.45% 08/10/2029	GBP	2,550,000	3,260	1.26
			3,260	1.26
Switzerland 0.00% (0.51%)				
United Kingdom 47.76% (47.59%)				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	2,581,000	2,397	0.93
Annington Funding 2.65% 12/07/2025	GBP	2,355,000	2,412	0.93
Annington Funding 3.94% 12/07/2047	GBP	2,000,000	2,233	0.87
Aviva, FRN 5.90% Perpetual†	GBP	4,800,000	4,911	1.90
Barclays 3.25% 12/02/2027	GBP	3,300,000	3,438	1.33
Barclays Bank 10.00% 21/05/2021	GBP	4,500,000	5,063	1.96
Barclays Bank UK 4.25% 12/01/2022	GBP	1,900,000	2,037	0.79
BAT International Finance 2.25% 09/09/2052	GBP	1,400,000	993	0.38
BP Capital Markets 1.83% 08/09/2025	GBP	1,333,000	1,364	0.53
Broadgate Financing 5.00% 05/10/2033	GBP	2,200,000	2,710	1.05
Canary Wharf Finance II 6.46% 22/10/2033	GBP	821,193	1,033	0.40
Channel Link Enterprises Finance, FRN 3.04% 30/06/2050	GBP	554,000	580	0.23
Clarion Funding 3.13% 19/04/2048	GBP	877,000	1,007	0.39
Connect Plus M25 Issuer 2.61% 31/03/2039	GBP	1,454,277	1,610	0.62
Diageo Finance 1.75% 12/10/2026	GBP	1,317,000	1,354	0.52
DS Smith 2.88% 26/07/2029	GBP	2,000,000	2,045	0.79
FCE Bank 2.73% 03/06/2022	GBP	3,300,000	3,338	1.29
Grainger 3.38% 24/04/2028	GBP	2,200,000	2,304	0.89
Greene King Finance 5.70% 15/12/2034	GBP	3,982,000	3,484	1.35
HSBC Bank 4.75% 24/03/2046	GBP	1,500,000	1,911	0.74
HSBC Holdings 6.75% 11/09/2028	GBP	3,500,000	4,628	1.79
Imperial Brands Finance 9.00% 17/02/2022	GBP	5,220,000	6,099	2.36
Imperial Brands Finance 8.13% 15/03/2024	GBP	1,460,000	1,839	0.71
Intu Metrocentre Finance, REIT 4.13% 06/12/2028	GBP	1,800,000	1,613	0.63
Investec Bank, FRN 4.25% 24/07/2028	GBP	3,000,000	3,046	1.18
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	2,479,211	3,151	1.22
Legal & General Group, FRN 10.00% 23/07/2041	GBP	3,200,000	3,656	1.42
Lloyds Bank 7.63% 22/04/2025	GBP	3,400,000	4,324	1.67
Manchester Airport Group Funding 2.88% 30/09/2044	GBP	1,492,000	1,553	0.60
Meadowhall Finance 4.99% 12/07/2037	GBP	2,157,916	2,735	1.06
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	2,900,000	3,301	1.28
National Grid Electricity Transmission 1.38% 16/09/2026	GBP	1,379,000	1,368	0.53
Nationwide Building Society, FRN 5.88% Perpetual	GBP	1,100,000	1,147	0.44
Newcastle Building Society, FRN 3.85% 23/12/2019	GBP	2,000,000	1,905	0.74
NWEN Finance 5.88% 21/06/2021	GBP	2,180,000	2,262	0.88
Prudential, FRN 5.63% 20/10/2051	GBP	1,800,000	2,055	0.80
Prudential, FRN 6.34% 19/12/2063	GBP	1,700,000	2,043	0.79
RAC Bond 4.57% 06/05/2046	GBP	2,500,000	2,501	0.97
Royal Bank of Scotland Group, FRN 2.87% 19/09/2026	GBP	3,400,000	3,487	1.35
Segro, REIT 2.38% 11/10/2029	GBP	3,300,000	3,433	1.33
Tesco Property Finance 3 5.74% 13/04/2040	GBP	290,143	371	0.14
Tesco Property Finance 6 5.41% 13/07/2044	GBP	2,300,908	2,878	1.11
Thames Water Utilities Finance 2.88% 03/05/2027	GBP	1,800,000	1,808	0.70
Thames Water Utilities Finance 7.74% 09/04/2058	GBP	969,000	1,970	0.76
Tritax Big Box REIT 2.63% 14/12/2026	GBP	3,500,000	3,581	1.39
Vodafone Group 3.38% 08/08/2049	GBP	807,000	817	0.32
Vodafone Group, FRN 4.87% 03/10/2078	GBP	1,400,000	1,480	0.57

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United Kingdom 47.76% (47.59%) (continued)				
Wellcome Trust 2.52% 07/02/2118	GBP	1,232,000	1,462	0.57
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	3,800,000	5,245	2.03
Westfield Stratford City Finance No. 2 1.64% 04/08/2031	GBP	1,360,000	1,378	0.53
			123,360	47.76
United States of America 14.96% (10.83%)				
AT&T 4.38% 14/09/2029	GBP	2,645,000	3,068	1.19
AT&T 4.25% 01/06/2043	GBP	3,400,000	3,918	1.52
Bank of America 7.00% 31/07/2028	GBP	3,100,000	4,387	1.70
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	1,353,000	1,507	0.58
Citigroup 2.75% 24/01/2024	GBP	3,068,000	3,205	1.24
Citigroup 4.50% 03/03/2031	GBP	4,000,000	4,811	1.86
Fiserv 2.25% 01/07/2025	GBP	1,450,000	1,483	0.58
General Motors Financial 2.35% 03/09/2025	GBP	2,689,000	2,642	1.02
Goldman Sachs Group 3.13% 25/07/2029	GBP	1,700,000	1,826	0.71
JPMorgan Chase, FRN 4.62% Perpetual	USD	1,500,000	1,159	0.45
McDonald's 2.95% 15/03/2034	GBP	600,000	656	0.25
Time Warner Cable 5.25% 15/07/2042	GBP	1,500,000	1,731	0.67
Verizon Communications 4.07% 18/06/2024	GBP	1,800,000	2,036	0.79
Verizon Communications 3.38% 27/10/2036	GBP	2,444,000	2,773	1.07
Wells Fargo 2.50% 02/05/2029	GBP	3,300,000	3,443	1.33
			38,645	14.96
Corporate Bonds total			**236,974**	**91.74**
Supranationals 0.86% (4.84%)				
European Investment Bank 5.63% 07/06/2032	GBP	1,450,000	2,217	0.86
Supranationals total			**2,217**	**0.86**
Swaps 0.00% ((0.10)%)				
Forward Currency Contracts 0.16% (0.19%)				
Buy EUR 1,000,000 sell GBP 899,903 dated 17/10/2019			(29)	(0.01)
Buy GBP 6,511,737 sell EUR 7,160,000 dated 05/12/2019			267	0.10
Buy GBP 4,386,515 sell USD 5,320,000 dated 05/12/2019			189	0.07
Forward Currency Contracts total			**427**	**0.16**
Futures 0.02% (0.02%)				
Euro-Bund 06/12/2019	EUR	(17)	29	0.01
Long Gilt 27/12/2019	GBP	(6)	14	0.01
Futures total			**43**	**0.02**
Investment assets (including investment liabilities)			252,107	97.60
Net other assets			6,202	2.40
Net assets			**258,309**	**100.00**

All holdings are debt securities denominated in Sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

^ Unlisted, suspended or delisted security.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		14,578		(8,923)
Revenue	3	9,755		10,329	
Expenses	4	(2,063)		(2,508)	
Net revenue before taxation		7,692		7,821	
Taxation	5	–		–	
Net revenue after taxation			7,692		7,821
Total return before distributions			**22,270**		**(1,102)**
Distributions	6		(7,692)		(7,821)
Change in net assets attributable to shareholders from investment activities			**14,578**		**(8,923)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**252,209**		**270,808**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	11,646		12,389	
Amounts payable on cancellation of shares	(23,774)		(25,844)	
		(12,128)		(13,455)
Change in net assets attributable to shareholders from investment activities (see above)		14,578		(8,923)
Retained distribution on accumulation shares		3,643		3,772
Unclaimed distribution monies		7		7
Closing net assets attributable to shareholders		**258,309**		**252,209**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	252,136	237,298
Current assets:			
Debtors	8	4,695	6,276
Cash and bank balances	9	8,828	10,474
Total assets		**265,659**	**254,048**
Liabilities:			
Investment liabilities	7	(29)	(385)
Creditors:			
Bank overdrafts		(4)	–
Distributions payable		(729)	(795)
Other creditors	10	(6,588)	(659)
Total liabilities		**(7,350)**	**(1,839)**
Net assets attributable to shareholders		**258,309**	**252,209**

NOTES TO THE FINANCIAL STATEMENT

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency losses	(286)	(343)
Derivative contracts gains/(losses)	876	(18)
Expenses relating to the purchase and sale of investments	–	(3)
Forward currency contracts gains/(losses)	161	(7)
Non-derivative securities gains/(losses)	13,827	(8,552)
Net capital gains/(losses)	**14,578**	**(8,923)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	25	10
Interest on debt securities	9,698	10,229
Income from derivatives	32	90
Total revenue	**9,755**	**10,329**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	2,054	2,284
Registration fees	–	162
	2,054	2,446
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	23
Interest payable	9	9
Safe custody fee	–	16
	9	48
Other expenses:		
Audit fee**	–	8
Statement fees	–	6
	–	14
Total expenses	**2,063**	**2,508**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £10,347 (2018: £9,949) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Corporation tax	–	–
Total current tax (see note 5b)	**–**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**7,692**	**7,821**
Corporation tax at 20%	1,538	1,564
Effects of:		
Tax deductible on interest distributions	(1,538)	(1,564)
Current tax charge (see note 5a)	**–**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Gross interest distribution for the six months ended 15 April	3,637	3,445
Gross interest distribution for the five months ended 15 September	3,108	3,404
Gross interest distribution for the month ended 15 October	911	938
	7,656	7,787
Add: Revenue deducted on cancellation of shares	56	68
Deduct: Revenue received on issue of shares	(20)	(34)
Total distributions	**7,692**	**7,821**

Details of the distributions per share are set out in the distribution tables on pages 357 to 362.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	43	–	145	(101)
Level 2: Observable market data	252,093	(29)	237,153	(284)
Total value	**252,136**	**(29)**	**237,298**	**(385)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities.

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	3,564	3,921
Amounts receivable on issue of shares	63	22
Overseas tax recoverable	–	3
Sales awaiting settlement	1,068	2,330
Total debtors	**4,695**	**6,276**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing house and brokers	–	389
Cash and bank balances	8,828	10,085
Total cash and bank balances	**8,828**	**10,474**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	82	244
Amounts payable for cancellation of shares	584	415
Purchases awaiting settlement	5,922	–
Total other creditors	**6,588**	**659**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £81,551 (2018: £243,920). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £575,461 (2018: £561,447). The amount outstanding at the year end was £96,718 (2018: £92,923). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £1,237,005 (2018: £nil) and £nil (2018: £nil) respectively. The income received during the year amounted to £249,049 (2018: £214,276).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	311,071	311,071	–
ACD and related parties (Class 2 Income shares)	537,214	(80,858)	618,072
ACD and related parties (Class 1 Accumulation shares)	19,896	3,615	16,281
ACD and related parties (Class 2 Accumulation shares)	1,018,113	(175,606)	1,193,719
ACD and related parties (Class 3 Accumulation shares)	8,121,552	(147,582)	8,269,134

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.88%
Class 2: 0.63%
Class 3: 0.33%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 344 and 345. The distributions per share are given in the distribution tables on pages 357 to 362. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	211,169,853	467,917	(14,988,150)	(355,373)	196,294,247
Class 2 Income shares	21,826,048	7,555,944	(1,837,774)	164,523	27,708,741
Class 1 Accumulation shares	56,897,862	27,089	(4,412,658)	(99,601)	52,412,692
Class 2 Accumulation shares	15,141,230	994,525	(3,621,585)	113,810	12,627,980
Class 3 Accumulation shares	8,269,134	856,551	(1,004,133)	–	8,121,552

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Currency risk

At the year end date, 0.01% (2018: (0.05)%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2019 was:

Currency 15.10.19	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	2,920	7,236	931	11,087
Sterling	11,442	234,630	15,545	261,617
US dollar	1,282	2,955	31	4,268
Financial Liabilities				
Euro	(24)	–	(11,114)	(11,138)
Sterling	20	–	(3,347)	(3,327)
US dollar	–	–	(4,198)	(4,198)
Total	**15,640**	**244,821**	**(2,152)**	**258,309**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2018 was:

Currency 15.10.18	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Euro	2,660	3,887	117	6,664
Sterling	10,874	221,272	21,734	253,880
US Dollar	5,324	3,104	155	8,583
Financial Liabilities				
Euro	–	–	(6,685)	(6,685)
Sterling	–	–	(1,554)	(1,554)
US Dollar	–	–	(8,679)	(8,679)
Total	**18,858**	**228,263**	**5,088**	**252,209**

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate financial assets comprise investments in variable interest rate paying corporate debt and bank balances that bear interest on LIBOR or its equivalent.

Interest rate exposures

The Aviva Investors Investment Risk Team performs regular stress testing across all portfolios to determine market sensitivities and risk exposures using BlackRock's Aladdin risk model and stress testing methodology. Under this methodology, if 5Y GBP interest rates had increased by 1% as at the balance sheet date, the net asset value of the Fund would have decreased by £19,801,765 (2018: £17,352,485). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £19,801,765 (2018: £17,352,485). These calculations assume the interest rate shock is propagated to all risk factors the Fund is exposed to, based on historical market correlations and volatilities between factors.

Market price risk

At the year end date, 97.60% (2018: 93.94%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.76% (2018: 9.39%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Counterparty exposure

Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts, futures contracts and credit default swaps. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

15.10.19	Forward currency contracts £000	Futures contracts £000	Total £000
Goldman Sachs	238	–	238
J.P. Morgan	–	43	43
Royal Bank of Canada	189	–	189
Total	**427**	**43**	**470**

15.10.18	Forward currency contracts £000	Futures contracts £000	Total £000
Goldman Sachs	198	–	198
JPMorgan	–	145	145
Royal Bank of Scotland	303	–	303
UBS	(32)	–	(32)
Total	**469**	**145**	**614**

The counterparty exposure on forward currency contracts is reported at their mark to market values but for futures contracts and credit default swaps it is only the positive mark to market values that are reported.

Collateral

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2018: £nil).

17 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	219,568	197,853	85.01%	78.45%
Below investment grade securities	30,164	36,874	11.67%	14.62%
Unrated securities	1,905	1,920	0.74%	0.76%
Total debt securities	**251,637**	**236,647**	**97.42%**	**93.83%**

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

18 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2019 (2018: £nil). The total purchases for the year amounted to £131,530,368 (2018: £134,263,561) and the total sales amounted to £128,809,462 (2018: £159,193,416).

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.79% (2018: 0.68%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

19 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the month ended 15 October 2019

Income shares		Gross revenue	Equalisation	Final distribution payable 27 November 2019	Final distribution paid 27 November 2018
Class 1 Income shares	Group 1	0.1534	–	0.1534	0.1689
	Group 2	0.0861	0.0673	0.1534	0.1689
Class 2 Income shares	Group 1	0.2970	–	0.2970	0.3233
	Group 2	0.1421	0.1549	0.2970	0.3233

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 27 November 2019	Final distribution paid 27 November 2018
Class 1 Accumulation shares	Group 1	0.7626	–	0.7626	0.6653
	Group 2	0.2287	0.5339	0.7626	0.6653
Class 2 Accumulation shares	Group 1	0.6784	–	0.6784	0.5839
	Group 2	0.2180	0.4604	0.6784	0.5839
Class 3 Accumulation shares	Group 1	0.5266	–	0.5266	0.5259
	Group 2	0.3253	0.2013	0.5266	0.5259

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 September 2019.

Interim distribution paid in pence per share for the month ended 15 September 2019

Income shares		Gross revenue	Equalisation	Interim distribution payable 27 October 2019	Interim distribution paid 27 October 2018
Class 1 Income shares	Group 1	0.1350	–	0.1350	0.1400
	Group 2	0.0037	0.1313	0.1350	0.1400
Class 2 Income shares	Group 1	0.2841	–	0.2841	0.3200
	Group 2	0.1242	0.1599	0.2841	0.3200

Accumulation shares		Gross revenue	Equalisation	Interim distribution payable 27 October 2019	Interim distribution paid 27 October 2018
Class 1 Accumulation shares	Group 1	0.3848	–	0.3848	0.3990
	Group 2	0.0000	0.3848	0.3848	0.3990
Class 2 Accumulation shares	Group 1	0.3310	–	0.3310	0.3653
	Group 2	0.0000	0.3310	0.3310	0.3653
Class 3 Accumulation shares	Group 1	0.4785	–	0.4785	0.4848
	Group 2	0.0165	0.4620	0.4785	0.4848

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 August 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 August 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 September 2019	Interim distribution paid 27 September 2018
Class 1 Income shares	Group 1	0.1300	–	0.1300	0.1400
	Group 2	0.0431	0.0869	0.1300	0.1400
Class 2 Income shares	Group 1	0.2950	–	0.2950	0.3300
	Group 2	0.1331	0.1619	0.2950	0.3300

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 September 2019	Interim distribution paid 27 September 2018
Class 1 Accumulation shares	Group 1	0.3705	–	0.3705	0.3990
	Group 2	0.0000	0.3705	0.3705	0.3990
Class 2 Accumulation shares	Group 1	0.3367	–	0.3367	0.3767
	Group 2	0.0000	0.3367	0.3367	0.3767
Class 3 Accumulation shares	Group 1	0.5272	–	0.5272	0.5478
	Group 2	0.2870	0.2402	0.5272	0.5478

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

Interim distribution paid in pence per share for the month ended 15 July 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 August 2019	Interim distribution paid 27 August 2018
Class 1 Income shares	Group 1	0.1250	–	0.1250	0.1350
	Group 2	0.0403	0.0847	0.1250	0.1350
Class 2 Income shares	Group 1	0.2900	–	0.2900	0.3300
	Group 2	0.1297	0.1603	0.2900	0.3300

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 August 2019	Interim distribution paid 27 August 2018
Class 1 Accumulation shares	Group 1	0.3563	–	0.3563	0.3848
	Group 2	0.0000	0.3563	0.3563	0.3848
Class 2 Accumulation shares	Group 1	0.3310	–	0.3310	0.3767
	Group 2	0.0000	0.3310	0.3310	0.3767
Class 3 Accumulation shares	Group 1	0.5220	–	0.5220	0.4839
	Group 2	0.1462	0.3758	0.5220	0.4839

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 June 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 June 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 June 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 July 2019	Interim distribution paid 27 July 2018
Class 1 Income shares	Group 1	0.1250	–	0.1250	0.1250
	Group 2	0.0028	0.1222	0.1250	0.1250
Class 2 Income shares	Group 1	0.2913	–	0.2913	0.3200
	Group 2	0.2107	0.0806	0.2913	0.3200

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 July 2019	Interim distribution paid 27 July 2018
Class 1 Accumulation shares	Group 1	0.3563	–	0.3563	0.3563
	Group 2	0.0000	0.3563	0.3563	0.3563
Class 2 Accumulation shares	Group 1	0.3424	–	0.3424	0.3653
	Group 2	0.0000	0.3424	0.3424	0.3653
Class 3 Accumulation shares	Group 1	0.4859	–	0.4859	0.4822
	Group 2	0.4859	0.0000	0.4859	0.4822

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 May 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 May 2019.

Interim distribution paid in pence per share for the month ended 15 May 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 June 2019	Interim distribution paid 27 June 2018
Class 1 Income shares	Group 1	0.1300	–	0.1300	0.1250
	Group 2	0.0397	0.0903	0.1300	0.1250
Class 2 Income shares	Group 1	0.3050	–	0.3050	0.3200
	Group 2	0.1424	0.1626	0.3050	0.3200

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 June 2019	Interim distribution paid 27 June 2018
Class 1 Accumulation shares	Group 1	0.3705	–	0.3705	0.3563
	Group 2	0.0000	0.3705	0.3705	0.3563
Class 2 Accumulation shares	Group 1	0.3481	–	0.3481	0.3653
	Group 2	0.0000	0.3481	0.3481	0.3653
Class 3 Accumulation shares	Group 1	0.5315	–	0.5315	0.5332
	Group 2	0.3891	0.1424	0.5315	0.5332

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 April 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 25 May 2019	Interim distribution paid 26 May 2018
Class 1 Income shares	Group 1	0.1250	–	0.1250	0.1250
	Group 2	0.0000	0.1250	0.1250	0.1250
Class 2 Income shares	Group 1	0.3050	–	0.3050	0.3200
	Group 2	0.1518	0.1532	0.3050	0.3200

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 25 May 2019	Interim distribution paid 26 May 2018
Class 1 Accumulation shares	Group 1	0.3563	–	0.3563	0.3563
	Group 2	0.0000	0.3563	0.3563	0.3563
Class 2 Accumulation shares	Group 1	0.3481	–	0.3481	0.3653
	Group 2	0.0156	0.3325	0.3481	0.3653
Class 3 Accumulation shares	Group 1	0.5399	–	0.5399	0.4649
	Group 2	0.0659	0.4740	0.5399	0.4649

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 March 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 March 2019.

Interim distribution paid in pence per share for the month ended 15 March 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 April 2019	Interim distribution paid 27 April 2018
Class 1 Income shares	Group 1	0.1250	–	0.1250	0.1200
	Group 2	0.0300	0.0950	0.1250	0.1200
Class 2 Income shares	Group 1	0.3050	–	0.3050	0.3000
	Group 2	0.1132	0.1918	0.3050	0.3000

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 April 2019	Interim distribution paid 27 April 2018
Class 1 Accumulation shares	Group 1	0.3563	–	0.3563	0.3420
	Group 2	0.0000	0.3563	0.3563	0.3420
Class 2 Accumulation shares	Group 1	0.3481	–	0.3481	0.3424
	Group 2	0.0000	0.3481	0.3481	0.3424
Class 3 Accumulation shares	Group 1	0.4872	–	0.4872	0.4647
	Group 2	0.0731	0.4141	0.4872	0.4647

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 February 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 February 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 February 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 March 2019	Interim distribution paid 27 March 2018
Class 1 Income shares	Group 1	0.1250	–	0.1250	0.1000
	Group 2	0.0052	0.1198	0.1250	0.1000
Class 2 Income shares	Group 1	0.3100	–	0.3100	0.3000
	Group 2	0.1112	0.1988	0.3100	0.3000

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 March 2019	Interim distribution paid 27 March 2018
Class 1 Accumulation shares	Group 1	0.3563	–	0.3563	0.2850
	Group 2	0.0000	0.3563	0.3563	0.2850
Class 2 Accumulation shares	Group 1	0.3539	–	0.3539	0.3424
	Group 2	0.0610	0.2929	0.3539	0.3424
Class 3 Accumulation shares	Group 1	0.5302	–	0.5302	0.5047
	Group 2	0.1950	0.3352	0.5302	0.5047

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

Interim distribution paid in pence per share for the month ended 15 January 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 February 2019	Interim distribution paid 27 February 2018
Class 1 Income shares	Group 1	0.1200	–	0.1200	0.1000
	Group 2	0.0298	0.0902	0.1200	0.1000
Class 2 Income shares	Group 1	0.3150	–	0.3150	0.2650
	Group 2	0.1210	0.1940	0.3150	0.2650

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 February 2019	Interim distribution paid 27 February 2018
Class 1 Accumulation shares	Group 1	0.3420	–	0.3420	0.2850
	Group 2	0.0000	0.3420	0.3420	0.2850
Class 2 Accumulation shares	Group 1	0.3596	–	0.3596	0.3025
	Group 2	0.0563	0.3033	0.3596	0.3025
Class 3 Accumulation shares	Group 1	0.5425	–	0.5425	0.5218
	Group 2	0.4479	0.0946	0.5425	0.5218

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 December 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 December 2018.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 December 2018

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 January 2019	Interim distribution paid 27 January 2018
Class 1 Income shares	Group 1	0.1200	–	0.1200	0.1000
	Group 2	0.0511	0.0689	0.1200	0.1000
Class 2 Income shares	Group 1	0.3050	–	0.3050	0.2650
	Group 2	0.1314	0.1736	0.3050	0.2650

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 26 January 2019	Interim distribution paid 27 January 2018
Class 1 Accumulation shares	Group 1	0.3420	–	0.3420	0.2850
	Group 2	0.0403	0.3017	0.3420	0.2850
Class 2 Accumulation shares	Group 1	0.3481	–	0.3481	0.3025
	Group 2	0.1022	0.2459	0.3481	0.3025
Class 3 Accumulation shares	Group 1	0.4924	–	0.4924	0.5182
	Group 2	0.0343	0.4581	0.4924	0.5182

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 November 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 November 2018.

Interim distribution paid in pence per share for the month ended 15 November 2018

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 December 2018	Interim distribution paid 27 December 2017
Class 1 Income shares	Group 1	0.1100	–	0.1100	0.1000
	Group 2	0.0342	0.0758	0.1100	0.1000
Class 2 Income shares	Group 1	0.2700	–	0.2700	0.2650
	Group 2	0.0966	0.1734	0.2700	0.2650

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 December 2018	Interim distribution paid 27 December 2017
Class 1 Accumulation shares	Group 1	0.3135	–	0.3135	0.2850
	Group 2	0.0642	0.2493	0.3135	0.2850
Class 2 Accumulation shares	Group 1	0.3082	–	0.3082	0.3025
	Group 2	0.0394	0.2688	0.3082	0.3025
Class 3 Accumulation shares	Group 1	0.5202	–	0.5202	0.5648
	Group 2	0.4198	0.1004	0.5202	0.5648

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS STRATEGIC BOND FUND

INVESTMENT OBJECTIVE

The Fund will aim to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, governments or supranational organisations, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is a Bloomberg® Barclays® Composite Index, as detailed below.

INVESTMENT POLICY

Core investment: At least 80% of the Fund will be invested in bonds, issued in Sterling or hedged to Sterling, and no more than 50% of the Fund will be invested in bonds which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3.

Sub-investment grade bonds are typically regarded as being of lower quality and therefore higher risk than "investment grade" bonds, but typically offer a higher yield.

Other investments: The Fund may also invest in shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits. Derivatives may be used for investment purposes or to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund.

Strategy: The Fund is actively managed, with a flexible asset allocation approach across global bond markets. The Investment Manager will seek to blend the key asset classes including government, investment grade and sub-investment grade bonds to effectively manage the overall risk and reward profile of the Fund.

The Fund's allocation to these asset classes will vary over time, reflecting the Investment Manager's view of both the changing longer-term market outlook and shorter-term opportunities. The Investment Manager will focus on identifying what they judge to be higher quality investment grade or sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

Environmental, Social and Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund's performance is measured against the Index a composite benchmark of one third Bloomberg® Barclays® Treasury G7 Index (Sterling Hedged), one third Bloomberg® Barclays® Global Aggregate Corporate Index (Sterling Hedged), and one third Bloomberg® Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged), after charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of global bonds.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors Strategic Bond Fund delivered a total return of 4.38%, (share class 1) net of fees. The Fund's composite benchmark*, one third Bloomberg Barclays Treasury G7 Index, one third Bloomberg Barclays Global Aggregate Corporate Index and one third Bloomberg Barclays Global High Yield Index ex CMBS ex EMG 2% issuer capped, returned 8.01%.

Review
The Fund posted a steady total return in what was a positive twelve months for fixed income markets. However, the Fund underperformed its benchmark, mostly as a consequence of its 'short duration' stance. Duration is a measure of a bond portfolio's sensitivity to changes in interest rates and during the period we felt it prudent to position the Fund cautiously given the uncertain economic and monetary policy environment as well as the relatively stretched nature of bond valuations. In the event, the surprise move by the US Federal Reserve to change its guidance and move to looser monetary policy triggered a sharp rally by longer duration assets. This being said, the returns generated from the Fund's relatively low risk profile were encouraging. In terms of security selection, strategy within the high-yield portion of the Fund was a little disappointing. The main detractors were heat exchanger maker Galapagos and plastic films manufacturer Kloeckner Pentaplast. We had purchased Galapagos in the expectation that it would benefit from higher oil prices. However, while oil prices did indeed rise in the first half of the period, its bonds suffered as the company's restructuring programme failed to be completed as quickly as hoped. Against our expectations, Kloeckner has been unable to pass on higher input costs to its customers. The investment-grade portion of the Fund nevertheless added value, largely through its exposure to insurance (Aviva, AXA, Prudential) and banks (Barclays, HSBC).

AVIVA INVESTORS STRATEGIC BOND FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

With the outlook for the global economy clouded by trade and political uncertainties, we expect fixed income markets to be supported by further stimulus. In 2020 we foresee at least one more interest rate cut by the US Federal Reserve and a further expansion of monetary support by the European Central Bank. This could be complemented by governments stepping up fiscal policy, with increased public spending and tax cuts to stimulate growth. We are nevertheless concerned about corporate bond market fundamentals, and in particular the high levels of debt carried by some issuers going into an environment of slowing growth. Uncertainty over trade is negative for some areas of the credit market and we are therefore avoiding cyclical companies and instead focusing on stable businesses in the higher-quality areas. While we believe that credit spreads will widen next year as the contraction in the global economy becomes more obvious, in the shorter term we expect further positive performance, not least because investor flows into the asset class have picked up significantly from twelve months ago. The market is also underpinned by the restarting of the European Central Bank's quantitative easing (QE) programme, which is scheduled for November. High-yield bonds are likely to be supported by investors' ongoing hunt for income in a low-yield environment. However, total returns on a twelve-month view are likely to be modest given the potential for rising defaults as global growth slows.

November 2019

* The benchmark was changed on 7 August 2019.

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 366 and 367 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.13 to 31.12.14	6.02	6.46	6.71
31.12.14 to 31.12.15	1.02	1.41	1.65
31.12.15 to 31.12.16	6.00	6.44	1.56
31.12.16 to 31.12.17	2.92	3.40	3.72
31.12.17 to 31.12.18	-4.41	-4.07	-3.78

Performance History – Income Shares

Calendar year	Share Class 5 %	Benchmark* %
31.12.13 to 31.12.14	N/A	6.42
31.12.14 to 31.12.15	N/A	-0.35
31.12.15 to 31.12.16	N/A	8.08
31.12.16 to 31.12.17	2.88	4.04
31.12.17 to 31.12.18	-4.02	-1.77

* Benchmark – a composite benchmark of one third Bloomberg® Barclays® Treasury G7 Index (Sterling Hedged), one third Bloomberg® Barclays® Global Aggregate Corporate Index (Sterling Hedged), and one third Bloomberg® Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged).

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

AVIVA INVESTORS STRATEGIC BOND FUND (CONTINUED)

Material Portfolio Changes

Purchases	Sales
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP
US Treasury Inflation Indexed 0.88% 15/01/2029	US Treasury 0.38% 15/07/2023
Deutsche Bundesrepublik Inflation Linked Bond 0.50% 15/04/2030	US Treasury 0.63% 15/01/2024
US Treasury 3.00% 15/02/2049	UK Treasury 3.75% 07/09/2021
UK Treasury 4.00% 07/03/2022	Barclays Bank, FRN 14.00% Perpetual
UK Treasury 4.75% 07/12/2038	Imperial Brands Finance 6.25% 04/12/2018
Deutsche Telekom International Finance 7.38% 04/12/2019	Prudential, FRN 11.37% 29/05/2039
UK Treasury 3.75% 07/09/2021	JPMorgan Chase, FRN 4.62% Perpetual
UK Treasury 1.00% 22/04/2024	UK Treasury 4.00% 07/03/2022
CK Hutchison Group Telecom Finance 1.13% 17/10/2028	RELX Investments 2.75% 01/08/2019

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	**3**	4	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Where a third party appointed to manage transactions or ensure the safe keeping of assets fails in their duty a loss may occur.
- Financial derivatives may only require a low initial deposit relative to the asset exposure, a relatively small price movement in the underlying asset may result in substantial losses to the Fund.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	69.45	73.07	72.69
Return before operating charges†	3.57	(0.75)	3.18
Operating charges	(0.61)	(0.63)	(0.83)
Return after operating charges†	2.96	(1.38)	2.35
Distributions	(2.30)	(2.24)	(1.97)
Closing net asset value per share	70.11	69.45	73.07
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	4.26%	(1.89)%	3.23%
Other information			
Closing net asset value (£000)	670	701	3,036
Closing number of shares	955,157	1,008,569	4,155,254
Operating charges (%)‡	0.88%	1.06%	1.13%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	71.00	73.73	74.38
Lowest share price	67.69	70.27	72.30

Class 2 Income shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	104.54	110.02	109.45
Return before operating charges†	5.40	(0.97)	4.78
Operating charges	(0.66)	(0.68)	(0.69)
Return after operating charges†	4.74	(1.65)	4.09
Distributions	(3.74)	(3.83)	(3.52)
Closing net asset value per share	105.54	104.54	110.02
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	4.53%	(1.50)%	3.74%
Other information			
Closing net asset value (£000)	117,452	167,066	291,846
Closing number of shares	111,282,227	159,809,175	265,275,262
Operating charges (%)‡	0.63%	0.63%	0.63%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	106.93	111.04	112.07
Lowest share price	101.89	105.85	108.90

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	212.30	214.94	206.89
Return before operating charges†	11.21	(1.93)	9.11
Operating charges	(0.72)	(0.71)	(0.69)
Return after operating charges†	10.49	(2.64)	8.42
Distributions	(8.35)	(8.25)	(7.37)
Retained distributions on accumulation shares	8.35	8.25	7.00
Closing net asset value per share	222.79	212.30	214.94
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	4.94%	(1.23)%	4.07%
Other information			
Closing net asset value (£000)	165,049	180,127	183,310
Closing number of shares	74,082,601	84,846,075	85,283,487
Operating charges (%)‡	0.33%	0.33%	0.33%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	224.13	216.98	216.42
Lowest share price	207.50	212.45	205.89

COMPARATIVE TABLES (CONTINUED)

Class 5 Income shares	2019 p per share	2018 p per share	2017§ p per share
Change in net assets per share			
Opening net asset value per share	95.44	100.44	100.00
Return before operating charges†	4.93	(0.88)	4.02
Operating charges	(0.55)	(0.57)	(0.50)
Return after operating charges†	4.38	(1.45)	3.52
Distributions	(3.46)	(3.55)	(3.08)
Closing net asset value per share	96.36	95.44	100.44
† after direct transaction costs of	–	–	–
Performance			
Return after charges (%)	4.59%	(1.44)%	3.52%
Other information			
Closing net asset value (£000)	90,178	99,860	102,834
Closing number of shares	93,586,270	104,629,856	102,383,647
Operating charges (%)‡	0.58%	0.58%	0.58%
Direct transaction costs (%)#	–	–	–
Prices≈			
Highest share price	97.63	101.38	102.31
Lowest share price	93.02	96.65	99.30

§ Class 5 was launched on 28 October 2016.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	0.88%	0.88%
Class 2	0.63%	0.63%
Class 3	0.33%	0.33%
Class 5	0.58%	0.58%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Government Bonds 25.71% (15.28%)				
Germany 5.63% (0.00%)				
Deutsche Bundesrepublik Inflation Linked Bond 0.50% 15/04/2030	EUR	18,900,000	21,019	5.63
			21,019	5.63
United Kingdom 1.79% (2.02%)				
UK Treasury 4.00% 07/03/2022	GBP	3,700,000	4,012	1.08
UK Treasury 4.75% 07/12/2038	GBP	1,600,000	2,652	0.71
			6,664	1.79
United States of America 18.29% (13.26%)				
US Treasury 2.00% 15/11/2026	USD	20,000,000	16,236	4.35
US Treasury 3.00% 15/02/2049	USD	18,000,000	16,817	4.50
US Treasury Inflation Indexed 0.88% 15/01/2029	USD	29,000,000	24,785	6.64
US Treasury Inflation Indexed 1.00% 15/02/2046	USD	11,000,000	10,454	2.80
			68,292	18.29
Government Bonds total			**95,975**	**25.71**
Corporate Bonds 69.45% (75.90%)				
Cayman Islands 0.56% (0.45%)				
THPA Finance 8.24% 15/03/2028	GBP	1,805,000	2,083	0.56
			2,083	0.56
France 3.49% (3.10%)				
Altice France 3.38% 15/01/2028	EUR	1,522,000	1,337	0.36
AXA, FRN 5.63% 16/01/2054	GBP	4,895,000	5,910	1.58
BNP Paribas, FRN 6.63% Perpetual	USD	3,662,000	3,083	0.83
Orange, FRN 5.88% Perpetual	GBP	2,500,000	2,705	0.72
			13,035	3.49
Germany 0.00% (0.91%)				
Ireland 1.11% (0.93%)				
GE Capital UK Funding 5.88% 18/01/2033	GBP	2,451,000	3,066	0.82
GE Capital UK Funding 8.00% 14/01/2039	GBP	700,000	1,066	0.29
			4,132	1.11
Isle of Man 0.60% (0.00%)				
Playtech 4.25% 07/03/2026	EUR	2,407,000	2,240	0.60
			2,240	0.60
Italy 3.76% (3.19%)				
Enel, FRN 8.75% 24/09/2073	USD	5,000,000	4,606	1.23
Telecom Italia 5.88% 19/05/2023	GBP	6,700,000	7,388	1.98
Telecom Italia 2.38% 12/10/2027	EUR	2,308,000	2,057	0.55
			14,051	3.76
Japan 0.00% (0.70%)				
Jersey 3.29% (3.11%)				
AA Bond 6.27% 02/07/2043	GBP	3,850,000	3,961	1.06
AA Bond 5.50% 31/07/2043	GBP	5,000,000	4,234	1.14
Adient Global Holdings 3.50% 15/08/2024	EUR	5,500,000	4,081	1.09
			12,276	3.29
Luxembourg 3.27% (1.80%)				
Altice Luxembourg 8.00% 15/05/2027	EUR	4,078,000	3,875	1.04
Aroundtown, FRN 4.75% Perpetual	GBP	2,000,000	2,044	0.55
CK Hutchison Group Telecom Finance 1.13% 17/10/2028	EUR	5,062,000	4,345	1.16
Galapagos Holding 7.00% 15/06/2022[§]	EUR	6,000,000	392	0.10
Kleopatra Holdings 1 9.25% 30/06/2023	EUR	3,283,917	1,559	0.42
			12,215	3.27

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Mexico 1.95% (1.65%)				
America Movil, FRN 6.37% 06/09/2073	GBP	7,000,000	7,261	1.95
			7,261	1.95
Netherlands 7.19% (3.87%)				
Deutsche Telekom International Finance 7.38% 04/12/2019	GBP	5,532,000	5,576	1.49
Koninklijke KPN, FRN 6.88% 14/03/2073	GBP	5,500,000	5,601	1.50
Telefonica Europe, FRN 4.44% Perpetual	EUR	2,500,000	2,377	0.64
Telefonica Europe, FRN 6.75% Perpetual	GBP	8,000,000	8,398	2.25
Volkswagen Financial Services 2.13% 27/06/2024	GBP	2,200,000	2,215	0.59
ZF Europe Finance 2.00% 23/02/2026	EUR	3,100,000	2,683	0.72
			26,850	7.19
Spain 1.17% (0.00%)				
Banco Santander 1.38% 31/07/2024	GBP	4,400,000	4,366	1.17
			4,366	1.17
Switzerland 0.82% (1.48%)				
UBS Group Funding Switzerland, FRN 6.87% Perpetual	USD	3,600,000	3,065	0.82
			3,065	0.82
United Kingdom 34.63% (42.79%)				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	4,000,000	3,715	1.00
Annington Funding 2.65% 12/07/2025	GBP	7,601,000	7,784	2.09
Aviva, FRN 5.13% 04/06/2050†	GBP	5,500,000	6,223	1.67
Barclays 3.25% 12/02/2027	GBP	6,500,000	6,771	1.81
Barclays, FRN 6.37% Perpetual	GBP	3,400,000	3,484	0.93
Debenhams 5.25% 15/07/2021§	GBP	903,000	361	0.10
DS Smith 2.88% 26/07/2029	GBP	3,700,000	3,784	1.01
Eversholt Funding 6.70% 22/02/2035	GBP	1,900,000	2,484	0.67
First Hydro Finance 9.00% 31/07/2021	GBP	1,100,000	1,239	0.33
Greene King Finance 5.70% 15/12/2034	GBP	6,266,000	5,483	1.47
House of Fraser Funding, FRN 6.55% 15/09/2020§	GBP	1,466,000	37	0.01
HSBC Holdings 6.75% 11/09/2028	GBP	6,000,000	7,934	2.13
HSBC Holdings, FRN 5.88% Perpetual	GBP	2,500,000	2,657	0.71
Imperial Brands Finance 9.00% 17/02/2022	GBP	5,500,000	6,426	1.72
Investec Bank 9.63% 17/02/2022	GBP	2,000,000	2,316	0.62
Investec Bank, FRN 4.25% 24/07/2028	GBP	3,435,000	3,488	0.93
Iron Mountain UK, REIT 3.88% 15/11/2025	GBP	2,539,000	2,545	0.68
Legal & General Group, FRN 10.00% 23/07/2041	GBP	10,000,000	11,426	3.06
Lloyds Bank 7.63% 22/04/2025	GBP	4,000,000	5,087	1.36
Lloyds Bank, FRN 12.00% Perpetual	USD	7,000,000	6,651	1.78
Mitchells & Butlers Finance, FRN, Series D1 2.91% 15/06/2036	GBP	4,000,000	2,882	0.77
Nationwide Building Society, FRN 5.88% Perpetual	GBP	1,700,000	1,773	0.47
New Look Senior Issuer 8.00% 01/07/2023§	GBP	3,500,000	–	–
Prudential, FRN 5.63% 20/10/2051	GBP	3,900,000	4,452	1.19
RAC Bond 5.00% 06/05/2046	GBP	5,000,000	4,498	1.20
Saga 3.38% 12/05/2024	GBP	3,500,000	3,082	0.83
Spirit Issuer, Series A5 5.47% 28/12/2034	GBP	5,500,000	6,082	1.63
Tritax Big Box REIT 2.63% 14/12/2026	GBP	5,000,000	5,116	1.37
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	9,000,000	9,406	2.52
Vodafone Group, FRN 4.87% 03/10/2078	GBP	2,000,000	2,115	0.57
			129,301	34.63

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 7.61% (11.92%)				
AT&T 4.38% 14/09/2029	GBP	5,000,000	5,799	1.55
AT&T 4.25% 01/06/2043	GBP	2,000,000	2,305	0.62
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	2,081,000	2,318	0.62
Citigroup 4.50% 03/03/2031	GBP	3,559,000	4,280	1.15
Fiserv 2.25% 01/07/2025	GBP	1,850,000	1,892	0.51
General Motors Financial 2.35% 03/09/2025	GBP	3,180,000	3,125	0.84
JPMorgan Chase, FRN 4.62% Perpetual	USD	2,500,000	1,931	0.52
Netflix 3.88% 15/11/2029	EUR	4,250,000	3,857	1.03
Time Warner Cable 5.25% 15/07/2042	GBP	2,500,000	2,885	0.77
			28,392	7.61
Corporate Bonds total			**259,267**	**69.45**
Swap 0.00% ((0.12)%)				
Forward Currency Contracts 1.75% (0.99%)				
Buy EUR 5,460,000 sell GBP 4,881,634 dated 05/12/2019			(120)	(0.03)
Buy GBP 60,624,504 sell EUR 66,567,000 dated 05/12/2019			2,569	0.69
Buy GBP 99,580,893 sell USD 120,810,000 dated 05/12/2019			4,258	1.14
Buy USD 8,672,000 sell GBP 7,004,552 dated 05/12/2019			(162)	(0.05)
Forward Currency Contracts total			**6,545**	**1.75**
Futures 0.44% (0.23%)				
Euro-Bund 06/12/2019	EUR	(187)	603	0.16
Long Gilt 27/12/2019	GBP	(331)	268	0.07
US 10 Year Note 19/12/2019	USD	(323)	315	0.09
US Ultra Bond 19/12/2019	USD	(89)	462	0.12
Futures total			**1,648**	**0.44**
Liquidity Funds 1.66% (0.54%)				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	6,200,000	6,200	1.66
Liquidity Funds total			**6,200**	**1.66**
Investment assets (including investment liabilities)			369,635	99.01
Net other assets			3,714	0.99
Net assets			**373,349**	**100.00**

All holdings are debt securities denominated in sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

§ Security is currently in default.

† A related party to the Fund.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		3,595		(27,617)
Revenue	3	17,533		22,951	
Expenses	4	(2,070)		(2,905)	
Net revenue before taxation		15,463		20,046	
Taxation	5	–		–	
Net revenue after taxation			15,463		20,046
Total return before distributions			**19,058**		**(7,571)**
Distributions	6		(15,463)		(20,046)
Change in net assets attributable to shareholders from investment activities			**3,595**		**(27,617)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**447,754**		**581,026**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	17,041		67,170	
Amounts payable on cancellation of shares	(101,730)		(179,897)	
		(84,689)		(112,727)
Dilution adjustment		39		29
Change in net assets attributable to shareholders from investment activities (see above)		3,595		(27,617)
Retained distribution on accumulation shares		6,650		7,043
Closing net assets attributable to shareholders		**373,349**		**447,754**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	369,917	416,300
Current assets:			
Debtors	8	7,498	10,801
Cash and bank balances	9	9,010	26,433
Total assets		**386,425**	**453,534**
Liabilities:			
Investment liabilities	7	(282)	(673)
Creditors:			
Bank overdrafts		(64)	–
Distributions payable		(1,447)	(2,811)
Other creditors	10	(11,283)	(2,296)
Total liabilities		**(13,076)**	**(5,780)**
Net assets attributable to shareholders		**373,349**	**447,754**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investment during the year comprise:		
Currency (losses)/gains	(4,483)	15
Derivative contracts (losses)/gains	(9,947)	1,456
Expenses relating to the purchase and sale of investments	–	(5)
Forward currency contracts losses	(496)	(3,348)
Non-derivative securities gains/(losses)	18,521	(25,735)
Net capital gains/(losses)	**3,595**	**(27,617)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	92	–
Interest on debt securities	17,540	23,465
Income from derivatives	(99)	(514)
Total revenue	**17,533**	**22,951**

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	2,037	2,539
Registration fees	–	256
	2,037	2,795
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	40
Interest payable	33	23
Safe custody fee	–	31
	33	94
Other expenses:		
Audit fee**	–	7
Printing and postage expenses	–	1
Statement fees	–	8
	–	16
Total expenses	**2,070**	**2,905**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £9,455 (2018: £9,091) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Corporation tax	–	–
Total current tax (see note 5b)	**–**	**–**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**15,463**	**20,046**
Corporation tax at 20%	3,093	4,009
Effects of:		
Tax deductible on interest distributions	(3,093)	(4,009)
Current tax charge (see note 5a)	**–**	**–**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

There was no provision for deferred tax at the year end (2018: £nil).

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Gross interest distribution for the three months ended 15 January	4,519	5,402
Gross interest distribution for the three months ended 15 April	4,011	4,517
Gross interest distribution for the three months ended 15 July	3,817	4,725
Gross interest distribution for the three months ended 15 October	2,702	4,814
	15,049	19,458
Add: Revenue deducted on cancellation of shares	499	819
Deduct: Revenue received on issue of shares	(85)	(231)
Total distributions	**15,463**	**20,046**
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	15,463	20,046
Net revenue after taxation	**15,463**	**20,046**

Details of the distributions per share are set out in the distribution tables on pages 379 and 380.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	1,648	–	1,045	–
Level 2: Observable market data	367,840	(282)	415,255	(673)
Level 3: Unobservable data	429	–	–	–
Total value	**369,917**	**(282)**	**416,300**	**(673)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	4,995	6,728
Amounts receivable on issue of shares	22	362
Overseas tax recoverable	–	95
Prepaid expenses	54	–
Sales awaiting settlement	2,427	3,616
Total debtors	**7,498**	**10,801**

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing house and brokers	–	11
Cash and bank balances	9,010	26,422
Total cash and bank balances	**9,010**	**26,433**

10 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	–	265
Amounts payable for cancellation of shares	2,662	542
Purchases awaiting settlement	8,621	1,489
Total other creditors	**11,283**	**2,296**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2018: £nil).

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due from the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £54,230 (2018: Due to the ACD £265,009). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £6,826,466 (2018: £7,562,087). The amount outstanding at the year end was £1,276,878 (2018: £2,115,799). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £168,700,000 (2018: £249,400,000) and £164,900,000 (2018: £264,200,000) respectively. The income received during the year amounted to £352,063 (2018: £344,225).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Income shares)	3,093,435	(7,253,565)	10,347,000
ACD and related parties (Class 3 Accumulation shares)	74,082,601	(10,763,474)	84,846,075

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 5 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.88%
Class 2: 0.63%
Class 3: 0.33%
Class 5: 0.58%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 366 and 367. The distributions per share are given in the distribution tables on pages 379 and 380. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	1,008,569	129,840	(196,752)	13,500	955,157
Class 2 Income shares	159,809,175	10,746,608	(57,856,360)	(1,417,196)	111,282,227
Class 5 Income shares	104,629,856	4,320,309	(16,906,454)	1,542,559	93,586,270
Class 3 Accumulation shares	84,846,075	778,771	(11,542,245)	–	74,082,601

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Value at risk

The Fund enters into derivative transactions in the form of forward currency contracts, futures and credit default swaps for the purpose of efficient portfolio management. The commitment approach has been used to calculate the global exposure.

The Investment Adviser assesses the market risk of the Fund's investments, including derivative exposure, using historical simulation methodology. This process provides an estimate of the maximum potential loss that could be expected to occur as a result of changes in market prices over a given period of time in all but a given percentage of circumstances. The VaR is calculated on a 99% confidence level with a 20 day horizon & 250 days of history.

The VaR calculated for the year ended 15 October 2019 was as follows:

	15.10.19 %	15.10.18 %
As at 15 October, the company's value at risk is		
During the financial year, the highest utilisation of value at risk was	(1.21)	(1.21)
During the financial year, the average utilisation of value at risk was	(1.49)	(1.44)
During the financial year, the lowest utilisation of value at risk was	(1.90)	(1.63)

Leverage

Average leverage is calculated as the sum of the net asset value and the incremental exposure generated through the use of derivatives (calculated in accordance with the commitment approach (CESR/10-788)) divided by the net asset value.

At the year end date the average leverage was 67% (2018: 50%).

Market price risk

At the year end date, 99.01% (2018: 92.82%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.90% (2018: 9.28%).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Counterparty exposure

Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts,futures contracts and credit default swaps. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

15.10.19	Forward currency contracts £000	Futures contracts £000	Total £000
Citibank	(33)	–	(33)
Goldman Sachs	2,567	–	2,567
HSBC	(107)	–	(107)
J.P. Morgan	24	1,648	1,672
Merrill Lynch	2	–	2
Morgan Stanley	(122)	–	(122)
Royal Bank of Canada	4,221	–	4,221
Royal Bank of Scotland	(7)	–	(7)
Total	**6,545**	**1,648**	**8,193**

15.10.18	Forward currency contracts £000	Futures contracts £000	Total £000
Citibank	(77)	–	(77)
Goldman Sachs	1,581	–	1,581
JPMorgan	–	1,045	1,045
Royal Bank of Scotland	2,987	–	2,987
UBS	(53)	–	(53)
Total	**4,438**	**1,045**	**5,483**

The counterparty exposure on forward currency contracts is reported at their mark to market values but for futures contracts and credit default swaps it is only the positive mark to market value that are reported.

Collateral

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2018: £nil).

17 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	246,688	243,144	66.08%	54.30%
Below investment grade securities	107,278	163,600	28.74%	36.54%
Unrated securities	1,276	1,543	0.34%	0.34%
Total debt securities	**355,242**	**408,287**	**95.16%**	**91.18%**

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

18 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2019 (2018: £nil). The total purchases for the year amounted to £376,774,778 (2018: £480,809,468) and the total sales amounted to £443,702,432 (2018: £611,454,766).

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.75% (2018: 0.74%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

19 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLES

Final distribution payable in pence per share for the three months ended 15 October 2019

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Income shares	Group 1	0.4378	–	0.4378	0.6789
	Group 2	0.2988	0.1390	0.4378	0.6789
Class 2 Income shares	Group 1	0.7277	–	0.7277	1.0930
	Group 2	0.3577	0.3700	0.7277	1.0930
Class 5 Income shares	Group 1	0.6767	–	0.6767	1.0105
	Group 2	0.3707	0.3060	0.6767	1.0105

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 3 Accumulation shares	Group 1	1.6932	–	1.6932	2.3604
	Group 2	0.5784	1.1148	1.6932	2.3604

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 July 2019.

Interim distribution paid in pence per share for the three months ended 15 July 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 1 Income shares	Group 1	0.6052	–	0.6052	0.5726
	Group 2	0.2423	0.3629	0.6052	0.5726
Class 2 Income shares	Group 1	0.9788	–	0.9788	0.9663
	Group 2	0.4392	0.5396	0.9788	0.9663
Class 5 Income shares	Group 1	0.9055	–	0.9055	0.8945
	Group 2	0.4287	0.4768	0.9055	0.8945

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2019	Interim distribution paid 15 September 2018
Class 3 Accumulation shares	Group 1	2.1934	–	2.1934	2.0818
	Group 2	1.2966	0.8968	2.1934	2.0818

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 April 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the three months ended 15 April 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 1 Income shares	Group 1	0.6081	–	0.6081	0.4692
	Group 2	0.1582	0.4499	0.6081	0.4692
Class 2 Income shares	Group 1	0.9815	–	0.9815	0.8391
	Group 2	0.4313	0.5502	0.9815	0.8391
Class 5 Income shares	Group 1	0.9078	–	0.9078	0.7786
	Group 2	0.4231	0.4847	0.9078	0.7786

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2019	Interim distribution paid 15 June 2018
Class 3 Accumulation shares	Group 1	2.1731	–	2.1731	1.8114
	Group 2	1.1990	0.9741	2.1731	1.8114

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 January 2019.

Interim distribution paid in pence per share for the three months ended 15 January 2019

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 1 Income shares	Group 1	0.6515	–	0.6515	0.5199
	Group 2	0.3971	0.2544	0.6515	0.5199
Class 2 Income shares	Group 1	1.0481	–	1.0481	0.9346
	Group 2	0.6308	0.4173	1.0481	0.9346
Class 5 Income shares	Group 1	0.9688	–	0.9688	0.8660
	Group 2	0.5257	0.4431	0.9688	0.8660

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2019	Interim distribution paid 15 March 2018
Class 3 Accumulation shares	Group 1	2.2876	–	2.2876	1.9922
	Group 2	0.8708	1.4168	2.2876	1.9922

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS SUSTAINABLE INCOME & GROWTH FUND

The Fund launched on 10 July 2019.

INVESTMENT OBJECTIVE

The Fund aims to provide a yearly income yield of 5% with the potential for capital growth over the long-term (5 years or more). It will invest in a broad range of global asset classes focussed on long-term sustainability. The income aim is measured before the deduction of Fund taxes.

INVESTMENT POLICY

Core investment: The Fund will invest in shares of both developed and emerging market companies, listed infrastructure companies, listed real estate companies, and developed and emerging market bonds issued by companies, governments, or large institutional organisations. The Fund will hold less than 60% of its assets in interest bearing securities such as bonds.

Other investments: The Fund may also invest in cash, deposits and other funds, (including funds managed by Aviva Investors companies). Derivatives, such as futures, may be used from time to time, to gain market exposure which may be difficult or costly to achieve directly, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which may be hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

Strategy: The Fund is actively managed to blend traditional income producing assets, such as corporate and government bonds, with companies that have prospects for dividend growth, such as shares and listed real asset companies including Real Estate Investment Trusts (REITs). The Fund will seek to diversify risk and is not constrained by geography, asset class or sector.

Environmental, Social & Governance (ESG): The Investment Manager selects investments for the Fund based on its opinion of their income and sustainability characteristics in line with the Fund's objectives. At least 90% of the Fund's investments (other than bonds issued by governments) will be assessed according to our proprietary ESG model, which will assist the Investment Manager in making investment decisions alongside the Investment Manager's assessment of ESG factors. The Fund will need to meet an overall threshold by reference to the ESG model. Integration of these ESG factors in the investment process aims to identify market leading and mature companies which are considered to offer superior earnings growth and sustainable dividends, whilst also demonstrating a sustainable business approach. Investment decisions are supported by active engagement with these companies and use of voting rights, with the intention of positively influencing company behaviour to contribute to competitive returns. The constituents of the Composite Index will be subject to assessment using MSCI® ESG Ratings, and companies in the bottom 20% of the Composite Index by MSCI® ESG Rating will be excluded from eligibility for investment by the Fund. There are further specific eligibility exclusions related to coal, tobacco and controversial weapons. Further information regarding the Fund's ESG eligibility exclusions, how we integrate ESG into our investment approach, our proprietary ESG model, and how we engage with companies is available on our website and in the prospectus.

Performance and Risk Measurement: The Fund's performance will be judged on whether it has met its income and capital growth aims. To provide market context when evaluating the returns of the Fund, performance is also compared against a composite index comprised of 60% MSCI®* All Country World Index (Net) GPB and 40% Bloomberg Barclays®** Global-Aggregate Total Return Index Unhedged GBP ("the Composite Index").

The Fund does not base its investment process on the Composite Index, so will not hold every asset in the Composite Index (in particular it cannot hold companies ranked in the bottom 20% of the Composite Index by MSCI ESG Rating as set out above) and may also hold companies that do not form part of it. The Fund's returns could therefore be very different from those of the Composite Index.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Composite Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Composite Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Composite Index. The Fund could operate outside of this range, and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcomes.

The MSCI® All Country World Index comprises large and medium-sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from both developed and emerging markets, and the index is designed to provide a broad measure of global equity market performance. The Bloomberg Barclays Global Aggregate Bond Index is a measure of global investment grade debt from twenty-four local currency markets.

The Composite Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

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AVIVA INVESTORS SUSTAINABLE INCOME & GROWTH FUND (CONTINUED)

FUND MANAGER'S REPORT

Performance

Over the period 10 July 2019 to 15 October 2019, the Aviva Investors Sustainable Income & Growth Fund delivered a total return of 0.22% (share class 1), net of fees. The Fund's benchmark, 60% MSCI® All Countries World Index, returned -1.70% over the same period.

Review

The Fund launched on 10 July 2019. Following challenging conditions in July and August, strong performance in September brought the Fund into positive territory.

It was a mixed period for markets. Credit and government bond markets started the period on the front foot, notably in Europe where government yields fell and a proposed resumption of the Corporate Sector Purchase Programme was very supportive for credit. Equity markets proved more variable, with UK and NASDAQ index strength being counterbalanced by weakness elsewhere. Markets became increasingly volatile in August as trade war concerns escalated. Data softened further in export sensitive economies such as Germany and China, and a flight to safety drove the stock of negative yielding government bonds hit a record high of USD17 trillion. The subsequent recovery saw equities advance, and safe havens such as major government bond markets retreat, a combination that was particularly supportive for financial stocks.

Against a backdrop of volatile equity markets, the Fund's equity positions detracted from performance. Losses in our emerging market portfolio was partially offset by exposure to developed market equities. However, sterling weakness meant that there was strong performance across the board in our credit and real asset portfolios; which are largely denominated in overseas currencies, and therefore benefitted from the strength of these versus sterling. With bond yields generally falling and credit boosted, with the exception of emerging market corporates, all these sub-portfolios delivered positive returns.

More generally performance at portfolio level reflects the diversification that we expected from our multi-asset positioning. While individual positions may lose or make money, we are for example encouraged with the way that losses on banks and insurance companies in our equity holdings are offset by gains from real assets, benefitting from expectations for lower interest rates.

Outlook

Following the strong run in equities in September, valuations of some developed market equities looked stretched. We have reduced exposure here and recycled the proceeds into Global High Yield. Furthermore within equities, we have rebalanced away from Value stocks towards Quality. While focused on bottom-up valuations, we believe that the portfolio is well positioned for an environment of slowing growth, but one in which policy makers can engineer a soft landing and avoid recession.

November 2019

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 384 and 385 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.13 to 31.12.14	N/A	N/A	N/A
31.12.14 to 31.12.15	N/A	N/A	N/A
31.12.15 to 31.12.16	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A

Performance History – Income Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.13 to 31.12.14	N/A	N/A
31.12.14 to 31.12.15	N/A	N/A
31.12.15 to 31.12.16	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A

* Benchmark – MSCI® All Countries World Index.

Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.13 to 31.12.14	N/A	N/A	N/A
31.12.14 to 31.12.15	N/A	N/A	N/A
31.12.15 to 31.12.16	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A

Performance History – Accumulation Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.13 to 31.12.14	N/A	N/A
31.12.14 to 31.12.15	N/A	N/A
31.12.15 to 31.12.16	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A

* Benchmark – MSCI® All Countries World Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

AVIVA INVESTORS SUSTAINABLE INCOME & GROWTH FUND (CONTINUED)

Material Portfolio Changes

Purchases	Sales
St James's Place	Dominican Republic International Bond 6.50% 15/02/2048
Texas Instruments	Prudential
CoreSite Realty, REIT	Cie Generale des Etablissements Michelin
Termocandelaria Power 7.88% 30/01/2029	CyrusOne, REIT
Ukraine Government Bond 8.99% 01/02/2024	Unibail-Rodamco-Westfield, REIT
Klabin Austria 7.00% 03/04/2049	Unilever
MARB BondCo 6.88% 19/01/2025	Apple
Kenya Government Bond 7.25% 28/02/2028	Texas Instruments
IHS Netherlands Holdco 7.13% 18/03/2025	Iron Mountain, REIT 4.88% 15/09/2027
Drax Finco 6.63% 01/11/2025	UNITE Group, REIT

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	**4**	5	6	7

The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments will be affected by changes in exchange rates.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Income shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	0.19
Operating charges	(0.19)
Return after operating charges[†]	–
Distributions	(0.72)
Closing net asset value per share	99.28
[†] after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.00%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)[‡]	0.63%
Direct transaction costs (%)[#]	0.12%
Prices[≈]	
Highest share price	101.62
Lowest share price	98.58

Class 3 Income shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	0.29
Operating charges	(0.10)
Return after operating charges[†]	0.19
Distributions	(0.84)
Closing net asset value per share	99.35
[†] after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.19%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)[‡]	0.40%
Direct transaction costs (%)[#]	0.12%
Prices[≈]	
Highest share price	101.70
Lowest share price	98.65

Class 2 Income shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	0.29
Operating charges	(0.10)
Return after operating charges[†]	0.19
Distributions	(0.84)
Closing net asset value per share	99.35
[†] after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.19%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)[‡]	0.48%
Direct transaction costs (%)[#]	0.12%
Prices[≈]	
Highest share price	101.70
Lowest share price	98.65

Class 4 Income shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	0.28
Operating charges	(0.10)
Return after operating charges[†]	0.18
Distributions	(0.83)
Closing net asset value per share	99.35
[†] after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.18%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)[‡]	0.48%
Direct transaction costs (%)[#]	0.12%
Prices[≈]	
Highest share price	101.70
Lowest share price	98.65

COMPARATIVE TABLES (CONTINUED)

Class 1 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	0.29
Operating charges	(0.19)
Return after operating charges[†]	0.10
Distributions	(0.84)
Retained distributions on accumulation shares	0.84
Closing net asset value per share	100.10
[†] after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.10%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)[‡]	0.63%
Direct transaction costs (%)[#]	0.12%
Prices[≈]	
Highest share price	102.07
Lowest share price	98.62

Class 2 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	0.25
Operating charges	(0.12)
Return after operating charges[†]	0.13
Distributions	(0.82)
Retained distributions on accumulation shares	0.82
Closing net asset value per share	100.13
[†] after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.13%
Other information	
Closing net asset value (£000)	34
Closing number of shares	33,752
Operating charges (%)[‡]	0.48%
Direct transaction costs (%)[#]	0.12%
Prices[≈]	
Highest share price	102.11
Lowest share price	98.63

Class 3 Accumulation shares	2019[§] p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges[†]	0.27
Operating charges	(0.11)
Return after operating charges[†]	0.16
Distributions	(0.82)
Retained distributions on accumulation shares	0.82
Closing net asset value per share	100.16
[†] after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.16%
Other information	
Closing net asset value (£000)	5,009
Closing number of shares	5,001,000
Operating charges (%)[‡]	0.40%
Direct transaction costs (%)[#]	0.12%
Prices[≈]	
Highest share price	102.13
Lowest share price	98.64

COMPARATIVE TABLES (CONTINUED)

Class 4 Accumulation shares	2019§ p per share
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges†	0.28
Operating charges	(0.10)
Return after operating charges†	0.18
Distributions	(0.84)
Retained distributions on accumulation shares	0.84
Closing net asset value per share	100.18
† after direct transaction costs of	(0.12)
Performance	
Return after charges (%)	0.18%
Other information	
Closing net asset value (£000)	1
Closing number of shares	1,000
Operating charges (%)‡	0.48%
Direct transaction costs (%)#	0.12%
Prices≈	
Highest share price	102.14
Lowest share price	98.65

§ The Fund launched on 10 July 2019.

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	10.07.19 to 15.10.19
Class 1	0.63%
Class 2	0.48%
Class 3	0.40%
Class 4	0.48%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

The ACD will apply a discount to the Fund Management Fee for 18 months from the date of the Fund's launch (the "Discount Period"). When the Discount Period ends, the Fund Management Fee will revert to the full published rate without further notice to shareholders.

The Discount Period for the Fund will apply from 10 July 2019 until 9 January 2021. Please see the Prospectus for full details.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Equities 59.64%				
Australia 0.24%				
APA Group	AUD	2,054	12	0.24
			12	0.24
Cayman Islands 2.24%				
Shenzhou International Group Holdings	HKD	10,400	113	2.24
			113	2.24
China 0.93%				
Ping An Insurance Group Co. of China 'H'	HKD	4,920	47	0.93
			47	0.93
Finland 1.11%				
Nordea Bank	SEK	10,067	56	1.11
			56	1.11
France 7.94%				
AXA	EUR	3,811	78	1.54
Credit Agricole	EUR	6,536	64	1.27
ICADE, REIT	EUR	1,070	79	1.56
Klepierre, REIT	EUR	2,237	61	1.21
Orange	EUR	5,126	66	1.31
Vinci	EUR	612	53	1.05
			401	7.94
Germany 7.03%				
Allianz	EUR	771	142	2.81
Deutsche Telekom	EUR	4,317	59	1.17
LEG Immobilien	EUR	994	90	1.78
Vonovia	EUR	1,549	64	1.27
			355	7.03
Hong Kong 2.32%				
Sun Hung Kai Properties	HKD	4,946	56	1.11
Techtronic Industries	HKD	10,500	61	1.21
			117	2.32
Indonesia 1.09%				
Bank Rakyat Indonesia Persero	IDR	248,600	55	1.09
			55	1.09
Ireland 0.85%				
Ingersoll-Rand	USD	477	43	0.85
			43	0.85
Luxembourg 0.93%				
Aroundtown	EUR	7,183	47	0.93
			47	0.93
Netherlands 2.08%				
Airbus	EUR	490	51	1.01
Heineken	EUR	638	54	1.07
			105	2.08
South Africa 1.47%				
Standard Bank Group	ZAR	7,808	74	1.47
			74	1.47
United Kingdom 7.39%				
Big Yellow Group, REIT	GBP	4,550	51	1.01
St James's Place	GBP	17,884	178	3.53
UNITE Group, REIT	GBP	12,439	144	2.85
			373	7.39

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 24.02%				
American Tower, REIT	USD	354	63	1.25
Apollo Commercial Real Estate Finance, REIT	USD	4,696	70	1.39
Ares Commercial Real Estate, REIT	USD	5,801	70	1.39
CoreSite Realty, REIT	USD	1,894	177	3.50
Digital Realty Trust, REIT	USD	384	39	0.77
Home Depot	USD	723	134	2.65
Honeywell International	USD	249	32	0.63
Lowe's	USD	779	68	1.35
Morgan Stanley	USD	1,556	52	1.03
ONEOK	USD	2,677	146	2.89
PepsiCo	USD	579	63	1.25
Simon Property Group, REIT	USD	492	58	1.15
Texas Instruments	USD	1,871	192	3.80
Visa 'A'	USD	351	49	0.97
			1,213	24.02
Equities total			**3,011**	**59.64**
Government Bonds 6.67%				
Kenya 3.23%				
Kenya Government Bond 7.25% 28/02/2028	USD	200,000	163	3.23
			163	3.23
Ukraine 3.44%				
Ukraine Government Bond 8.99% 01/02/2024	USD	200,000	174	3.44
			174	3.44
Government Bonds total			**337**	**6.67**
Corporate Bonds 28.84%				
Austria 3.37%				
Klabin Austria 7.00% 03/04/2049	USD	200,000	170	3.37
			170	3.37
Bermuda 0.99%				
Viking Cruises 5.88% 15/09/2027	USD	60,000	50	0.99
			50	0.99
Canada 1.48%				
Fairstone Financial 7.88% 15/07/2024	USD	46,000	38	0.75
IAMGOLD 7.00% 15/04/2025	USD	45,000	37	0.73
			75	1.48
Cayman Islands 3.43%				
Termocandelaria Power 7.88% 30/01/2029	USD	200,000	173	3.43
			173	3.43
Mexico 6.32%				
Banco Mercantil del Norte, FRN 6.87% Perpetual	USD	200,000	162	3.21
Unifin Financiera 7.00% 15/01/2025	USD	200,000	157	3.11
			319	6.32
Netherlands 3.17%				
IHS Netherlands Holdco 7.13% 18/03/2025	USD	200,000	160	3.17
			160	3.17
United Kingdom 6.50%				
Drax Finco 6.63% 01/11/2025	USD	200,000	163	3.23
MARB BondCo 6.88% 19/01/2025	USD	200,000	165	3.27
			328	6.50

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 3.58%				
CommScope 6.00% 01/03/2026	USD	44,000	35	0.69
DaVita 5.00% 01/05/2025	USD	63,000	50	0.99
Genesis Energy 6.50% 01/10/2025	USD	31,000	24	0.47
Oceaneering International 6.00% 01/02/2028	USD	31,000	23	0.46
Springleaf Finance 6.63% 15/01/2028	USD	58,000	49	0.97
			181	3.58
Corporate Bonds total			**1,456**	**28.84**
Investment assets			4,804	95.15
Net other assets			245	4.85
Net assets			**5,049**	**100.00**

All holdings are ordinary shares or stock units or debt securities and admitted to an official stock exchange unless otherwise stated.

STATEMENT OF TOTAL RETURN

For the period from 10 July 2019 to 15 October 2019

	Notes	£000	Period ended 15.10.19* £000
Income			
Net capital losses	2		(29)
Revenue	3	49	
Expenses	4	(5)	
Net revenue before taxation		44	
Taxation	5	(7)	
Net revenue after taxation			37
Total return before distributions			**8**
Distributions	6		(41)
Change in net assets attributable to shareholders from investment activities			**(33)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the period from 10 July 2019 to 15 October 2019

	£000	Period ended 15.10.19* £000
Opening net assets attributable to shareholders		**–**
Movement due to issue and cancellation of shares:		
Amounts receivable on issue of shares	5,055	
Amounts payable on cancellation of shares	(14)	
		5,041
Change in net assets attributable to shareholders from investment activities (see above)		(33)
Retained distribution on accumulation shares		41
Closing net assets attributable to shareholders		**5,049**

* Fund launched on 10 July 2019.

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19* £000
Assets:		
Investments	7	4,804
Current assets:		
Debtors	8	283
Cash and bank balances	9	27
Total assets		**5,114**
Liabilities:		
Creditors:		
Other creditors	10	(65)
Total liabilities		**(65)**
Net assets attributable to shareholders		**5,049**

* Fund launched on 10 July 2019.

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital losses

	Period ended 15.10.19[§] £000
Net capital losses on investment during the period comprise:	
Currency gains	16
Non-derivative securities losses	(45)
Net capital losses	**(29)**

3 Revenue

	Period ended 15.10.19[§] £000
Interest on debt securities	28
Overseas dividends	15
Property income distributions	1
UK dividends	5
Total revenue	**49**

4 Expenses

	Period ended 15.10.19[§] £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:	
Fund Management Fee	5
Total expenses	**5**

The audit fee was £9,546. The audit fee forms part of the FMF.

[§] Fund launched on 10 July 2019.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Period ended 15.10.19[§] £000
Corporation tax	5
Overseas tax suffered	2
Total current tax (see note 5b)	**7**

b Factors affecting current tax charge

The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%).

The differences are explained below:

	Period ended 15.10.19[§] £000
Net revenue before taxation	**44**
Corporation tax at 20%	9
Effects of:	
Double tax relief	(1)
Overseas dividends not subject to corporation tax	(2)
Overseas tax suffered	2
UK dividends not subject to corporation tax	(1)
Current tax charge (see note 5a)	**7**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

Fund has immaterial deferred tax at the period end.

6 Distributions

	Period ended 15.10.19[§] £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:	
Net dividend distribution for the two months ended 15 September	26
Net dividend distribution for the month ended 15 October	15
	41
Total distributions	**41**
Reconciliation of distributions for the period to net revenue after taxation	
Distributions for the period	41
Fund Management Fee borne by the capital account	(5)
Tax relief on capitalised Fund Management Fee	1
Net revenue after taxation	**37**

Details of the distributions per share are set out in the distribution tables on pages 398 and 400.

[§] Fund launched on 10 July 2019.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7 Fair value hierarchy

Valuation technique	As at 15.10.19 Assets at £000
Level 1: Quoted prices	3,011
Level 2: Observable market data	1,793
Total value	**4,804**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000
Accrued revenue	25
Amounts receivable on issue of shares	10
Sales awaiting settlement	248
Total debtors	**283**

9 Cash and bank balances

	As at 15.10.19 £000
Cash and bank balances	27
Total cash and bank balances	**27**

10 Other creditors

	As at 15.10.19 £000
Accrued expenses	2
Corporation tax payable	5
Purchases awaiting settlement	58
Total other creditors	**65**

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the period end.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the period end in respect of Fund Management Fee was £1,758. Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 10.

Distributions payable to the ACD and related parties of the ACD during the period amounted to £40,972. The amount outstanding at the period end was £14,568. Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

Holdings at the year end and movements during the period are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 3 Income shares)	1,000	1,000	–
ACD and related parties (Class 2 Accumulation shares)	2,317	2,317	–
ACD and related parties (Class 3 Accumulation shares)	5,001,000	5,001,000	–

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 4 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.63%
Class 2: 0.48%
Class 3: 0.40%
Class 4: 0.48%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 384 and 385. The distributions per share are given in the distribution tables on pages 398 and 400. All the share classes have the same rights on winding up.

14 Shares in issue reconciliation

	Number of shares in issue at 10.07.19	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Income shares	–	1,000	–	–	1,000
Class 2 Income shares	–	1,000	–	–	1,000
Class 3 Income shares	–	1,000	–	–	1,000
Class 4 Income shares	–	1,000	–	–	1,000
Class 1 Accumulation shares	–	1,000	–	–	1,000
Class 2 Accumulation shares	–	48,305	(14,553)	–	33,752
Class 3 Accumulation shares	–	5,001,000	–	–	5,001,000
Class 4 Accumulation shares	–	1,000	–	–	1,000

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values.

Currency risk

At the year end date, 89.80% of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 8.98%.

	Net foreign currency assets		
	Monetary exposure £000	Non-monetary exposure £000	Total £000
Currency	15.10.19	15.10.19	15.10.19
Australian dollar	–	12	12
Euro	4	908	912
Hong Kong dollar	2	277	279
Indonesian rupiah	–	55	55
South African rand	2	74	76
Swedish krona	–	56	56
US dollar	95	3,049	3,144

Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2019 was:

Currency 15.10.19	Floating Rate £000	Fixed Rate £000	None £000	Total £000
Financial Assets				
Australian dollar	–	–	12	12
Euro	–	–	971	971
Hong Kong dollar	3	–	276	279
Indonesian rupiah	–	–	55	55
South African rand	2	–	74	76
Sterling	16	–	505	521
Swedish krona	–	–	56	56
US dollar	6	1,794	1,344	3,144
Financial Liabilities				
Euro	–	–	(59)	(59)
Sterling	–	–	(6)	(6)
Total	**27**	**1,794**	**3,228**	**5,049**

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

Market price risk

At the period end date, 95.15% of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 9.52%.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
Purchases						
Bonds	(2,001)	–	–	(2,001)	0.00%	0.00%
Equities	(3,463)	(1)	(5)	(3,469)	0.03%	0.14%
	(5,464)	(1)	(5)	(5,470)		
Sales						
Bonds	193	–	–	193	0.00%	0.00%
Equities	426	–	–	426	0.00%	0.00%
	619	–	–	619		
Total		(1)	(5)			
Percentage of Fund average net assets		0.02%	0.10%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.30%. This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

17 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the period end.

DISTRIBUTION TABLES

Final distribution payable in pence per share for the month ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 November 2019
Class 1 Income shares	Group 1	0.2380	–	0.2380
	Group 2	0.2380	0.0000	0.2380
Class 2 Income shares	Group 1	0.3010	–	0.3010
	Group 2	0.3010	0.0000	0.3010
Class 3 Income shares	Group 1	0.3010	–	0.3010
	Group 2	0.3010	0.0000	0.3010
Class 4 Income shares	Group 1	0.2960	–	0.2960
	Group 2	0.2960	0.0000	0.2960

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 November 2019
Class 1 Accumulation shares	Group 1	0.3030	–	0.3030
	Group 2	0.3030	0.0000	0.3030
Class 2 Accumulation shares	Group 1	0.2865	–	0.2865
	Group 2	0.0453	0.2412	0.2865
Class 3 Accumulation shares	Group 1	0.2911	–	0.2911
	Group 2	0.2911	0.0000	0.2911
Class 4 Accumulation shares	Group 1	0.3030	–	0.3030
	Group 2	0.3030	0.0000	0.3030

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 September 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 September 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 October 2019
Class 1 Income shares	Group 1	0.2800	–	0.2800
	Group 2	0.2800	0.0000	0.2800
Class 2 Income shares	Group 1	0.2800	–	0.2800
	Group 2	0.2800	0.0000	0.2800
Class 3 Income shares	Group 1	0.2800	–	0.2800
	Group 2	0.2800	0.0000	0.2800
Class 4 Income shares	Group 1	0.2800	–	0.2800
	Group 2	0.2800	0.0000	0.2800

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 October 2019
Class 1 Accumulation shares	Group 1	0.2800	–	0.2800
	Group 2	0.2800	0.0000	0.2800
Class 2 Accumulation shares	Group 1	0.2800	–	0.2800
	Group 2	0.0000	0.2800	0.2800
Class 3 Accumulation shares	Group 1	0.2800	–	0.2800
	Group 2	0.2800	0.0000	0.2800
Class 4 Accumulation shares	Group 1	0.2800	–	0.2800
	Group 2	0.2800	0.0000	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2019.
Group 2 shares are those shares purchased after 12:00 noon on 15 August 2019.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 15 August 2019

Income shares		Net revenue	Equalisation	Interim distribution paid 15 September 2019
Class 1 Income shares	Group 1	0.2020	–	0.2020
	Group 2	0.2020	0.0000	0.2020
Class 2 Income shares	Group 1	0.2550	–	0.2550
	Group 2	0.2550	0.0000	0.2550
Class 3 Income shares	Group 1	0.2550	–	0.2550
	Group 2	0.2550	0.0000	0.2550
Class 4 Income shares	Group 1	0.2550	–	0.2550
	Group 2	0.2550	0.0000	0.2550

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 September 2019
Class 1 Accumulation shares	Group 1	0.2550	–	0.2550
	Group 2	0.2550	0.0000	0.2550
Class 2 Accumulation shares	Group 1	0.2489	–	0.2489
	Group 2	0.0737	0.1752	0.2489
Class 3 Accumulation shares	Group 1	0.2469	–	0.2469
	Group 2	0.2469	0.0000	0.2469
Class 4 Accumulation shares	Group 1	0.2550	–	0.2550
	Group 2	0.2550	0.0000	0.2550

Interim distribution

Group 1 shares are those shares purchased at 12:00 noon on 10 July 2019.
Group 2 shares are those shares purchased after 12:00 noon on 10 July 2019.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

AVIVA INVESTORS MULTI-STRATEGY TARGET RETURN FUND

INVESTMENT OBJECTIVE

To deliver a positive return over rolling three year periods regardless of the prevailing stock market environment. The Fund aims to generate a positive return, on average 5% per annum above the Bank of England Base Rate before the deduction of charges, over rolling three year periods. In seeking to target this level of return the Fund also aims to manage volatility to a target of less than half the volatility of global equities, measured over the same rolling three year periods. These aims, however, are not guaranteed and it may not always be possible to achieve positive returns or to achieve the target level of volatility over rolling three year periods, or over any period of investment. Consequently, investors' capital is at risk.

INVESTMENT POLICY

Core Investment: The Fund invests across a broad range of global asset classes (including emerging markets) that may include shares of companies, bonds (both corporate and government), cash, commodities, indirect property, and currencies. Other funds (including funds managed by Aviva Investors companies) may also be used to gain exposure to these asset classes. The Fund will make significant use of derivative instruments for investment purposes including: futures, options, swaps, swaptions and forwards.

Strategy: The Fund is actively managed and the Investment Manager may take both long and synthetic short positions and derivative usage may include but is not limited to derivatives on interest rates, inflation rates, bonds, credit, equity, financial indices, volatility, dividend payments and currencies. Derivatives usage may be for the purposes of hedging, efficient portfolio management, or investment purposes and may be exchange traded or traded off exchange through market counterparties. The use of derivative instruments as part of the investment policy will mean that the Fund may, from time to time, have substantial holdings in liquid assets including deposits and money market instruments.

Environmental, Social and Governance (ESG) factors: ESG factors are integrated into the investment process and are considered alongside a range of financial metrics and research, but the Investment Manager retains discretion over which investments are selected. We also actively engage with companies and use voting rights with the aim of positively influencing company behaviour and helping to create competitive returns. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on how we integrate ESG and the Aviva Investors UK Responsible Investment policy into our investment approach, and how we engage with companies is available on our website and in the prospectus.

Performance & Risk Measurement: The Fund aims to generate returns which exceed the Bank of England base rate, which has been chosen as the market standard indicator of the risk-free rate of return. The Fund targets 5% above this rate because that is the level of outperformance that the Investment Manager believes to be realistic for this strategy alongside the volatility aim.

The Fund is managed to a defined risk target – linked to the volatility of global equities. Volatility measures how much the returns of the Fund may fluctuate and is an indicator of the level of risk taken by the Investment Manager.

The Fund is expected to operate with a volatility no greater than 50% of that of global equities, however, there may be times where the Fund operates above this target. The Index we use to represent global equities is the MSCI® All Country World Index GBP (the "Index"). The Fund's volatility is compared against the Index's monthly volatility, annualised, over 3-year rolling periods.

The Index comprises large and medium sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from both developed and emerging markets, and the Index is designed to provide a broad measure of global equity market performance.

The Index has been selected as a benchmark due to the broad range of companies that it represents, and it is therefore an appropriate measure of the volatility of global equities.

FUND MANAGER'S REPORT

Performance
Over the twelve months ended 15 October 2019, the Aviva Investors Multi-Strategy Target Return Fund delivered a total return of 1.89% (share class 1) net of fees. The Fund's benchmark, the Bank of England Base Rate Plus 5%, returned 4.75%.

Review
Performance over the year under review can effectively be broken down into two periods: a challenging finish to 2018 versus a strong rebound in the Fund's performance in 2019.

The last quarter of 2018 was turbulent as investors rapidly priced in an unfeasibly pessimistic macro-economic outlook, partly driven by thin liquidity caused by seasonal and technical factors. Over this period, our long equity, long inflation and short duration positions (predominantly in the US) detracted the most as equity markets, inflation expectations and bond yields repriced lower.

The sharp market sell-off that took place at the end of 2018 was quickly reversed in the first quarter of 2019, with a change in interest rate guidance from the US central bank being one of the most notable catalysts. Maintaining our main risk exposures through December resulted in the Fund performing very strongly in the first quarter of the year, with Market Return strategies being the dominant driver of performance. We saw meaningfully positive contributions from our long equity and property positions.

The Fund's performance continued on a robust path in the subsequent two quarters, successfully capturing market upside while simultaneously limiting drawdowns in more challenging months such as May and August. The decision to strengthen the Risk-Reducing section of the portfolio at the start of the year proved to be particularly timely. In particular, taking on more risks in fixed income investments worked particularly well as the combination of looser monetary policy and uncertainty around trade negotiations led to a steep fall in bond yields, thereby pushing up asset prices. Our positive stance towards US government bonds and our increased exposure to a strategy anticipating Asian currencies to weaken also proved to be effective risk-reducers, most notably in May and August when trade tensions escalated.

Over the course of the year, we progressively rotated part of our exposure away from equities into higher yielding credit strategies. The latter performed particularly well, in large part supported by investors' incessant hunt for yield and accommodative monetary policy. The fact that we had reduced equity risk to the lowest end of the range since the Fund's launch meant that losses from our equity strategies were relatively contained during the May and August sell-offs.

AVIVA INVESTORS MULTI-STRATEGY TARGET RETURN FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Outlook

Following a sharp slowdown over the course of 2018, we expect global growth to remain soft in 2019 and 2020. While the strength of labour markets and associated elevated levels of consumer confidence have been the bright spots throughout the current expansion, global economic repercussions could arise should there be any spill over from weakening business confidence into hiring intentions. Against this backdrop, we prefer to allocate risk to credit strategies, most notably emerging market debt hard currency and European financial subordinated debt, as they should remain supported in a low-yield environment.

November 2019

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 403 and 404 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Share Class 5*** %
31.12.13 to 31.12.14	N/A	N/A	N/A	N/A
31.12.14 to 31.12.15	4.33	4.54	N/A	5.14
31.12.15 to 31.12.16	0.86	1.07	1.27	1.56
31.12.16 to 31.12.17	-2.32	-2.14	-1.93	-2.03
31.12.17 to 31.12.18	-6.33	-6.15	-5.95	-6.03

Performance History – Income Shares

Calendar year	Share Class 9 %	Benchmark* %
31.12.13 to 31.12.14	N/A	N/A
31.12.14 to 31.12.15	4.58	5.49
31.12.15 to 31.12.16	1.11	5.42
31.12.16 to 31.12.17	-2.10	5.27
31.12.17 to 31.12.18	-6.11	5.59

* Benchmark – Bank of England Base Rate (plus 5%)

*** Please note that up to (but not including) 24 October 2016, the fees costs and expenses of operating and running the Company and the Funds were incurred on a more traditional charging method which, amongst other things, included an annual management charge that was paid to the ACD in respect of Class 5 (previously named Class 3) in the Aviva Investors Multi-Strategy Target Return Fund in the amount of 0.10%. Although the charges continued to be incurred on this more traditional charging method for the remainder of each of the performance periods referred to above (i.e. because they relate to periods before we introduced the Fund Management Fee), from that date such annual management charge was 0.67% and the performance figures for Class 5 (previously named Class 3) reflect the charges applicable to each period.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2018. The figures do not include the effect of the Entry Charge and any Exit Charge.

Material Portfolio Changes

Purchases	Sales
US Treasury Inflation Indexed 0.63% 15/01/2024	US Treasury Inflation Indexed 0.63% 15/01/2024
US Treasury Inflation Indexed 0.63% 15/04/2023	US Treasury Inflation Indexed 0.63% 15/04/2023
US Treasury Inflation Indexed 1.00% 15/02/2049	US Treasury Inflation Indexed 0.88% 15/02/2047
South Africa Government Bond 10.50% 21/12/2026	South Africa Government Bond 10.50% 21/12/2026
ABN AMRO Bank 0.92% 06/06/2019	ABN AMRO Bank 0.92% 06/06/2019
Credit Agricole Corporate and Investment Bank 0.91% 07/05/2019	Santander UK 0.95% 05/06/2019
MUFG Bank 0.94% 05/06/2019	MUFG Bank 0.82% 14/01/2019
Nationwide Building Society 0.99% 24/06/2019	MUFG Bank 0.94% 05/06/2019
Santander UK 0.95% 05/06/2019	Nationwide Building Society 0.99% 24/06/2019
Standard Chartered Bank 1.00% 07/05/2019	Standard Chartered Bank 1.00% 07/05/2019

Synthetic Risk and Reward Indicator

Lower risk — Higher risk

Typically lower rewards — Typically higher rewards

1	2	3	**4**	5	6	7

The Fund has been allocated a risk number based on the higher of the historic volatility of its share price, the historic volatility of its current asset classes or its intended maximum risk levels.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Where a third party appointed to manage transactions or ensure the safe keeping of assets fails in their duty a loss may occur.
- Financial derivatives may only require a low initial deposit relative to the asset exposure, a relatively small price movement in the underlying asset may result in substantial losses to the Fund.
- Developing market investments can be less easy to buy and sell, and their values may be influenced by the economic and political risks of the countries of issue.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at www.avivainvestors.com or from the ACD on request.

COMPARATIVE TABLES

Class 1 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	106.67	107.63	107.59
Return before operating charges†	3.16	0.24	1.24
Operating charges	(1.16)	(1.20)	(1.20)
Return after operating charges†	2.00	(0.96)	0.04
Distributions	(0.97)	(0.85)	(0.55)
Retained distributions on accumulation shares	0.97	0.85	0.55
Closing net asset value per share	108.67	106.67	107.63
† after direct transaction costs of	(0.12)	(0.10)	(0.04)
Performance			
Return after charges (%)	1.87%	(0.89)%	0.04%
Other information			
Closing net asset value (£000)	955	1,607	2,295
Closing number of shares	878,828	1,506,945	2,132,098
Operating charges (%)‡	1.10%	1.10%	1.10%
Direct transaction costs (%)#	0.11%	0.09%	0.04%
Prices≈			
Highest share price	108.91	110.94	110.34
Lowest share price	99.61	106.25	105.44

Class 3 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	109.01	109.54	109.06
Return before operating charges†	3.13	0.12	1.12
Operating charges	(0.64)	(0.65)	(0.64)
Return after operating charges†	2.49	(0.53)	0.48
Distributions	(1.43)	(1.32)	(1.01)
Retained distributions on accumulation shares	1.43	1.32	1.01
Closing net asset value per share	111.50	109.01	109.54
† after direct transaction costs of	(0.12)	(0.10)	(0.04)
Performance			
Return after charges (%)	2.28%	(0.48)%	0.44%
Other information			
Closing net asset value (£000)	2,814,558	3,380,121	3,304,477
Closing number of shares	2,524,230,292	3,100,813,914	3,016,643,241
Operating charges (%)‡	0.59%	0.59%	0.59%
Direct transaction costs (%)#	0.11%	0.09%	0.04%
Prices≈			
Highest share price	111.71	113.05	112.14
Lowest share price	101.89	108.54	107.33

Class 2 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	107.58	108.34	108.09
Return before operating charges†	3.15	0.17	1.18
Operating charges	(0.91)	(0.93)	(0.93)
Return after operating charges†	2.24	(0.76)	0.25
Distributions	(1.19)	(1.07)	(0.77)
Retained distributions on accumulation shares	1.19	1.07	0.77
Closing net asset value per share	109.82	107.58	108.34
† after direct transaction costs of	(0.12)	(0.10)	(0.04)
Performance			
Return after charges (%)	2.08%	(0.70)%	0.23%
Other information			
Closing net asset value (£000)	461,255	619,065	918,752
Closing number of shares	420,020,379	575,463,620	848,053,542
Operating charges (%)‡	0.85%	0.85%	0.85%
Direct transaction costs (%)#	0.11%	0.09%	0.04%
Prices≈			
Highest share price	110.03	111.73	110.99
Lowest share price	100.50	107.14	106.15

Class 5 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	109.22	109.87	109.46
Return before operating charges†	3.17	0.12	1.15
Operating charges	(0.76)	(0.77)	(0.74)
Return after operating charges†	2.41	(0.65)	0.41
Distributions	(1.34)	(1.22)	(0.94)
Retained distributions on accumulation shares	1.34	1.22	0.94
Closing net asset value per share	111.63	109.22	109.87
† after direct transaction costs of	(0.12)	(0.10)	(0.04)
Performance			
Return after charges (%)	2.21%	(0.59)%	0.37%
Other information			
Closing net asset value (£000)	970,633	1,184,809	653,024
Closing number of shares	869,520,412	1,084,793,641	594,358,521
Operating charges (%)‡	0.70%	0.70%	0.70%
Direct transaction costs (%)#	0.11%	0.09%	0.04%
Prices≈			
Highest share price	111.83	113.34	112.51
Lowest share price	102.07	108.76	107.65

COMPARATIVE TABLES (CONTINUED)

Class 9 Accumulation shares	2019 p per share	2018 p per share	2017 p per share
Change in net assets per share			
Opening net asset value per share	107.68	108.40	108.11
Return before operating charges†	3.14	0.16	1.16
Operating charges	(0.85)	(0.88)	(0.87)
Return after operating charges†	2.29	(0.72)	0.29
Distributions	(1.24)	(1.11)	(0.81)
Retained distributions on accumulation shares	1.24	1.11	0.81
Closing net asset value per share	109.97	107.68	108.40
† after direct transaction costs of	(0.12)	(0.10)	(0.04)
Performance			
Return after charges (%)	2.13%	(0.66)%	0.27%
Other information			
Closing net asset value (£000)	29,413	51,595	67,368
Closing number of shares	26,745,481	47,914,390	62,148,343
Operating charges (%)‡	0.80%	0.80%	0.80%
Direct transaction costs (%)#	0.11%	0.09%	0.04%
Prices≈			
Highest share price	110.18	111.81	111.04
Lowest share price	100.61	107.24	106.21

‡ The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

(a) Changes to fee rates were made during the year and the Ongoing Charge Figure has been amended to be future proofed for this change.

(b) The Ongoing Charge has been annualised for a share class that has not yet been open for a full year.

The direct transaction costs have been stated after deducting, in the case of single-priced funds, the proportion of the amounts collected from dilution adjustments or dilution levies that relates to direct transaction costs and, in the case of dual-priced funds, the amounts collected in relation to direct transaction costs added to, or subtracted from, the valuations by virtue of COLL 6.3.6 G (4).

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. The net asset value per share price is based on the net asset value in the published accounts and may be different due to post year end accounting adjustments.

Ongoing Charges Figure*

Share class	15.10.19	15.10.18
Class 1	1.10%	1.10%
Class 2	0.85%	0.85%
Class 3	0.59%	0.59%
Class 5	0.70%	0.70%
Class 9	0.80%	0.80%

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

PORTFOLIO STATEMENT

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Collective Investment Schemes 0.28% (0.54%)				
Lyxor MSCI India UCITS Fund – Acc-EUR	EUR	826,728	11,750	0.28
Collective Investment Schemes total			**11,750**	**0.28**
Equities 10.85% (29.24%)				
Australia 0.00% (0.06%)				
Austria 0.02% (0.18%)				
OMV	EUR	15,981	689	0.02
			689	0.02
Belgium 0.09% (0.51%)				
Ageas	EUR	21,042	933	0.02
Galapagos	EUR	4,834	611	0.01
Groupe Bruxelles Lambert	EUR	9,036	693	0.02
Proximus SADP	EUR	17,600	420	0.01
Solvay	EUR	8,216	693	0.01
Umicore	EUR	22,767	705	0.02
			4,055	0.09
Bermuda 0.00% (0.13%)				
Brazil 0.25% (0.12%)				
B3 SA – Brasil Bolsa Balcao	BRL	252,125	2,119	0.05
Banco Bradesco Preference	BRL	480,989	3,157	0.07
Cia Brasileira de Distribuicao Preference	BRL	107,811	1,662	0.04
M Dias Branco	BRL	189,677	1,220	0.03
Petroleo Brasileiro, ADR Preference	USD	241,380	2,497	0.06
			10,655	0.25
Cayman Islands 0.64% (0.50%)				
Alibaba Group Holding, ADR	USD	51,240	7,028	0.16
Baozun, ADR	USD	48,259	1,719	0.04
China Conch Venture Holdings	HKD	885,500	2,699	0.06
China Resources Land	HKD	466,326	1,652	0.04
China State Construction International Holdings	HKD	1,902,000	1,349	0.03
Dali Foods Group	HKD	2,418,000	1,240	0.03
NetEase, ADR	USD	7,278	1,630	0.04
New Century Healthcare Holding	HKD	2,568,450	710	0.02
Sands China	HKD	574,506	2,092	0.05
SITC International Holdings	HKD	1,477,168	1,232	0.03
Tencent Holdings	HKD	148,000	4,852	0.11
Texhong Textile Group	HKD	612,500	465	0.01
ZTO Express Cayman, ADR	USD	58,525	948	0.02
			27,616	0.64
Chile 0.00% (0.07%)				
China 0.27% (0.05%)				
Aluminum Corp. of China 'H'	HKD	5,028,000	1,259	0.03
China Construction Bank 'H'	HKD	4,078,798	2,543	0.06
Industrial & Commercial Bank of China 'H'	HKD	3,401,121	1,846	0.04
Livzon Pharmaceutical Group 'H'	HKD	714,810	1,498	0.04
PetroChina 'H'	HKD	2,215,467	906	0.02
Ping An Insurance Group Co. of China 'H'	HKD	292,842	2,757	0.06
Zoomlion Heavy Industry Science and Technology 'H'	HKD	1,175,000	679	0.02
			11,488	0.27
Colombia 0.00% (0.02%)				
Cyprus 0.00% (0.07%)				
Czech Republic 0.00% (0.07%)				

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Finland 0.31% (0.43%)				
Elisa	EUR	16,859	684	0.01
Fortum	EUR	48,987	916	0.02
Kone 'B'	EUR	209,957	9,667	0.23
Metso	EUR	14,333	407	0.01
Nokian Renkaat	EUR	14,823	355	0.01
Stora Enso 'R'	EUR	68,583	689	0.02
Wartsila	EUR	54,554	488	0.01
			13,206	0.31
France 0.40% (2.14%)				
Accor	EUR	21,301	691	0.02
Aeroports de Paris	EUR	3,133	447	0.01
Alstom	EUR	18,107	591	0.01
Arkema	EUR	8,047	616	0.02
Atos	EUR	10,706	595	0.01
Bureau Veritas	EUR	32,317	607	0.01
Covivio, REIT	EUR	6,042	520	0.01
Edenred	EUR	27,115	1,019	0.02
Eiffage	EUR	10,976	899	0.02
Electricite de France	EUR	55,492	452	0.01
Gecina, REIT	EUR	5,333	701	0.02
Getlink	EUR	48,958	619	0.02
Ingenico Group	EUR	6,766	539	0.01
Ipsen	EUR	4,132	321	0.01
Klepierre, REIT	EUR	27,114	747	0.02
Natixis	EUR	104,696	351	0.01
Orpea	EUR	5,411	526	0.01
Rubis	EUR	10,628	479	0.01
Safran Preference	EUR	21,910	2,683	0.06
SCOR	EUR	19,127	620	0.02
Sodexo	EUR	9,542	803	0.02
Suez	EUR	43,125	507	0.01
Ubisoft Entertainment	EUR	10,396	527	0.01
Valeo	EUR	25,190	692	0.02
Worldline	EUR	9,458	479	0.01
			17,031	0.40
Germany 0.28% (1.69%)				
Brenntag	EUR	17,304	667	0.02
Commerzbank	EUR	111,353	507	0.01
Covestro	EUR	18,950	750	0.02
Delivery Hero	EUR	13,687	485	0.01
Deutsche Lufthansa	EUR	26,611	347	0.01
Evonik Industries	EUR	18,642	375	0.01
GEA Group	EUR	16,576	375	0.01
Hannover Rueck	EUR	6,724	917	0.02
HUGO BOSS	EUR	7,155	228	0.01
Knorr-Bremse	EUR	5,387	408	0.01
LANXESS	EUR	8,767	448	0.01
LEG Immobilien	EUR	7,077	631	0.02
Porsche Automobil Holding Preference	EUR	17,150	945	0.02
Puma	EUR	9,419	591	0.01
Rheinmetall	EUR	4,878	451	0.01
Sartorius Preference	EUR	3,828	575	0.01
Scout24	EUR	11,300	518	0.01
Siemens Healthineers	EUR	16,800	510	0.01
thyssenkrupp	EUR	55,129	601	0.01
Uniper	EUR	18,493	446	0.01
United Internet	EUR	13,776	423	0.01
Zalando	EUR	16,534	602	0.02
			11,800	0.28

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Hong Kong 0.05% (0.00%)				
AIA Group	HKD	132,097	971	0.02
CNOOC	HKD	1,031,058	1,214	0.03
			2,185	0.05
Hungary 0.05% (0.00%)				
OTP Bank	HUF	58,696	2,004	0.05
			2,004	0.05
Indonesia 0.09% (0.04%)				
Bank Rakyat Indonesia Persero	IDR	9,070,000	1,969	0.04
Telekomunikasi Indonesia Persero	IDR	8,779,700	2,018	0.05
			3,987	0.09
Ireland 0.85% (0.60%)				
Accenture 'A'	USD	11,707	1,713	0.04
Allegion	USD	205,900	16,403	0.38
Bank of Ireland Group	EUR	103,970	395	0.01
Flutter Entertainment	EUR	8,978	675	0.02
Ingersoll-Rand	USD	100,302	9,111	0.21
Johnson Controls International	USD	205,696	6,794	0.16
Kingspan Group	EUR	17,425	714	0.02
Medtronic	USD	308	26	–
Smurfit Kappa Group	EUR	24,774	631	0.01
			36,462	0.85
Italy 0.12% (0.50%)				
Davide Campari-Milano	EUR	52,640	386	0.01
FinecoBank Banca Fineco	EUR	68,196	580	0.01
Leonardo	EUR	45,639	414	0.01
Mediobanca Banca di Credito Finanziario	EUR	70,758	630	0.02
Moncler	EUR	21,604	636	0.02
Poste Italiane	EUR	52,281	485	0.01
Prysmian	EUR	30,031	528	0.01
Telecom Italia	EUR	1,126,679	523	0.01
Terna Rete Elettrica Nazionale	EUR	157,917	783	0.02
			4,965	0.12
Japan 0.17% (7.23%)				
Daikin Industries	JPY	70,700	7,333	0.17
			7,333	0.17
Jersey 0.00% (0.47%)				
Luxembourg 0.05% (0.30%)				
Aroundtown	EUR	100,174	648	0.01
Eurofins Scientific	EUR	1,279	529	0.01
SES, FDR	EUR	42,946	651	0.02
Tenaris	EUR	52,292	429	0.01
			2,257	0.05
Malaysia 0.06% (0.48%)				
Hartalega Holdings	MYR	1,118,300	1,094	0.03
Tenaga Nasional	MYR	564,800	1,443	0.03
			2,537	0.06
Mexico 0.03% (0.36%)				
Gruma 'B'	MXN	155,752	1,224	0.03
			1,224	0.03
Netherlands 0.14% (0.84%)				
ABN AMRO Bank, CVA	EUR	52,744	754	0.02
Aegon	EUR	202,876	681	0.02
Argenx	EUR	4,254	382	0.01
ASR Nederland	EUR	15,792	464	0.01

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Netherlands 0.14% (0.84%) (continued)				
EXOR	EUR	12,689	677	0.02
Heineken Holding	EUR	11,220	866	0.02
Koninklijke KPN	EUR	395,016	1,002	0.02
QIAGEN	EUR	25,852	554	0.01
Randstad	EUR	13,303	534	0.01
			5,914	0.14
Philippines 0.00% (0.08%)				
Poland 0.03% (0.05%)				
Powszechny Zaklad Ubezpieczen	PLN	188,181	1,407	0.03
			1,407	0.03
Portugal 0.03% (0.19%)				
EDP – Energias de Portugal	EUR	284,781	882	0.02
Galp Energia	EUR	54,963	648	0.01
			1,530	0.03
Romania 0.00% (0.10%)				
Russia 0.14% (0.00%)				
LUKOIL, ADR	USD	30,232	2,056	0.05
Mobile TeleSystems, ADR	USD	119,151	777	0.02
Novolipetsk Steel, GDR	USD	35,597	546	0.01
Sberbank of Russia, ADR	USD	222,753	2,501	0.06
			5,880	0.14
Singapore 0.04% (0.06%)				
BOC Aviation	HKD	226,600	1,654	0.04
			1,654	0.04
South Africa 0.20% (0.26%)				
Absa Group	ZAR	262,952	2,201	0.05
Bidvest Group	ZAR	111,546	1,172	0.03
Naspers 'N'	ZAR	15,499	1,851	0.04
Pick n Pay Stores	ZAR	496,792	1,556	0.04
Sanlam	ZAR	421,799	1,749	0.04
			8,529	0.20
South Korea 1.14% (0.36%)				
Douzone Bizon	KRW	15,651	671	0.01
Hyundai Motor	KRW	27,435	2,210	0.05
Korea Electric Power	KRW	49,250	839	0.02
LG Household & Health Care	KRW	1,549	1,316	0.03
POSCO	KRW	6,794	1,016	0.02
Samsung Electronics	KRW	643,659	21,252	0.50
Samsung Electronics Preference	KRW	47,346	1,268	0.03
SK Hynix	KRW	324,208	17,363	0.41
SK Innovation	KRW	7,251	783	0.02
S-Oil	KRW	10,320	675	0.02
Woongjin Coway	KRW	22,432	1,261	0.03
			48,654	1.14
Spain 0.15% (0.73%)				
Banco de Sabadell	EUR	630,203	540	0.01
Bankinter	EUR	72,311	379	0.01
CaixaBank	EUR	401,942	892	0.02
Cellnex Telecom	EUR	21,776	759	0.02
Cellnex Telecom Rights 25/10/2019	EUR	21,776	68	–
Enagas	EUR	25,401	453	0.01
Endesa	EUR	35,455	721	0.01
Grifols	EUR	33,031	771	0.02

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Spain 0.15% (0.73%) (continued)				
Merlin Properties Socimi, REIT	EUR	40,896	469	0.01
Naturgy Energy Group	EUR	36,758	770	0.02
Red Electrica	EUR	48,479	756	0.02
			6,578	0.15
Sri Lanka 0.00% (0.04%)				
Sweden 0.36% (0.00%)				
Assa Abloy 'B'	SEK	890,064	15,374	0.36
			15,374	0.36
Switzerland 0.22% (0.00%)				
Schindler Holding	CHF	53,035	9,348	0.22
			9,348	0.22
Taiwan 0.20% (0.65%)				
Hon Hai Precision Industry	TWD	797,000	1,518	0.04
Taiwan Semiconductor Manufacturing	TWD	944,000	7,053	0.16
			8,571	0.20
Thailand 0.09% (0.37%)				
Bangkok Bank	THB	265,700	1,150	0.03
Indorama Ventures	THB	2,064,200	1,742	0.04
Thai Oil	THB	597,700	1,074	0.02
			3,966	0.09
Turkey 0.00% (0.17%)				
Turkiye Sise ve Cam Fabrikalari	TRY	1	–	–
			–	–
United Kingdom 0.00% (2.45%)				
United States of America 4.38% (6.87%)				
Abbott Laboratories	USD	32,380	2,079	0.05
AbbVie	USD	27,134	1,582	0.04
Adobe	USD	8,956	1,958	0.05
Alphabet 'A'	USD	5,496	5,343	0.12
Alphabet 'C'	USD	5,625	5,470	0.13
Amazon.com	USD	7,591	10,499	0.25
Amgen	USD	6,795	1,088	0.03
Apple	USD	60,226	11,088	0.26
AT&T	USD	37,317	1,107	0.03
Bank of America	USD	162,299	3,778	0.09
Berkshire Hathaway 'B'	USD	35,667	5,843	0.14
Boeing	USD	7,504	2,178	0.05
Broadcom	USD	7,266	1,651	0.04
Chevron	USD	34,963	3,183	0.07
Cisco Systems	USD	78,569	2,851	0.07
Citigroup	USD	42,443	2,366	0.06
Coca-Cola	USD	55,771	2,336	0.05
Comcast 'A'	USD	83,232	2,975	0.07
Costco Wholesale	USD	4,372	1,021	0.02
Eli Lilly	USD	15,859	1,362	0.03
Exxon Mobil	USD	77,658	4,218	0.10
Facebook 'A'	USD	44,096	6,516	0.15
Home Depot	USD	5,995	1,105	0.03
Honeywell International	USD	13,357	1,711	0.04
Intel	USD	61,672	2,540	0.06
International Business Machines	USD	16,274	1,820	0.04
Johnson & Johnson	USD	36,631	3,807	0.09
JPMorgan Chase	USD	59,540	5,588	0.13
Lennox International	USD	34,787	6,590	0.15

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United States of America 4.38% (6.87%) (continued)				
Mastercard 'A'	USD	17,296	3,769	0.09
McDonald's	USD	13,715	2,225	0.05
Merck	USD	47,255	3,145	0.07
Micron Technology	USD	362,315	13,171	0.31
Microsoft	USD	140,644	15,583	0.36
Netflix	USD	8,025	1,785	0.04
Oracle	USD	44,537	1,964	0.05
PayPal Holdings	USD	21,565	1,747	0.04
PepsiCo	USD	14,030	1,497	0.03
Pfizer	USD	100,954	2,884	0.07
Philip Morris International	USD	28,556	1,750	0.04
Procter & Gamble	USD	46,038	4,223	0.10
salesforce.com	USD	15,678	1,873	0.04
Thermo Fisher Scientific	USD	5,541	1,240	0.03
Union Pacific	USD	12,992	1,659	0.04
United Technologies	USD	11,188	1,192	0.03
UnitedHealth Group	USD	17,443	3,256	0.08
Verizon Communications	USD	38,107	1,806	0.04
Visa 'A'	USD	31,918	4,463	0.10
Walmart	USD	20,174	1,887	0.04
Walt Disney	USD	32,041	3,254	0.08
Watsco	USD	54,139	7,054	0.16
Wells Fargo	USD	55,741	2,184	0.05
			187,264	4.38
Equities total			**464,163**	**10.85**
Government Bonds 14.94% (7.51%)				
Angola 0.32% (0.00%)				
Angola Government Bond 9.38% 08/05/2048	USD	17,200,000	13,914	0.32
			13,914	0.32
Bahrain 0.18% (0.00%)				
Bahrain Government Bond 5.63% 30/09/2031	USD	9,595,000	7,644	0.18
			7,644	0.18
Colombia 0.46% (0.00%)				
Colombia Government Bond 4.50% 15/03/2029	USD	17,219,000	14,979	0.35
Colombia Government Bond 5.00% 15/06/2045	USD	5,305,000	4,839	0.11
			19,818	0.46
Dominican Republic 0.32% (0.00%)				
Dominican Republic Government Bond 6.88% 29/01/2026	USD	7,495,000	6,651	0.15
Dominican Republic Government Bond 6.40% 05/06/2049	USD	8,449,000	7,133	0.17
			13,784	0.32
Ecuador 0.47% (0.00%)				
Ecuador Government Bond 9.63% 02/06/2027	USD	3,000,000	2,251	0.05
Ecuador Government Bond 8.88% 23/10/2027	USD	16,510,000	11,924	0.28
Ecuador Government Bond 10.75% 31/01/2029	USD	4,775,000	3,738	0.09
Ecuador Government Bond 9.50% 27/03/2030	USD	2,729,000	2,034	0.05
			19,947	0.47
Egypt 0.38% (0.00%)				
Egypt Government Bond 6.20% 01/03/2024	USD	13,951,000	11,385	0.27
Egypt Government Bond 8.70% 01/03/2049	USD	5,817,000	4,838	0.11
			16,223	0.38
El Salvador 0.27% (0.00%)				
El Salvador Government Bond 7.65% 15/06/2035	USD	6,872,000	5,761	0.13
El Salvador Government Bond 7.63% 01/02/2041	USD	6,957,000	5,833	0.14
			11,594	0.27

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Ghana 0.49% (0.00%)				
Ghana Government Bond 7.63% 16/05/2029	USD	2,900,000	2,224	0.05
Ghana Government Bond 8.13% 26/03/2032	USD	15,155,000	11,739	0.27
Ghana Government Bond 8.95% 26/03/2051	USD	9,312,000	7,195	0.17
			21,158	0.49
Indonesia 2.48% (3.39%)				
Indonesia Government Bond 8.13% 15/05/2024	IDR	75,434,000,000	4,415	0.10
Indonesia Government Bond 6.50% 15/06/2025	IDR	629,793,000,000	34,404	0.81
Indonesia Government Bond 7.00% 15/05/2027	IDR	748,198,000,000	41,215	0.96
Indonesia Government Bond 3.50% 11/01/2028	USD	17,629,000	14,411	0.34
Perusahaan Penerbit SBSN Indonesia III 3.90% 20/08/2024	USD	13,932,000	11,511	0.27
			105,956	2.48
Ivory Coast 0.44% (0.00%)				
Ivory Coast Government Bond 6.38% 03/03/2028	USD	14,599,000	11,751	0.28
Ivory Coast Government Bond 6.13% 15/06/2033	USD	9,185,000	6,975	0.16
			18,726	0.44
Jamaica 0.44% (0.00%)				
Jamaica Government Bond 6.75% 28/04/2028	USD	9,041,000	8,349	0.19
Jamaica Government Bond 7.88% 28/07/2045	USD	10,284,000	10,564	0.25
			18,913	0.44
Kenya 0.71% (0.00%)				
Kenya Government Bond 6.88% 24/06/2024	USD	12,723,000	10,491	0.24
Kenya Government Bond 7.25% 28/02/2028	USD	8,813,000	7,152	0.17
Kenya Government Bond 8.00% 22/05/2032	USD	7,164,000	5,874	0.14
Kenya Government Bond 8.25% 28/02/2048	USD	8,594,000	6,850	0.16
			30,367	0.71
Mexico 0.52% (0.00%)				
Mexico Government Bond 4.50% 22/04/2029	USD	16,627,000	14,184	0.33
Mexico Government Bond 4.50% 31/01/2050	USD	9,571,000	7,867	0.19
			22,051	0.52
Mongolia 0.30% (0.00%)				
Mongolia Government Bond 5.13% 05/12/2022	USD	16,246,000	12,734	0.30
			12,734	0.30
Nigeria 0.63% (0.00%)				
Nigeria Government Bond 7.63% 21/11/2025	USD	9,134,000	7,722	0.18
Nigeria Government Bond 7.14% 23/02/2030	USD	13,341,000	10,404	0.24
Nigeria Government Bond 7.63% 28/11/2047	USD	11,995,000	8,970	0.21
			27,096	0.63
Paraguay 0.46% (0.00%)				
Paraguay Government Bond 4.63% 25/01/2023	USD	18,306,000	15,093	0.35
Paraguay Government Bond 6.10% 11/08/2044	USD	4,883,000	4,653	0.11
			19,746	0.46
Qatar 0.53% (0.00%)				
Qatar Government Bond 3.38% 14/03/2024	USD	27,614,000	22,671	0.53
			22,671	0.53
Serbia 0.12% (0.00%)				
Serbia Government Bond 1.50% 26/06/2029	EUR	5,678,000	5,091	0.12
			5,091	0.12
South Africa 0.24% (0.00%)				
South Africa Government Bond 5.75% 30/09/2049	USD	13,268,000	10,305	0.24
			10,305	0.24

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Ukraine 0.49% (0.00%)				
Ukraine Government Bond 7.75% 01/09/2020	USD	7,787,000	6,216	0.14
Ukraine Government Bond 7.75% 01/09/2021	USD	9,814,000	7,988	0.19
Ukraine Government Bond 7.38% 25/09/2032	USD	8,578,000	6,898	0.16
			21,102	0.49
United Arab Emirates 0.43% (0.00%)				
Abu Dhabi Government Bond 2.50% 30/09/2029	USD	23,285,000	18,207	0.43
			18,207	0.43
United States of America 3.85% (4.12%)				
US Treasury Inflation Indexed 1.00% 15/02/2049	USD	185,994,400	164,504	3.85
			164,504	3.85
Uzbekistan 0.41% (0.00%)				
Uzbekistan Government Bond 4.75% 20/02/2024	USD	8,876,000	7,255	0.17
Uzbekistan Government Bond 5.38% 20/02/2029	USD	11,980,000	10,192	0.24
			17,447	0.41
Government Bonds total			**638,998**	**14.94**
Corporate Bonds 11.01% (0.00%)				
Australia 1.17% (0.00%)				
Commonwealth Bank of Australia, FRN 1.11% 10/12/2019	GBP	£50,000,000	50,015	1.17
			50,015	1.17
Austria 0.35% (0.00%)				
Erste Group Bank, FRN 6.50% Perpetual	EUR	15,000,000	14,923	0.35
			14,923	0.35
Bahrain 0.27% (0.00%)				
Oil and Gas Holding 7.63% 07/11/2024	USD	6,835,000	6,047	0.14
Oil and Gas Holding 8.38% 07/11/2028	USD	5,816,000	5,319	0.13
			11,366	0.27
Belgium 0.73% (0.00%)				
Belfius Bank, FRN 3.63% Perpetual	EUR	19,000,000	15,030	0.35
KBC Group, FRN 4.25% Perpetual	EUR	18,600,000	16,039	0.38
			31,069	0.73
Denmark 0.66% (0.00%)				
Danske Bank, FRN 5.88% Perpetual	EUR	17,650,000	16,180	0.38
Nykredit Realkredit, FRN 6.25% Perpetual	EUR	13,200,000	11,913	0.28
			28,093	0.66
Finland 0.08% (0.00%)				
Nordea Bank, FRN 3.50% Perpetual	EUR	4,042,000	3,479	0.08
			3,479	0.08
France 1.22% (0.00%)				
BNP Paribas, FRN 6.12% Perpetual	EUR	16,783,000	16,143	0.38
Credit Agricole, FRN 6.50% Perpetual	EUR	17,450,000	16,359	0.38
Elis 1.00% 03/04/2025	EUR	3,700,000	3,196	0.08
Societe Generale, FRN 6.75% Perpetual	EUR	17,723,000	16,410	0.38
			52,108	1.22
Germany 0.07% (0.00%)				
DEMIRE Deutsche Mittelstand Real Estate 1.88% 15/10/2024	EUR	3,700,000	3,184	0.07
			3,184	0.07
Indonesia 0.07% (0.00%)				
Pertamina Persero 3.65% 30/07/2029	USD	3,679,000	2,967	0.07
			2,967	0.07

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Italy 0.84% (0.00%)				
Assicurazioni Generali 2.12% 01/10/2030	EUR	2,792,000	2,467	0.06
Intesa Sanpaolo, FRN 6.25% Perpetual	EUR	16,760,000	15,704	0.37
Nexi 1.75% 31/10/2024	EUR	1,665,000	1,446	0.03
UniCredit, FRN 5.38% Perpetual	EUR	19,100,000	16,227	0.38
			35,844	0.84
Netherlands 1.50% (0.00%)				
ABN AMRO Bank, FRN 5.75% Perpetual	EUR	14,800,000	13,243	0.31
Cooperatieve Rabobank, FRN 6.62% Perpetual	EUR	17,200,000	16,214	0.38
LeasePlan, FRN 7.38% Perpetual	EUR	3,056,000	2,854	0.07
LeasePlan Corp., FRN 7.38% Perpetual	EUR	4,368,000	4,083	0.09
Petrobras Global Finance 5.30% 27/01/2025	USD	14,850,000	12,703	0.30
Petrobras Global Finance 7.38% 17/01/2027	USD	9,444,000	8,977	0.21
Petrobras Global Finance 6.90% 19/03/2049	USD	6,961,000	6,278	0.14
			64,352	1.50
Singapore 1.56% (0.00%)				
DBS Bank, FRN 0.87% 07/05/2020	GBP	16,700,000	16,698	0.39
United Overseas Bank, FRN 1.02% 12/12/2019	GBP	50,000,000	50,000	1.17
			66,698	1.56
Spain 2.03% (0.00%)				
Banco Bilbao Vizcaya Argentaria, FRN 5.88% Perpetual	EUR	15,000,000	13,582	0.32
Banco de Sabadell, FRN 6.12% Perpetual	EUR	19,000,000	16,425	0.39
Banco Santander, FRN 4.75% Perpetual	EUR	19,000,000	16,186	0.38
Bankia, FRN 6.37% Perpetual	EUR	18,000,000	16,418	0.38
Bankinter, FRN 8.63% Perpetual	EUR	12,000,000	11,531	0.27
CaixaBank, FRN 6.75% Perpetual	EUR	13,200,000	12,560	0.29
			86,702	2.03
Switzerland 0.37% (0.00%)				
UBS Group Funding Switzerland, FRN 5.75% Perpetual	EUR	16,750,000	15,916	0.37
			15,916	0.37
United Kingdom 0.09% (0.00%)				
HSBC Holdings, FRN 5.25% Perpetual	EUR	4,296,000	4,003	0.09
			4,003	0.09
Corporate Bonds total			**470,719**	**11.01**
Certificates of Deposit 39.31% (43.67%)				
Australia 0.58% (0.00%)				
Commonwealth Bank of Australia 0.00% 09/04/2020	GBP	25,000,000	24,927	0.58
			24,927	0.58
Canada 0.00% (2.08%)				
China 1.19% (2.10%)				
China Construction Bank 0.85% 28/10/2019	GBP	10,000,000	10,000	0.23
China Construction Bank 0.80% 31/10/2019	GBP	30,000,000	29,990	0.70
China Construction Bank 0.00% 20/01/2020	GBP	11,000,000	10,973	0.26
			50,963	1.19
France 6.19% (6.20%)				
Banque Federative du Credit Mutuel 0.00% 01/11/2019	GBP	30,000,000	29,991	0.70
BNP Paribas 0.80% 01/11/2019	GBP	50,000,000	50,000	1.17
BNP Paribas 0.86% 25/11/2019	GBP	50,000,000	50,000	1.17
BNP Paribas 1.05% 07/10/2020	GBP	20,000,000	20,000	0.47
Credit Agricole Corporate and Investment Bank 0.82% 03/02/2020	GBP	35,000,000	35,000	0.82
Natixis 0.00% 17/10/2019	GBP	30,000,000	30,000	0.70
Natixis 0.86% 15/01/2020	GBP	50,000,000	49,904	1.16
			264,895	6.19

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Germany 1.29% (0.00%)				
DZ Bank 0.00% 21/10/2019	GBP	25,000,000	24,997	0.59
DZ Bank 0.81% 07/11/2019	GBP	30,000,000	30,001	0.70
			54,998	1.29
Japan 8.39% (8.50%)				
Mizuho Bank 0.78% 19/11/2019	GBP	30,000,000	30,001	0.70
Mizuho Bank 0.78% 03/12/2019	GBP	28,000,000	28,001	0.66
Mizuho Bank 0.81% 06/01/2020	GBP	50,000,000	50,000	1.17
MUFG Bank 0.80% 06/12/2019	GBP	10,000,000	10,000	0.23
Norinchukin Bank 0.00% 28/10/2019	GBP	30,000,000	29,991	0.70
Norinchukin Bank 0.00% 14/11/2019	GBP	16,000,000	15,990	0.38
Norinchukin Bank 0.78% 08/01/2020	GBP	25,000,000	24,954	0.58
Sumitomo Mitsui Banking 0.79% 24/10/2019	GBP	30,000,000	30,000	0.70
Sumitomo Mitsui Banking 0.81% 29/11/2019	GBP	25,000,000	25,000	0.58
Sumitomo Mitsui Banking 0.80% 10/12/2019	GBP	40,000,000	40,000	0.94
Sumitomo Mitsui Banking 0.82% 06/01/2020	GBP	75,000,000	75,003	1.75
			358,940	8.39
Netherlands 2.65% (6.18%)				
ABN AMRO Bank 0.00% 12/12/2019	GBP	17,000,000	16,979	0.40
ABN AMRO Bank 0.78% 02/01/2020	GBP	30,000,000	29,998	0.70
Cooperatieve Rabobank 0.95% 13/03/2020	GBP	11,538,000	11,538	0.27
ING Bank 0.95% 12/11/2019	GBP	30,000,000	30,005	0.70
ING Bank 1.01% 28/09/2020	GBP	25,000,000	25,000	0.58
			113,520	2.65
Norway 2.34% (0.00%)				
DNB Bank 0.80% 17/10/2019	GBP	50,000,000	50,000	1.17
DNB Bank 0.96% 16/10/2020	GBP	50,000,000	50,000	1.17
			100,000	2.34
Singapore 0.37% (1.14%)				
United Overseas Bank 0.80% 25/11/2019	GBP	16,000,000	16,000	0.37
			16,000	0.37
Sweden 4.21% (5.35%)				
Nordea Bank 0.84% 05/12/2019	GBP	25,000,000	25,000	0.59
Nordea Bank 0.77% 29/01/2020	GBP	30,000,000	29,999	0.70
Skandinaviska Enskilda Banken 0.81% 11/12/2019	GBP	50,000,000	50,011	1.17
Skandinaviska Enskilda Banken 0.82% 23/12/2019	GBP	50,000,000	50,015	1.17
Swedbank 0.81% 16/03/2020	GBP	25,000,000	24,915	0.58
			179,940	4.21
Switzerland 1.52% (0.00%)				
Credit Suisse 0.83% 15/01/2020	GBP	40,000,000	40,004	0.94
UBS 0.00% 13/01/2020	GBP	25,000,000	24,950	0.58
			64,954	1.52
United Arab Emirates 1.65% (4.01%)				
First Abu Dhabi Bank 0.00% 04/11/2019	GBP	15,400,000	15,392	0.36
First Abu Dhabi Bank 0.90% 10/02/2020	GBP	25,000,000	25,004	0.59
First Abu Dhabi Bank 0.88% 01/04/2020	GBP	30,000,000	29,997	0.70
			70,393	1.65
United Kingdom 8.11% (6.20%)				
HSBC Bank 0.97% 13/03/2020	GBP	20,000,000	20,000	0.47
Nationwide Building Society 0.84% 18/11/2019	GBP	50,000,000	50,000	1.17
Nationwide Building Society 0.80% 25/11/2019	GBP	15,000,000	15,001	0.35
Nationwide Building Society 0.85% 10/03/2020	GBP	25,000,000	24,999	0.58
Santander UK 0.00% 13/11/2019	GBP	22,000,000	21,988	0.51
Santander UK 0.80% 03/12/2019	GBP	25,000,000	25,002	0.59
Santander UK 0.83% 31/01/2020	GBP	30,000,000	30,003	0.70
Santander UK 0.84% 03/02/2020	GBP	25,000,000	25,003	0.59

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
United Kingdom 8.11% (6.20%) (continued)				
Standard Chartered Bank 0.85% 22/01/2020	GBP	75,000,000	74,833	1.75
Standard Chartered Bank 1.06% 03/04/2020	GBP	10,000,000	10,000	0.23
Standard Chartered Bank 0.92% 06/04/2020	GBP	50,000,000	49,997	1.17
			346,826	8.11
United States of America 0.82% (1.91%)				
Citibank 0.77% 05/12/2019	GBP	35,000,000	35,004	0.82
			35,004	0.82
Certificates of Deposit total			**1,681,360**	**39.31**
Commercial Papers 8.50% (4.57%)				
Australia 1.42% (0.00%)				
Toyota Finance Australia 0.78% 16/12/2019	GBP	21,000,000	20,973	0.49
Toyota Finance Australia 0.00% 10/02/2020	GBP	15,000,000	14,960	0.35
Toyota Finance Australia 0.79% 10/02/2020	GBP	25,000,000	24,936	0.58
			60,869	1.42
Canada 0.49% (0.00%)				
Toronto-Dominion Bank 0.00% 28/10/2019	GBP	21,000,000	20,995	0.49
			20,995	0.49
Cayman Islands 0.94% (0.76%)				
Chesham Finance 0.88% 01/11/2019	GBP	25,000,000	24,991	0.59
Chesham Finance 0.84% 03/12/2019	GBP	15,000,000	14,985	0.35
			39,976	0.94
Finland 0.44% (0.48%)				
OP Corporate Bank 0.00% 08/01/2020	GBP	19,000,000	18,966	0.44
			18,966	0.44
Germany 1.17% (0.48%)				
DZ Bank 0.00% 05/11/2019	GBP	50,000,000	49,975	1.17
			49,975	1.17
United Kingdom 0.70% (0.67%)				
Magenta Funding 0.00% 03/02/2020	GBP	30,000,000	29,928	0.70
			29,928	0.70
United States of America 3.34% (2.18%)				
LMA 0.78% 09/01/2020	GBP	30,000,000	29,945	0.70
LMA 0.83% 04/02/2020	GBP	50,000,000	49,882	1.17
Mont Blanc Capital 0.00% 19/11/2019	GBP	8,500,000	8,493	0.20
Mont Blanc Capital 0.80% 16/12/2019	GBP	14,597,000	14,578	0.34
Sheffield Receivables 0.86% 18/11/2019	GBP	40,000,000	39,964	0.93
			142,862	3.34
Commercial Papers total			**363,571**	**8.50**
Swaps (0.47)% (0.04%)				
Equity Variance Swap J.P. Morgan Hang Seng China Enterprises Index 30/12/2019	HKD	1,142,330,700	3,872	0.09
Equity Variance Swap J.P. Morgan Hang Seng China Enterprises Index 30/12/2021	HKD	2,910,986,100	(6,927)	(0.16)
Equity Variance Swap Merrill Lynch S&P 500 Index 19/06/2020	USD	421,710,000	3,539	0.08
Equity Variance Swap Merrill Lynch S&P 500 Index 17/12/2021	USD	1,419,410,000	(7,663)	(0.18)
Equity Variance Swap Societe Generale Hang Seng China Enterprises Index 30/12/2019	HKD	706,986,600	(554)	(0.01)
Equity Variance Swap Societe Generale Hang Seng China Enterprises Index 29/06/2020	HKD	2,247,207,800	1,098	0.03
Equity Variance Swap UBS Hang Seng China Enterprises Index 30/12/2019	HKD	3,111,943,400	9,537	0.22
Equity Variance Swap UBS Hang Seng China Enterprises Index 30/12/2021	HKD	7,468,654,200	(17,142)	(0.40)
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.57% 15/05/2029	GBP	26,810,717	(18)	–
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.57% 15/05/2029	GBP	57,693,948	(31)	–
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.58% 15/05/2029	GBP	76,380,000	19	–
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.58% 15/05/2029	GBP	30,065,335	25	–
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.59% 15/05/2029	GBP	76,570,000	143	–
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.59% 15/05/2029	GBP	76,380,000	167	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Swaps (0.47)% (0.04%) (continued)				
Interest Rate Swap J.P. Morgan Pay fixed 2.28% Receive floating LIBOR 3 month 16/06/2041	USD	55,546,425	(3,023)	(0.07)
Interest Rate Swap J.P. Morgan Pay fixed 2.28% Receive floating LIBOR 3 month 16/06/2041	USD	62,711,788	(3,450)	(0.08)
Interest Rate Swap J.P. Morgan Pay fixed 2.28% Receive floating LIBOR 3 month 16/06/2041	USD	62,711,787	(3,466)	(0.08)
Interest Rate Swap J.P. Morgan Pay fixed 2.30% Receive floating LIBOR 3 month 16/06/2041	USD	31,921,000	(1,836)	(0.04)
Interest Rate Swap J.P. Morgan Pay fixed 2.30% Receive floating LIBOR 3 month 16/06/2041	USD	23,842,000	(1,380)	(0.03)
Interest Rate Swap J.P. Morgan Pay fixed 2.30% Receive floating LIBOR 3 month 16/06/2041	USD	31,922,000	(1,850)	(0.04)
Interest Rate Swap J.P. Morgan Pay fixed 2.30% Receive floating LIBOR 3 month 16/06/2041	USD	31,921,000	(1,851)	(0.04)
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 1.74% 16/06/2023	USD	137,080,000	470	0.01
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 1.75% 16/06/2023	USD	529,485,168	1,879	0.04
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 1.75% 16/06/2023	USD	266,184,000	951	0.02
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 1.75% 16/06/2023	USD	532,368,000	1,918	0.04
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 1.75% 16/06/2023	USD	266,184,000	960	0.02
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 1.76% 16/06/2023	USD	476,741,417	1,735	0.04
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 1.76% 16/06/2023	USD	528,557,415	1,955	0.05
Total Return Swap Citigroup Pay MSCI World Industrials Net Total Return USD Index Receive 0.71% 08/09/2020	GBP	88,122,084	759	0.02
Swaps total			**(20,164)**	**(0.47)**
Swaptions 0.00% (3.69%)				
Options (0.02)% (0.24%)				
Abbott Laboratories, Call, 88, 18/10/2019	USD	(80)	(1)	–
Abbott Laboratories, Call, 88.5, 25/10/2019	USD	(80)	(1)	–
Abbott Laboratories, Call, 87, 01/11/2019	USD	(80)	(2)	–
AbbVie, Call, 76.5, 18/10/2019	USD	(67)	–	–
AbbVie, Call, 80, 01/11/2019	USD	(67)	(1)	–
Accenture, Call, 205, 18/10/2019	USD	(29)	–	–
Accenture, Call, 202.5, 25/10/2019	USD	(29)	(1)	–
Adobe, Call, 292.5, 18/10/2019	USD	(22)	–	–
Adobe, Call, 295, 25/10/2019	USD	(22)	–	–
Adobe, Call, 297.5, 01/11/2019	USD	(22)	(1)	–
Alphabet, Call, 1,300, 25/10/2019	USD	(13)	–	–
Alphabet, Call, 1,300, 25/10/2019	USD	(14)	–	–
Alphabet, Call, 1,300, 25/10/2019	USD	(27)	–	–
Alphabet, Call, 1,300, 01/11/2019	USD	(13)	(9)	–
Alphabet, Call, 1,295, 01/11/2019	USD	(14)	(11)	–
Amazon.com, Call, 1,880, 18/10/2019	USD	(18)	(1)	–
Amazon.com, Call, 1,845, 25/10/2019	USD	(18)	(16)	–
Amazon.com, Call, 1,857.5, 01/11/2019	USD	(18)	(18)	–
Amgen, Put, 190, 18/10/2019	USD	(31)	–	–
Amgen, Call, 210, 25/10/2019	USD	(31)	(1)	–
Amgen, Call, 210, 01/11/2019	USD	(31)	(5)	–
Amgen, Put, 190, 08/11/2019	USD	(32)	(2)	–
Apple, Call, 235, 18/10/2019	USD	(200)	(32)	–
Apple, Call, 237.5, 25/10/2019	USD	(200)	(34)	–
Apple, Call, 242.5, 01/11/2019	USD	(200)	(38)	(0.01)
Apple, Put, 235, 08/11/2019	USD	(200)	(105)	(0.01)
AT&T, Put, 34.5, 18/10/2019	USD	(321)	–	–
AT&T, Put, 37, 25/10/2019	USD	(338)	(4)	–
AT&T, Call, 40, 01/11/2019	USD	(338)	(6)	–
AT&T, Put, 37, 08/11/2019	USD	(344)	(18)	–
Bank of America, Call, 31.5, 18/10/2019	USD	(405)	(1)	–
Bank of America, Call, 31, 25/10/2019	USD	(405)	(5)	–
Bank of America, Call, 30.5, 01/11/2019	USD	(405)	(12)	–
Berkshire Hathaway, Call, 217.5, 25/10/2019	USD	(89)	–	–
Berkshire Hathaway, Call, 215, 01/11/2019	USD	(89)	(3)	–
Boeing, Call, 405, 18/10/2019	USD	(24)	–	–
Boeing, Put, 360, 25/10/2019	USD	(25)	(9)	–
Boeing, Call, 402.5, 01/11/2019	USD	(25)	(2)	–
Broadcom, Call, 310, 18/10/2019	USD	(18)	–	–
Broadcom, Call, 297.5, 25/10/2019	USD	(18)	(3)	–
Broadcom, Call, 300, 01/11/2019	USD	(18)	(3)	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Options (0.02)% (0.24%) (continued)				
Chevron, Call, 125, 25/10/2019	USD	(87)	–	–
Chevron, Call, 121, 01/11/2019	USD	(87)	(3)	–
Cisco Systems, Call, 53, 25/10/2019	USD	(196)	(1)	–
Cisco Systems, Call, 51, 01/11/2019	USD	(196)	–	–
Citigroup, Call, 75, 18/10/2019	USD	(106)	–	–
Citigroup, Call, 74, 25/10/2019	USD	(106)	(2)	–
Citigroup, Call, 73, 01/11/2019	USD	(106)	(5)	–
Coca-Cola, Put, 53, 18/10/2019	USD	(185)	(8)	–
Coca-Cola, Call, 57, 25/10/2019	USD	(185)	(1)	–
Coca-Cola, Call, 57, 01/11/2019	USD	(185)	(1)	–
Comcast, Call, 49, 18/10/2019	USD	(191)	–	–
Comcast, Call, 48, 25/10/2019	USD	(208)	(2)	–
Comcast, Call, 47.5, 01/11/2019	USD	(208)	(4)	–
Costco Wholesale, Call, 307.5, 18/10/2019	USD	(20)	–	–
Costco Wholesale, Put, 282.5, 25/10/2019	USD	(21)	–	–
Costco Wholesale, Put, 287.5, 01/11/2019	USD	(21)	(2)	–
Eli Lilly, Call, 121, 18/10/2019	USD	(39)	–	–
Eli Lilly, Call, 121, 25/10/2019	USD	(39)	–	–
Eli Lilly, Call, 115, 01/11/2019	USD	(39)	(1)	–
Exxon Mobil, Call, 75, 25/10/2019	USD	(194)	–	–
Exxon Mobil, Call, 72.5, 01/11/2019	USD	(194)	(3)	–
Facebook, Call, 200, 18/10/2019	USD	(110)	–	–
Facebook, Call, 190, 25/10/2019	USD	(110)	(20)	–
Facebook, Call, 195, 01/11/2019	USD	(110)	(31)	–
Foreign Exchange USD/TRY, Put, 4, 04/05/2020	USD	21,010,000	–	–
Foreign Exchange USD/TRY, Put, 4, 04/06/2020	USD	42,015,000	1	–
Home Depot, Call, 240, 18/10/2019	USD	(5)	–	–
Home Depot, Put, 222.5, 25/10/2019	USD	(56)	(1)	–
Home Depot, Put, 222.5, 01/11/2019	USD	(56)	(2)	–
Home Depot, Put, 222.5, 08/11/2019	USD	(57)	(3)	–
Honeywell International, Call, 177.5, 18/10/2019	USD	(33)	–	–
Honeywell International, Call, 177.5, 25/10/2019	USD	(33)	–	–
Honeywell International, Call, 172.5, 01/11/2019	USD	(33)	(1)	–
Intel, Call, 54.5, 18/10/2019	USD	(205)	(1)	–
Intel, Call, 55.5, 25/10/2019	USD	(205)	(5)	–
Intel, Call, 55, 01/11/2019	USD	(205)	(9)	–
Intel, Put, 50, 08/11/2019	USD	(205)	(13)	–
International Business Machines, Call, 152.5, 18/10/2019	USD	(40)	(1)	–
International Business Machines, Call, 155, 25/10/2019	USD	(40)	(1)	–
International Business Machines, Call, 152.5, 01/11/2019	USD	(40)	(2)	–
Johnson & Johnson, Call, 138, 18/10/2019	USD	(121)	–	–
Johnson & Johnson, Call, 136, 25/10/2019	USD	(121)	(4)	–
Johnson & Johnson, Put, 132, 01/11/2019	USD	(122)	(15)	–
JPMorgan Chase, Call, 124, 25/10/2019	USD	(148)	(2)	–
JPMorgan Chase, Call, 121, 01/11/2019	USD	(148)	(17)	–
Mastercard, Call, 292.5, 18/10/2019	USD	(43)	–	–
Mastercard, Call, 287.5, 25/10/2019	USD	(43)	(2)	–
McDonald's, Call, 222.5, 18/10/2019	USD	(34)	–	–
McDonald's, Call, 225, 25/10/2019	USD	(34)	–	–
McDonald's, Call, 222.5, 01/11/2019	USD	(34)	–	–
Medtronic, Put, 106, 18/10/2019	USD	(62)	(1)	–
Medtronic, Put, 107, 25/10/2019	USD	(62)	(3)	–
Medtronic, Put, 108, 01/11/2019	USD	(62)	(7)	–
Medtronic, Put, 102, 08/11/2019	USD	(63)	(1)	–
Merck, Call, 89, 18/10/2019	USD	(118)	(1)	–
Merck, Call, 89.5, 25/10/2019	USD	(118)	–	–
Merck, Call, 90, 01/11/2019	USD	(118)	(1)	–
Microsoft, Call, 147, 18/10/2019	USD	(351)	–	–
Microsoft, Call, 148, 25/10/2019	USD	(351)	(14)	–
Microsoft, Call, 147, 01/11/2019	USD	(351)	(27)	–
Netflix, Call, 300, 18/10/2019	USD	(20)	(12)	–

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Options (0.02)% (0.24%) (continued)				
Netflix, Call, 305, 25/10/2019	USD	(20)	(11)	–
Netflix, Call, 312.5, 01/11/2019	USD	(20)	(9)	–
Oracle, Call, 58, 25/10/2019	USD	(111)	(1)	–
Oracle, Call, 58.5, 01/11/2019	USD	(111)	(1)	–
PayPal Holdings, Call, 113, 18/10/2019	USD	(53)	(1)	–
PayPal Holdings, Call, 111, 25/10/2019	USD	(53)	(1)	–
PayPal Holdings, Call, 111, 01/11/2019	USD	(53)	(2)	–
PepsiCo, Call, 142, 18/10/2019	USD	(64)	–	–
PepsiCo, Put, 133, 25/10/2019	USD	(68)	(2)	–
PepsiCo, Put, 136, 01/11/2019	USD	(69)	(8)	–
Pfizer, Call, 38.5, 18/10/2019	USD	(252)	–	–
Pfizer, Call, 38.5, 25/10/2019	USD	(252)	(1)	–
Pfizer, Call, 38, 01/11/2019	USD	(252)	(3)	–
Philip Morris International, Call, 83, 25/10/2019	USD	(71)	(2)	–
Philip Morris International, Call, 85, 01/11/2019	USD	(71)	(1)	–
Procter & Gamble, Call, 129, 18/10/2019	USD	(115)	–	–
Procter & Gamble, Call, 132, 25/10/2019	USD	(115)	(1)	–
Procter & Gamble, Call, 131, 01/11/2019	USD	(115)	(1)	–
salesforce.com, Call, 165, 18/10/2019	USD	(39)	–	–
salesforce.com, Call, 160, 25/10/2019	USD	(39)	(1)	–
salesforce.com, Call, 157.5, 01/11/2019	USD	(39)	(4)	–
Thermo Fisher Scientific, Put, 290, 18/10/2019	USD	(18)	(6)	–
Union Pacific, Call, 177.5, 18/10/2019	USD	(32)	–	–
Union Pacific, Call, 177.5, 25/10/2019	USD	(32)	–	–
Union Pacific, Call, 167.5, 01/11/2019	USD	(32)	(5)	–
United Technologies, Call, 143, 18/10/2019	USD	(37)	–	–
United Technologies, Call, 145, 25/10/2019	USD	(37)	–	–
United Technologies, Call, 142, 01/11/2019	USD	(37)	(1)	–
United Technologies, Put, 135, 08/11/2019	USD	(37)	(7)	–
UnitedHealth Group, Call, 245, 18/10/2019	USD	(43)	(1)	–
UnitedHealth Group, Call, 237.5, 01/11/2019	USD	(43)	(17)	–
Verizon Communications, Put, 60, 18/10/2019	USD	(190)	(2)	–
Verizon Communications, Call, 64, 25/10/2019	USD	(189)	–	–
Verizon Communications, Put, 58, 01/11/2019	USD	(190)	(4)	–
Visa, Call, 185, 18/10/2019	USD	(79)	–	–
Visa, Call, 185, 25/10/2019	USD	(79)	(4)	–
Walmart, Call, 124, 18/10/2019	USD	(67)	–	–
Walmart, Put, 114, 25/10/2019	USD	(67)	–	–
Walmart, Call, 123, 01/11/2019	USD	(67)	(2)	–
Walt Disney, Call, 140, 18/10/2019	USD	(80)	–	–
Walt Disney, Call, 138, 25/10/2019	USD	(80)	–	–
Wells Fargo, Call, 52, 18/10/2019	USD	(185)	–	–
Wells Fargo, Put, 50, 25/10/2019	USD	(185)	(9)	–
Wells Fargo, Call, 52.5, 01/11/2019	USD	(185)	(2)	–
Options total			**(684)**	**(0.02)**
Forward Currency Contracts 0.47% (0.39%)				
Buy AUD 238,858,000 sell JPY 17,173,048,224 dated 21/11/2019			2,790	0.06
Buy AUD 368,106,801 sell USD 248,300,000 dated 17/10/2019			552	0.01
Buy AUD 24,190,634 sell USD 16,600,000 dated 17/10/2019			(185)	–
Buy AUD 191,698,850 sell USD 130,000,000 dated 19/02/2020			107	–
Buy BRL 108,989,805 sell USD 26,231,000 dated 19/11/2019			5	–
Buy BRL 108,897,997 sell USD 26,231,000 dated 19/11/2019			(13)	–
Buy EUR 82,126,425 sell GBP 73,271,297 dated 19/11/2019			(2,240)	(0.05)
Buy EUR 23,615,000 sell GBP 21,151,189 dated 05/12/2019			(716)	(0.02)
Buy EUR 148,000,000 sell JPY 17,423,744,000 dated 17/10/2019			2,518	0.06
Buy EUR 208,400,000 sell NOK 2,078,134,770 dated 17/10/2019			1,904	0.04
Buy EUR 147,150,000 sell NOK 1,485,596,970 dated 17/10/2019			(219)	(0.01)
Buy GBP 76,080,917 sell EUR 82,126,425 dated 19/11/2019			5,049	0.12
Buy GBP 351,079,460 sell EUR 388,797,000 dated 05/12/2019			14,627	0.34
Buy GBP 64,053,543 sell EUR 71,886,256 dated 15/01/2020			1,747	0.04

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Forward Currency Contracts 0.47% (0.39%) (continued)				
Buy GBP 414,279,906 sell USD 503,765,039 dated 21/11/2019			20,503	0.48
Buy GBP 771,798,274 sell USD 961,475,165 dated 15/01/2020			21,701	0.51
Buy GBP 393,415,390 sell USD 493,864,327 dated 19/02/2020			8,481	0.20
Buy IDR 750,836,144,000 sell USD 52,462,000 dated 17/01/2020			(85)	–
Buy INR 3,790,379,500 sell USD 52,462,000 dated 17/01/2020			(61)	–
Buy JPY 17,203,124,030 sell AUD 238,858,000 dated 21/11/2019			(2,574)	(0.06)
Buy JPY 17,834,362,600 sell EUR 148,000,000 dated 17/10/2019			435	0.01
Buy JPY 84,494,076,822 sell USD 799,314,000 dated 21/11/2019			(16,409)	(0.38)
Buy JPY 44,343,810,325 sell USD 415,000,000 dated 19/02/2020			(3,155)	(0.07)
Buy KRW 425,225,711,398 sell USD 353,506,256 dated 21/11/2019			4,479	0.10
Buy MXN 1,016,425,019 sell USD 52,462,000 dated 19/11/2019			51	–
Buy NOK 3,469,208,015 sell EUR 355,550,000 dated 17/10/2019			(9,787)	(0.23)
Buy RUB 3,395,865,260 sell USD 52,462,000 dated 19/11/2019			128	–
Buy SAR 853,411,999 sell USD 223,662,397 dated 29/10/2019			3,006	0.07
Buy SAR 149,713,845 sell USD 36,373,626 dated 18/01/2022			2,497	0.06
Buy SAR 149,481,967 sell USD 36,373,627 dated 24/01/2022			2,447	0.06
Buy SAR 74,915,093 sell USD 18,319,560 dated 07/02/2022			1,153	0.03
Buy SAR 75,166,983 sell USD 18,319,559 dated 09/02/2022			1,204	0.03
Buy SAR 20,555,633 sell USD 5,027,548 dated 14/02/2022			315	0.01
Buy SAR 82,132,222 sell USD 21,704,559 dated 02/03/2022			16	–
Buy SAR 5,994,799 sell USD 1,588,531 dated 02/03/2022			(2)	–
Buy SAR 67,341,663 sell USD 17,797,736 dated 07/03/2022			11	–
Buy SAR 5,010,301 sell USD 1,327,549 dated 07/03/2022			(2)	–
Buy SAR 83,285,400 sell USD 22,000,000 dated 30/03/2022			16	–
Buy SAR 4,536,400 sell USD 1,201,504 dated 30/03/2022			(2)	–
Buy SAR 94,699,640 sell USD 25,000,000 dated 09/05/2022			18	–
Buy SAR 6,372,860 sell USD 1,686,790 dated 09/05/2022			(2)	–
Buy SAR 98,488,000 sell USD 26,000,000 dated 11/05/2022			18	–
Buy SAR 6,619,600 sell USD 1,752,005 dated 11/05/2022			(2)	–
Buy SAR 47,412,500 sell USD 12,500,000 dated 15/08/2022			7	–
Buy SAR 2,842,500 sell USD 751,150 dated 15/08/2022			(1)	–
Buy SAR 138,608,200 sell USD 36,500,000 dated 24/10/2022			25	–
Buy SAR 4,750,450 sell USD 1,253,946 dated 24/10/2022			(1)	–
Buy SGD 118,315,360 sell USD 86,000,000 dated 15/01/2020			341	0.01
Buy TWD 5,120,815,000 sell USD 166,720,332 dated 18/10/2019			152	–
Buy TWD 8,447,405,062 sell USD 270,669,522 dated 21/11/2019			4,838	0.11
Buy TWD 2,700,000,000 sell USD 89,085,390 dated 19/02/2020			49	–
Buy USD 126,400,000 sell AUD 181,819,228 dated 17/10/2019			2,668	0.06
Buy USD 138,500,000 sell AUD 205,121,370 dated 17/10/2019			(199)	(0.01)
Buy USD 248,300,000 sell AUD 366,872,168 dated 19/02/2020			(589)	(0.01)
Buy USD 52,462,000 sell CLP 37,499,837,600 dated 17/01/2020			(26)	–
Buy USD 52,462,000 sell CZK 1,229,184,660 dated 17/01/2020			(157)	–
Buy USD 6,245,837 sell EUR 5,616,053 dated 15/01/2020			5	–
Buy USD 382,972,948 sell EUR 344,824,000 dated 15/01/2020			(95)	–
Buy USD 509,204,193 sell GBP 407,244,991 dated 21/11/2019			(9,217)	(0.22)
Buy USD 36,649,054 sell GBP 29,274,816 dated 15/01/2020			(683)	(0.02)
Buy USD 51,096,000 sell GBP 41,608,341 dated 19/02/2020			(1,782)	(0.04)
Buy USD 52,462,000 sell HUF 15,782,668,080 dated 17/01/2020			(155)	–
Buy USD 799,314,000 sell JPY 85,258,584,798 dated 21/11/2019			10,904	0.25
Buy USD 502,905,650 sell KRW 609,209,971,398 dated 21/11/2019			(9,195)	(0.22)
Buy USD 52,462,000 sell KRW 62,078,284,600 dated 17/01/2020			(63)	–
Buy USD 122,154,279 sell SAR 500,381,716 dated 29/10/2019			(8,792)	(0.21)
Buy USD 36,373,626 sell SAR 149,713,845 dated 18/01/2022			(2,497)	(0.06)
Buy USD 36,373,627 sell SAR 149,481,967 dated 24/01/2022			(2,447)	(0.06)
Buy USD 18,319,560 sell SAR 74,915,093 dated 07/02/2022			(1,153)	(0.03)
Buy USD 18,319,559 sell SAR 75,166,983 dated 09/02/2022			(1,204)	(0.03)
Buy USD 9,159,780 sell SAR 37,450,677 dated 14/02/2022			(574)	(0.01)
Buy USD 30,680,450 sell SAR 125,134,005 dated 15/02/2022			(1,861)	(0.04)
Buy USD 23,461,521 sell SAR 95,504,994 dated 16/02/2022			(1,385)	(0.03)
Buy USD 32,556,835 sell SAR 132,391,284 dated 22/02/2022			(1,892)	(0.04)
Buy USD 21,704,559 sell SAR 88,127,021 dated 02/03/2022			(1,232)	(0.03)

PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2019

Investment	Currency	Holding	Market Value £000	% of Net Assets
Forward Currency Contracts 0.47% (0.39%) (continued)				
Buy USD 17,797,736 sell SAR 72,351,964 dated 07/03/2022			(1,026)	(0.02)
Buy USD 22,000,000 sell SAR 87,821,800 dated 30/03/2022			(935)	(0.02)
Buy USD 25,000,000 sell SAR 101,072,500 dated 09/05/2022			(1,307)	(0.03)
Buy USD 26,000,000 sell SAR 105,107,600 dated 11/05/2022			(1,357)	(0.03)
Buy USD 12,500,000 sell SAR 50,255,000 dated 15/08/2022			(581)	(0.01)
Buy USD 36,500,000 sell SAR 143,358,650 dated 24/10/2022			(980)	(0.02)
Buy USD 52,462,000 sell SEK 513,602,980 dated 17/01/2020			(218)	(0.01)
Buy USD 164,762,000 sell SGD 226,989,971 dated 15/01/2020			(834)	(0.02)
Buy USD 165,033,195 sell TWD 5,120,815,000 dated 18/10/2019			(1,472)	(0.03)
Buy USD 270,819,603 sell TWD 8,447,405,062 dated 21/11/2019			(4,720)	(0.11)
Buy USD 168,431,240 sell TWD 5,120,815,000 dated 19/02/2020			(504)	(0.01)
Forward Currency Contracts total			**20,179**	**0.47**
Futures (0.02)% (0.78%)				
EURO STOXX 50 Index 20/12/2019	EUR	7,562	4,506	0.11
FTSE 100 Index 20/12/2019	GBP	121	(126)	–
MSCI Emerging Markets Index 20/12/2019	USD	(2,183)	827	0.02
S&P 500 Emini Index 20/12/2019	USD	(1,071)	343	0.01
Swiss Market Index 20/12/2019	CHF	(3,215)	(1,754)	(0.04)
TOPIX Index 12/12/2019	JPY	363	2,717	0.06
US 10 Year Note 19/12/2019	USD	(1,919)	2,355	0.05
US Long Bond 19/12/2019	USD	(532)	1,811	0.04
US Ultra Bond 19/12/2019	USD	2,235	(11,856)	(0.28)
XAV Health Care Index 20/12/2019	USD	2,966	255	0.01
Futures total			**(922)**	**(0.02)**
Investment assets (including investment liabilities)			3,628,970	84.85
Net other assets			647,844	15.15
Net assets			**4,276,814**	**100.00**

All holdings are ordinary shares or stock units or debt securities and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2018.

STATEMENT OF TOTAL RETURN

For the year ended 15 October 2019

	Notes	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Income					
Net capital gains/(losses)	2		33,097		(97,338)
Revenue	3	107,919		114,065	
Expenses	4	(33,328)		(36,555)	
Net revenue before taxation		74,591		77,510	
Taxation	5	(13,193)		(14,024)	
Net revenue after taxation			61,398		63,486
Total return before distributions			**94,495**		**(33,852)**
Distributions	6		(61,398)		(63,476)
Change in net assets attributable to shareholders from investment activities			**33,097**		**(97,328)**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2019

	£000	Year ended 15.10.19 £000	£000	Year ended 15.10.18 £000
Opening net assets attributable to shareholders		**5,237,197**		**4,945,916**
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	280,275		1,111,544	
Amounts payable on cancellation of shares	(1,329,048)		(784,507)	
		(1,048,773)		327,037
Dilution adjustment		2,138		665
Change in net assets attributable to shareholders from investment activities (see above)		33,097		(97,328)
Retained distribution on accumulation shares		53,155		60,907
Closing net assets attributable to shareholders		**4,276,814**		**5,237,197**

BALANCE SHEET

As at 15 October 2019

	Notes	As at 15.10.19 £000	As at 15.10.18 £000
Assets:			
Investments	7	3,787,170	5,064,145
Current assets:			
Debtors	8	54,985	416,872
Cash and bank balances	9	755,585	719,969
Total assets		**4,597,740**	**6,200,986**
Liabilities:			
Investment liabilities	7	(158,200)	(315,467)
Provisions for liabilities	10	(4)	(399)
Creditors:			
Bank overdrafts		(4,168)	(2,997)
Other creditors	11	(158,554)	(644,926)
Total liabilities		**(320,926)**	**(963,789)**
Net assets attributable to shareholders		**4,276,814**	**5,237,197**

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 8 to 10 for accounting basis and policies.

2 Net capital gains/(losses)

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net capital gains/(losses) on investments during the year comprise:		
Currency (losses)/gains	(28,151)	541
Derivative contracts (losses)/gains	(144,807)	41,807
Expenses relating to the purchase and sale of investments	–	(55)
Forward currency contracts gains	6,087	88,349
Non-derivative securities gains/(losses)	199,968	(227,980)
Net capital gains/(losses)	**33,097**	**(97,338)**

3 Revenue

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Bank and deposit interest	5,380	1,393
Interest on debt securities	64,340	60,050
Income from derivatives	4,539	18,066
Overseas dividends	31,150	32,410
Scrip dividends	–	6
UK dividends	2,510	2,140
Total revenue	**107,919**	**114,065**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4 Expenses

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee/ACD's periodic charge*	31,341	35,231
Registration fees	–	589
	31,341	35,820
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fee	–	382
Interest payable	1,987	4
Safe custody fee	–	443
	1,987	829
Other expenses:		
Audit fee**	–	13
Dividend collection charges	–	12
Printing and postage expenses	–	7
Professional fee	–	4
Statement fee	–	24
	–	60
Total expenses	**33,328**	**36,709**
Less those expenses rebated by the ACD	–	(154)
Net expenses	**33,328**	**36,555**

* From 4 June 2018 the Fund changed to a single fixed charge known as the Fund Management Fee (FMF). The FMF covers fees and expenses in relation to the operation and administration of the Company and the Fund.

** The audit fee was £18,166 (2018: £17,467) net of VAT. With effect from 4 June 2018, the audit fee was no longer accrued for separately and now forms part of the FMF.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation

a Analysis of tax charge

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Corporation tax	8,410	7,719
Adjustments in respect of prior period	(9)	69
Overseas tax suffered	5,187	5,837
Total current tax (see note 5b)	**13,588**	**13,625**
Deferred tax (see note 5c)	(395)	399
Total tax for the year	**13,193**	**14,024**

b Factors affecting current tax charge

The tax assessed for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2018: 20%).

The differences are explained below:

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Net revenue before taxation	**74,591**	**77,510**
Corporation tax at 20%	14,918	15,502
Effects of:		
Adjustments in respect of prior period	(9)	69
Deferred tax	(395)	399
Double tax relief	(2,758)	(2,022)
Expenses not deductible for tax purposes	–	(2)
Overseas dividends not subject to corporation tax	(4,046)	(4,523)
Overseas tax suffered	5,187	5,837
Revenue taxable in different periods	798	(807)
Stock dividends not subject to corporation tax	–	(1)
UK dividends not subject to corporation tax	(502)	(428)
Current tax charge (see note 5a)	**13,193**	**14,024**

Authorised Investment Funds are exempt from tax on capital gains. Therefore, any capital return is not included in the above reconciliation.

c Deferred tax

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
Provision at the start of the year	399	–
Movement in deferred tax for the year (Note 5(a))	(395)	399
Provision at the end of the year	**4**	**399**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6 Distributions

	Year ended 15.10.19 £000	Year ended 15.10.18 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Final distribution	53,155	60,907
	53,155	60,907
Add: Revenue deducted on cancellation of shares	9,123	4,725
Deduct: Revenue received on issue of shares	(880)	(2,156)
Total distributions	**61,398**	**63,476**
Reconciliations of distributions for the year to net revenue after taxation		
Reconciliation of distribution for the year to net revenue after taxation	61,398	63,476
Distributions for the year	–	9
Other fees borne by capital account	(2)	(1)
Undistributed revenue brought forward	2	2
Undistributed revenue carried forward	**61,398**	**63,486**

Details of the distributions per share are set out in the distribution tables on page 432.

7 Fair value hierarchy

	As at 15.10.19		As at 15.10.18	
Valuation technique	**Assets at £000**	**Liabilities at £000**	**Assets at £000**	**Liabilities at £000**
Level 1: Quoted prices	488,727	(14,421)	1,617,449	(14,691)
Level 2: Observable market data	3,298,443	(143,779)	3,446,696	(300,776)
Total value	**3,787,170**	**(158,200)**	**5,064,145**	**(315,467)**

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities

The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs. Disclosure is required of the value in each category in order to give an insight into the extent to which fair value measurements are subjective.

The disclosure is split into the following categories:

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.

8 Debtors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued revenue	14,981	11,465
Amounts receivable on issue of shares	76	96
Overseas tax recoverable	1,205	882
Sales awaiting settlement	38,723	404,429
Total debtors	**54,985**	**416,872**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9 Cash and bank balances

	As at 15.10.19 £000	As at 15.10.18 £000
Amounts held at futures clearing house and brokers	44,939	–
Cash and bank balances	710,646	719,969
Total cash and bank balances	**755,585**	**719,969**

10 Provisions for liabilities

	As at 15.10.19 £000	As at 15.10.18 £000
Deferred taxation	4	399
Total provisions for liabilities	**4**	**399**

11 Other creditors

	As at 15.10.19 £000	As at 15.10.18 £000
Accrued expenses	1,084	3,938
Amounts payable for cancellation of shares	29,817	19,974
Corporation tax payable	3,989	3,381
Purchases awaiting settlement	123,664	617,633
Total other creditors	**158,554**	**644,926**

12 Contingent liabilities and commitments

The contingent liabilities and commitments at the year end date are as follows:

	As at 15.10.19 £000	As at 15.10.18 £000
Cellnex Telecom Rights 25/10/2019	543	–
Total contingent liabilities	**543**	**–**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13 Related party transactions

Aviva Investors UK Fund Services Limited, Aviva Investors Global Services Limited and the Aviva Group are deemed to be related parties per section 33.10 of FRS 102 as they are entities with control, joint control or significant influence over the entity.

Fund Management Fee/ACD periodic charges paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee/ACD periodic charges was £1,084,316 (2018: £3,937,668). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 11.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £36,718,132 (2018: £42,261,712). The amount outstanding at the year end was £36,718,132 (2018: £42,261,712). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £nil (2018: £nil) and £nil (2018: £nil) respectively. The income received during the year amounted to £nil (2018: £nil).

Holdings at the year end and movements during the year are as follows:

	Holdings at 15.10.19 (shares)	Movement (shares)	Holdings at 15.10.18 (shares)
ACD and related parties (Class 1 Accumulation shares)	–	(25,704)	25,704
ACD and related parties (Class 2 Accumulation shares)	23,534,622	(50,573,861)	74,108,483
ACD and related parties (Class 3 Accumulation shares)	2,524,230,292	(576,583,622)	3,100,813,914
ACD and related parties (Class 9 Accumulation shares)	26,745,481	(20,902,637)	47,648,118

The ACD and related parties of the ACD are ineligible to vote at any general meeting.

14 Shareholder funds

The Fund currently has five share classes: Class 1 (Retail), Classes 2 and 5 (Institutional) and Classes 3 and 9 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.10%
Class 2: 0.85%
Class 3: 0.59%
Class 5: 0.70%
Class 9: 0.80%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 403 and 404. The distributions per share are given in the distribution tables on page 432. All the share classes have the same rights on winding up.

15 Shares in issue reconciliation

	Number of shares in issue at 15.10.18	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.19
Class 1 Accumulation shares	1,506,945	52,313	(680,430)	–	878,828
Class 2 Accumulation shares	575,463,620	18,786,630	(174,573,223)	343,352	420,020,379
Class 3 Accumulation shares	3,100,813,914	34,630,753	(611,214,375)	–	2,524,230,292
Class 5 Accumulation shares	1,084,793,641	210,809,108	(425,744,307)	(338,030)	869,520,412
Class 9 Accumulation shares	47,914,390	379,038	(21,547,947)	–	26,745,481

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 9 and 10.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2018: £nil).

Value at risk

The Fund enters into derivative transactions in the form of forward currency contracts, futures, options and swaps for the purpose of efficient portfolio management. The commitment approach has been used to calculate the global exposure.

The Investment Adviser assesses the market risk of the Fund's investments, including derivative exposure, using historical simulation methodology. This process provides an estimate of the maximum potential loss that could be expected to occur as a result of changes in market prices over a given period of time in all but a given percentage of circumstances. The VaR is calculated on a 99% confidence level with a 20 day horizon & 250 days of history.

The VaR calculated for the year ended 15 October 2019 was as follows:

	15.10.19 %	15.10.18 %
As at 15 October, the company's value at risk is		
During the financial year, the highest utilisation of value at risk was	(1.13)	(2.24)
During the financial year, the average utilisation of value at risk was	(2.52)	(3.79)
During the financial year, the lowest utilisation of value at risk was	(4.80)	(4.90)

Leverage

Average leverage is calculated as the sum of the net asset value and the incremental exposure generated through the use of derivatives (calculated in accordance with the commitment approach (CESR/10-788)) divided by the net asset value.

At the year end date the average leverage was 470% (2018: 637%).

Market price risk

At the year end date, 84.85% (2018: 90.67%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 8.49% (2018: 9.07%).

17 Counterparty exposure and collateral

Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts, futures contracts, credit default swaps, interest rate swaps, total return swaps, inflation linked swaps, option contracts and equity variance swap. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

15.10.19	Forward currency contracts £000	Future contracts £000	Total Return swaps £000	Interest rate swaps £000	Inflation linked swaps £000	Option contracts £000	Equity Variance Swap £000	Cash collateral held £000	Total £000
Barclays	17,628	–	–	–	–	–	–	14,660	32,288
BNP Paribas	(17,055)	–	–	–	–	–	–	–	(17,055)
Canadian Imperial Bank of Commerce	(338)	–	–	–	–	–	–	–	(338)
Citibank	(1,273)	–	–	–	–	1	–	–	(1,272)
Citigroup	–	–	759	–	–	–	–	162	921
Goldman Sachs	(8,322)	–	–	–	–	–	–	–	(8,322)
HSBC	16,342	–	–	–	–	–	–	13,165	29,507
J.P.Morgan	7,194	–	–	9,868	354	–	3,872	6,452	27,740
Merrill Lynch	(178)	–	–	–	–	–	3,539	–	3,361
Morgan Stanley	2,161	–	–	–	–	–	–	–	2,161
Natwest	–	–	–	–	–	–	–	2,901	2,901
Royal Bank of Canada	721	–	–	–	–	–	–	629	1,350
Royal Bank of Scotland	3,702	–	–	–	–	–	–	–	3,702
Société Générale	(2,633)	–	–	–	–	–	1,098	–	(1,535)
Standard Chartered	(3,025)	–	–	–	–	–	–	–	(3,025)
UBS	5,255	12,814	–	–	–	–	9,537	–	27,606
Total	**20,179**	**12,814**	**759**	**9,868**	**354**	**1**	**18,046**	**37,969**	**99,990**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17 Counterparty exposure and collateral (continued)

15.10.18	Forward currency contracts £000	Future contracts £000	Total Return swaps £000	Interest rate swaps £000	Inflation linked swaps £000	Option contracts £000	Equity Variance Swap £000	Cash collateral held £000	Total £000
Barclays	–	–	–	57,267	43	–	–	–	57,310
BNP Paribas	(9,913)	–	–	64,942	–	5	3,184	–	58,218
Citibank	(4,829)	–	–	16,836	294	1	–	540	12,842
Deutsche Bank	55	–	–	612	–	–	–	115	782
Goldman Sachs	15,019	–	–	58,931	–	–	–	23,864	97,814
HSBC	(1,523)	–	–	5,865	–	–	–	1,837	6,179
J.P.Morgan	18,507	–	–	77,345	17,335	1,948	15,563	25,921	156,619
Merrill Lynch	665	–	–	4,401	21	10,251	–	9,027	24,365
Morgan Stanley	–	–	–	23,888	306	–	–	–	24,194
Nomura	–	–	–	55,207	–	–	–	1,105	56,312
Royal Bank of Canada	916	–	–	–	–	–	–	–	916
Royal Bank of Scotland	256	–	–	–	–	–	–	–	256
Société Générale	4,114	–	–	11,148	–	–	11,886	2,320	29,468
Standard Chartered	(2,776)	–	–	–	–	–	–	–	(2,776)
UBS	–	53,317	–	–	47	6,346	1,863	573	62,146
Total	**20,491**	**53,317**	**–**	**376,442**	**18,046**	**18,551**	**32,496**	**65,302**	**584,645**

The counterparty exposure on forward currency contracts is reported at their mark to market values but for futures contracts, total return swaps, interest rate swaps, inflation linked swaps, option contracts and equity variance swap it is only the positive mark to market values that are reported.

18 Debt security credit analysis

	Market value £000		Total net assets %	
	15.10.19	15.10.18	15.10.19	15.10.18
Investment grade securities	523,791	393,121	12.26%	7.51%
Below investment grade securities	585,926	–	13.69%	–
Total debt securities	**1,109,717**	**393,121**	**25.95%**	**7.51%**

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB or lower are considered below investment grade.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

19 Direct transaction costs

In the case of shares, broker commissions and transfer taxes, stamp duty is paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread.

15.10.19	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Inspecie & Corporate Action activity)						
Bonds	(9,749,575)	–	–	(9,749,575)	0.00%	0.00%
Equities	(998,661)	(197)	(245)	(999,103)	0.02%	0.02%
Funds	(16,347)	–	–	(16,347)	0.00%	0.00%
Purchases (including corporate action activity only)						
Equities	(351)	–	–	(351)	0.00%	0.00%
	(10,764,934)	(197)	(245)	(10,765,376)		
Sales (excluding Inspecie & Corporate Action activity)						
Bonds	9,579,476	–	–	9,579,476	0.00%	0.00%
Equities	2,206,015	(479)	(396)	2,205,140	0.02%	0.02%
Funds	37,439	–	–	37,439	0.00%	0.00%
	11,822,930	(479)	(396)	11,822,055		
Derivative purchases and sales		(4,122)	–			
Total		(4,798)	(641)			
Percentage of Fund average net assets		0.10%	0.01%			

15.10.18	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases (excluding Inspecie & Corporate Action activity)						
Bonds	(872,607)	–	–	(872,607)	0.00%	0.00%
Equities	(12,890,441)	(304)	(3,042)	(12,893,787)	0.00%	0.02%
Funds	(25,867)	–	–	(25,867)	0.00%	0.00%
Purchases (including corporate action activity only)						
Equities	(321)	–	–	(321)	0.00%	0.00%
	(13,789,236)	(304)	(3,042)	(13,792,582)		
Sales (excluding Inspecie & Corporate Action activity)						
Bonds	1,908,237	–	–	1,908,237	0.00%	0.00%
Equities	11,648,612	(118)	(76)	11,648,418	0.00%	0.00%
	13,556,849	(118)	(76)	13,556,655		
Derivative purchases and sales		(926)	(764)			
Total		(1,348)	(3,882)			
Percentage of Fund average net assets		0.02%	0.07%			

Dealing spread

As at 15 October 2019, the average portfolio dealing spread was 0.15% (2018: 0.10%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

20 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2018: £nil).

DISTRIBUTION TABLE

Final distribution payable in pence per share for the year ended 15 October 2019

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2019	Final distribution paid 15 December 2018
Class 1 Accumulation shares	Group 1	0.9726	–	0.9726	0.8483
	Group 2	0.3759	0.5967	0.9726	0.8483
Class 2 Accumulation shares	Group 1	1.1948	–	1.1948	1.0672
	Group 2	0.7818	0.4130	1.1948	1.0672
Class 3 Accumulation shares	Group 1	1.4303	–	1.4303	1.3203
	Group 2	1.0059	0.4244	1.4303	1.3203
Class 5 Accumulation shares	Group 1	1.3445	–	1.3445	1.2241
	Group 2	1.0288	0.3157	1.3445	1.2241
Class 9 Accumulation shares	Group 1	1.2446	–	1.2446	1.1135
	Group 2	0.7856	0.4590	1.2446	1.1135

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2018.
Group 2 shares are those shares purchased after 12:00 noon on 15 October 2018.

Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant period. It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

As defined in Article 3 of Regulation (EU) 2015/2365, Securities Financing Transactions (''SFT's'') include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions. The only Fund impacted by this regulation is the Aviva Investors Multi-Strategy Target Return Fund. Whilst the Fund does not engage in such SFT's, it does enage in Total Return Swaps ("TRS") therefore, in accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to TRS for the accounting period ended 15 October 2019 are detailed below.

Amount of assets engaged in TRS

The following table represents the fair value of assets engaged in TRS as at the balance sheet date:

	Value £000	% of AUM
TRS	759	0.02

TEN LARGEST COLLATERAL ISSUERS

All collateral received or pledged in relation to TRS positions is in the form of cash. As a result of this there is no requirement to list the top 10 non-cash collateral issuers.

Counterparties

The following table provides details of the top ten counterparties, their country of incorporation and the gross volume of outstanding transactions (underlying exposure per counterparty, on a gross absolute basis), in respect of TRS, as at the balance sheet date.

Counterparty	Country of incorporation	Value £000
Citigroup	United States	88,122

Type and quality of collateral

All collateral received £162,362 and provided £nil by the Fund in respect of OTC (''Over The Counter'') derivatives (including TRS) with the counterparty noted (Citigroup) as at the balance sheet date is in the form of cash and is therefore open maturity.

Currency of collateral

The following table provide an analysis of the currency profile of collateral received and provided in respect of OTC derivatives (including TRS) with the counterparties noted (Citigroup) as at the balance sheet date.

	Collateral Received	
Currency		Value £000
EUR		162
		162

Maturity tenor of TRS

The following table provides an analysis of the maturity tenor of open TRS positions as at the balance sheet date.

Maturity	Value £000
3 to 12 months	759
	759

The above maturity tenor analysis has been based on the contractual maturity date of the relevant TRS.

SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

Settlement and clearing
OTC derivative transactions are entered into by the Fund under an International Swaps and Derivatives Associations, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement. An ISDA Master Agreement is a bilateral agreement between the Fund and a counterparty that governs OTC derivative transactions (including TRS) entered into by the parties. All OTC derivative transactions entered under an ISDA Master agreement are netted together for collateral purposes, therefore any collateral disclosures provided in this report are in respect of all OTC derivative transactions entered into by the Fund with the applicable TRS counterparties under the ISDA Master agreement, not just TRS.

Share of collateral received that is reused and reinvestment return
As at the balance sheet date, all cash collateral received in respect of OTC derivative transactions (including TRS) with the counterparty noted (Citigroup) was re-invested in other instruments in accordance with prospectus provisions. Returns generated by the Fund from the reinvestment of cash collateral, net of any interest payable to the relevant counterparty, for the period ended 15 October 2019 is included in Note 2 to the financial statements for the Aviva Investors Multi-Strategy Target Return Fund.

Safekeeping of collateral
All collateral received and provided by the Fund in respect of OTC derivative transactions as at the reporting date is cash, held by Citibank N.A.

Return and cost
All returns from TRS will accrue to the Fund and are not subject to any return sharing arrangements with the Authorised Fund Manager, Investment Manager or any other third parties. Returns from those instruments are disclosed in Note 2 and Note 3 to the financial statements for the Aviva Investors Multi-Strategy Target Return Fund.

STATEMENT OF THE AUTHORISED CORPORATE DIRECTOR'S RESPONSIBILITIES

The Collective Investment Schemes Sourcebook of the Financial Conduct Authority requires the Authorised Corporate Director (ACD) to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Company at the period end and of the net income and net gains or losses on the scheme property of the Company for the period then ended.

In preparing the financial statements the ACD is required to:

– follow applicable accounting standards;

– make judgements and estimates that are reasonable and prudent;

– select suitable accounting policies and then apply them consistently;

– prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future; and

– comply with the Instrument of Incorporation and the Statement of Recommended Practice for Authorised Funds.

The ACD is required to keep proper accounting records and to manage the Company in accordance with the Regulations and the Instrument of Incorporation.

The ACD is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUTHORISED CORPORATE DIRECTOR'S STATEMENT

We hereby approve the Report and Financial Statements of Aviva Investors Investment Funds ICVC for the year ended 15 October 2019 on behalf of Aviva Investors UK Fund Services Limited in accordance with the requirements of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority.

I Buckle
Director

S Ebenston
Director
14 February 2020

STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES AND DEPOSITARY'S REPORT TO THE SHAREHOLDERS

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

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

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

The Depositary must ensure that:

– the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the regulations;

– the sale, issue, repurchase, redemption and cancellation of shares are carried out in accordance with the regulations;

– the value of shares of the Company are calculated in accordance with the regulations;

– any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;

– the Company's income is applied in accordance with the regulations; and the instructions of the Authorised Corporate Director ('the ACD'), which is the UCITS Management Company, are carried out (unless they conflict with the regulations).

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

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

(i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the regulations and the Scheme documents of the Company; and

(ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

J.P. Morgan Europe Limited
London
14 February 2020

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AVIVA INVESTORS INVESTMENT FUNDS ICVC

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OUR OPINION

In our opinion, the financial statements of Aviva Investors Investment Funds ICVC (the "Company"):

– give a true and fair view of the financial position of the Company and each of the sub-funds as at 15 October 2019 and of the net revenue and the net capital gains/losses on the scheme property of the Company and each of the sub-funds for the respective periods then ended ("respective periods" is defined as 16 October 2018 to 15 October 2019 for all sub-funds except Aviva Investors Sustainable Income & Growth Fund with a period 10 July 2019 to 15 October 2019; Aviva Investors Emerging Markets Equity Unconstrained Fund with a period 29 July 2019 to 15 October 2019; and Aviva Investors Global Equity Unconstrained Fund with a period 1 August 2019 to 15 October 2019); and

– have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Aviva Investors Investment Funds ICVC is an Open Ended Investment Company ('OEIC') with 20 sub-funds. The financial statements of the company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the balance sheets as at 15 October 2019; the statements of total return and the statements of changes in net assets attributable to shareholders for the respective periods then ended; the distribution tables; the accounting policies (within the Policies and Risks section); and the notes to the financial statements.

BASIS FOR OPINION

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

Independence

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

CONCLUSIONS RELATING TO GOING CONCERN

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

– the Authorised Corporate Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or

– the Authorised Corporate Director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's or any of the sub-funds' 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 Company's or any of the sub-funds' ability to continue as a going concern. For example, the terms of the United Kingdom withdrawal from the European Union are not clear and it is difficult to evaluate all of the potential implications on the Company's or any of the sub-funds' 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 Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

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

Authorised Corporate Director's Report

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

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AVIVA INVESTORS INVESTMENT FUNDS ICVC (CONTINUED)

RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS AND THE AUDIT

Responsibilities of the Authorised Corporate Director for the financial statements

As explained more fully in the Statement of the Authorised Corporate Director's Responsibilities set out on page 435, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the company's and each of the sub-funds ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to wind up or terminate the company or individual sub-fund, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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

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

Use of this report

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

OTHER REQUIRED REPORTING

OPINION ON MATTER REQUIRED BY THE COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK

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

COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK EXCEPTION REPORTING

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

– proper accounting records have not been kept; or

– the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Edinburgh
14 February 2020

GENERAL INFORMATION

Investments in Aviva Investors Investment Funds ICVC are intended to be medium to long term investments and should not be considered as a short term investment.

Past performance is not a guide to the future.

The value of an investment in the funds and the revenue from it may go down as well as up, and you may not get back the original amount invested.

Where funds are invested abroad, the value of your investment may rise and fall purely on account of movement in exchange rates.

Please refer to the Prospectus (which is available on the internet at www.avivainvestors.com or from the ACD on request) for a full description of the risks involved when investing in the Funds.

Any future returns and opinions expressed are those of the Investment Manager and should not be relied upon as indicating any guarantee of return from investment in the funds.

The performance figure given for each fund (source: Aviva Investors) is based on midday values (with the exception of Aviva Investors UK Index Tracking Fund which is based on 5 p.m values and Aviva Investors Multi-Strategy Target Return Fund with is based on 11:59 p.m values). The performance figure given for each comparative index (source: Lipper) is based on close of business values. Hence any over/under performance may be adversely or favourably affected by this time difference.

The information contained within this document should not be construed as a recommendation to purchase or sell stocks.

Publication of Prices
Information on the prices of Shares will be available by calling 0800 051 2003 or on the internet at www.avivainvestors.com. Calls may be recorded for training or monitoring purposes. Calls are free from landlines and mobiles.

VALUE ASSESSMENT APPROACH

AVIVA INVESTORS UK FUND SERVICES LIMITED ("THE COMPANY")

INTRODUCTION

An Authorised Fund Manager ('AFM') must conduct an assessment of value for each share class in each of the Funds that it manages at least annually. The Financial Conduct Authority (FCA) rules prescribe a minimum set of components which need to be considered to determine if 'value' is being provided to investors, and that costs and charges are justified in this context. The following describes how the Company, as AFM of the Funds, approaches the assessment and the range of factors considered by the Company's board of directors ('the Board') for each component.

This annual exercise is performed in addition to and in conjunction with the regular Fund reviews which the Company undertakes in line with its product governance obligations. The Fund reviews include extensive assessments of service and performance for each of the Funds, with appropriate action taken throughout the course of the year. If the result of the value assessment is that charges are not considered to be justified in the context of overall value, appropriate action will be taken by the Company.

THE COMPONENTS OF THE VALUE ASSESSMENT

1. Quality of Service

Consideration is given to the range, nature, extent and quality of the services provided directly to investors or those services undertaken on their behalf, and whether investors have benefited appropriately from the services. This covers the services performed by the Company and its suppliers, as well as their reputation, expertise, resources and relative capabilities. This includes:

– The quality of the Investment Manager, including their processes (trading, risk management, compliance, technology, research and operational capabilities) and any Environmental, Social & Governance (ESG) factors which are integrated into the investment process.

– The quality of the administrative and investor services provided to the Fund, using appropriate investor satisfaction surveys, complaints and data relating to operational accuracy to assess the positioning of the Company and its products and services over time, and relative to other similar firms.

– The timely delivery of clear communications, and the appropriateness of information provided to investors to assist them in making informed decisions regarding their investments.

2. Performance

Consideration is given to whether Fund performance, before and after deduction of expenses, is within a reasonable range of outcomes relative to its objective, policy and strategy when measured over appropriate time periods. The time periods assessed will be any specific time period expressed in the investment objective or policy of the Fund, and performance over 1, 3, 5 and 7 years, or since inception if there is not a full first year's performance data. Performance is also considered in the context of the relevant peer group and whether the Fund operated in accordance with its respective risk limits and investment restrictions.

Performance as measured against the respective Fund's objectives is assessed in the regularly scheduled Fund review, and this will be taken into account in reaching the Fund performance conclusions for the value assessment.

If the performance is not considered to be satisfactory then the following may be taken into account where relevant:

– Explanations for any underperformance provided by the Investment Manager as part of the Company's fund performance governance model; and

– Any appropriate steps (such as consideration of changing the investment objective, policy, strategy or investment personnel) that have been taken or are intended to be made and aim to improve Fund performance.

The Company could consider changing the Investment Manager or closing the Fund where no other viable options are available.

Further information on the specific performance of individual Funds is included in the Fund Manager Report section of the Report & Accounts covering the period relevant to that report. More topical information is available in the regular fund fact sheets and fund updates available on our website.

3. AFM Costs and Charges

Consideration is given to whether charges are reasonable taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

The Company undertook a thorough review of charges across the fund range in 2018 which resulted in the introduction of a single Fund Management Fee ('FMF'). The FMF is the only direct charge deducted from the Funds and is a simpler charging basis for investors. The review resulted in a number of charges being lowered.

The underlying fees, costs and expenses covered by the FMF are expressly listed in the Prospectus of the relevant Fund, but in summary cover the following payments:

– the fees and expenses of the Company as AFM;

– the fees and expenses of the Investment Manager;

– the fees and expenses of the Depositary;

– the fees and expenses of the Custodian;

– the fees and expenses of the Auditor;

– the permitted costs in connection with periodic statements and accounts; and

– FCA fees.

To assist with the value assessment, a costs and charges model is used which enables the Company to assess the costs attributable to each Fund. The model is refreshed semi-annually and enables a comparison of the FMF for each respective Fund against all elements of cost which must be paid out of the proceeds of the FMF. This enables the Company to determine whether the FMF is a fair reflection of the costs of the services provided for the relevant share class of each Fund, with an appropriate allowance for the level of income earned for the Company from these activities.

4. Economies of Scale

Consideration is given to whether investors have participated appropriately in any savings or benefits derived from the size of the Fund. Consideration is also given to whether investors have benefited from the scale of the Aviva Group and the ability to negotiate favourable pricing with service providers due to the wide range of other products and services offered across the Group along with the scale and range of other funds and assets managed by the Company.

VALUE ASSESSMENT APPROACH (CONTINUED)

The Board considers whether economies of scale have been realised in relation to the costs and operating expenses of each share class and the extent to which investors in the Funds might also reasonably benefit from any financial savings that result. For example, whether the FMF fairly reflects the fees charged in respect of the third party supplied services – which should be competitive due to the scale of Aviva and the potential breadth of other Aviva product ranges which the third-party supplier also provides services for.

The assessment of the underlying service costs of running the Fund, and the appropriate level of FMF, takes place on an annual basis. Any changes to the underlying costs will therefore be reflected in this analysis, and may result in a change to the FMF.

In looking at whether investors have benefited appropriately, either directly or indirectly, in any savings or benefits in relation to the management of the Fund, the Board acknowledges the wider, albeit intangible benefits to investors, such as the reputation, brand, and financial strength of the Aviva Group.

The Board may also deem it appropriate to reinvest scale-driven cost savings directly into the Company in order to finance product development or retain savings from a commercial perspective. Consideration will be given to the drivers of the scale generated in determining whether benefits should be shared or reinvested.

5. Comparable Market Rates

Consideration is given to whether the fees paid for each service provided to the Funds by the Company or on its behalf are reasonable compared to fees for similar services in the market.

An independent consultant is engaged to carry out a periodic survey of the main expenses of the Funds and those of a large number of other fund management groups. The survey provides benchmarks for each of the main expense items associated with running a Fund to help the Board determine whether the Funds are paying a reasonable price for each of the services to which the expenses relate.

The expenses that comprise the survey include the following:

– Transfer agency fees

– Fund accounting fees

– Investment management fees

– Custodian fees

– Depositary fees

– Audit fees

Direct comparisons may be difficult because comparative information is not generally publicly available and is affected by numerous factors. Where specific expenses are highlighted to be outliers in the report, the reasons for this will be considered to determine the extent to which they are appropriate.

The review will also consider the overall costs of comparable products, by benchmarking each Fund against a suitable peer group which will be made up of funds with broadly similar characteristics to the Fund. Where the aggregate charges as calculated by the Ongoing Charges Figure are greater than the average cost of equivalent peer group funds, consideration will be given to whether it would be appropriate to adjust the FMF.

6. Comparable Services

The Board considers whether the fees charged by the Company for the services it performs for the Fund are consistent with those fees charged by the Company and other companies within the wider Aviva Group. This gives consideration to other similar funds or services operated by the Aviva Group that are available in the UK, are of a comparable size, and are managed to similar objectives and policies to the Fund.

As stated in section 3 above, the Company undertook a thorough review of its charging mechanism across the Fund range in 2018 which resulted in the introduction of a single FMF. Part of this exercise was to ensure the fees charged by the Company were appropriate across its UK range of regulated Funds considering their relative nature, investment objectives and the services provided.

7. Classes of Units

The Board assesses whether investors hold shares in the most appropriate share class for their investment, in terms of the fees applied.

As part of the review of its charging mechanism in 2018, the Company undertook an exercise to ensure that investors were invested in the most appropriate share class. The review prompted the closure or merger of a number of share classes, along with the amendment of some minimum investment limits and share class eligibility criteria, and the removal of trail commission to advisers. This resulted in some investors being moved into alternative share classes that either had fees of an equivalent level, or lower than they had been paying previously where an appropriate share class was available.

In addition, the Company operates a process to identify any investors who would be eligible for a share class with lower fees. If any such investors are identified, steps are taken to move them into that share class if possible.

Other factors may be considered by the Company in determining the conclusion of the value assessment, as deemed appropriate by the Board. If such other factors are considered, details will be provided in the value assessment report for the relevant Fund.

VALUE ASSESSMENT REPORTS

AVIVA INVESTORS UK INDEX TRACKING FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and although it is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund, we will be making changes to the FMF as detailed in the assessment conclusion below.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internal or externally) were reviewed, and as a result of the ongoing exercise that the Company undertakes to benchmark fees against equivalent funds run by other firms, a decision has been taken to lower the fees charged in order to provide greater value for investors. Further details can be found in the assessment conclusion below.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors. This conclusion takes into account the decision to lower the FMFs for Share Classes 1, 2 and 3 on 1 April 2020, due to the market rates benchmarking exercise which has been undertaken.

The fee reductions will be as follows;

Share Class 1 – FMF will be reduced from 0.48% to 0.41%

Share Class 2 – FMF will be reduced from 0.23% to 0.20%

Share Class 3 – FMF will be reduced from 0.23% to 0.20%

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS UK LISTED EQUITY INCOME FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS UK LISTED EQUITY UNCONSTRAINED FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance, relative to its investment objectives, policy and strategy, was at the lower end of the range of expected outcomes for an actively managed fund over the last 3 years. However the Fund had performed well over longer time periods, which aligns with the Fund's stated objective, and how we believe investment performance should be judged.

The Fund aims to grow your investment through a combination of capital growth and income over the long term (5 years or more) by investing in shares of UK companies.

Despite the challenging 12 months to 15 October 2019, the value of the Fund has increased over the last 5 years at an average annual rate of 7.25% (net of fees)*, which compares favourably with other similar Funds in its peer group.

The Board acknowledged that following the appointment of a new Chief Investment Officer for the Equities team in 2018, there has been a significant investment in the resources and processes dedicated to the investment management and research capabilities of the Fund during 2019. A new clearly defined investment philosophy has been implemented, with the aim of improving the relative performance of the Fund. The Board therefore remains confident that the Investment Manager's continued management of this Fund is in the long term interests of investors.

A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager, and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process, as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has been a reduction in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

* Performance figures based on Share Class 1, net income reinvested, net of fees and taxes for the period specified to 15 October 2019. Past performance is not a guide for future performance, the value of your investment can go down as well as up and you may not get back the amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS UK LISTED SMALL AND MID-CAP FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS UK SMALLER COMPANIES FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has been a reduction in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS CONTINENTAL EUROPEAN EQUITY FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance, relative to its investment objectives, policy and strategy, was at the lower end of the range of expected outcomes for an actively managed fund over the last 3 years. However the Fund has performed well over longer time periods, which aligns with the Fund's stated objective and how we believe investment performance should be judged.

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of European companies, and despite a challenging 12 months to 15 October 2019, the value of the Fund has increased over the last 5 years at an average annual rate of 10.39% (net of fees)*, which compares favourably with other similar funds in its peer group.

The Board also acknowledged that following the appointment of a new Chief Investment Officer for the Equities team in 2018 there has been a significant investment in the resources and processes dedicated to the investment management and research capabilities of the Fund during 2019. A new, clearly defined investment philosophy has been implemented with the aim of improving the relative performance of the Fund. The Board therefore remains confident that the Investment Manager's continued management of this Fund is in the long-term interests of investors.

A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager, and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process, as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has been a reduction in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

* Performance figures based on Share Class 1, net income reinvested, net of fees and taxes for the periods specified to 15 October 2019. Past performance is not a guide for future performance, the value of your investment can go down as well as up and you may not get back the amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS CORPORATE BOND FUND (THE"FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance, relative to its investment objectives, policy and strategy, was at the lower end of the range of expected outcomes for an actively managed fund during the periods considered by the review, which can partly be attributed to the decision to position the Fund's investments cautiously given the uncertain economic and monetary policy environment.

The Fund aims to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

Although the Fund has not beaten the benchmark on a net basis over the periods under consideration, the value of the Fund has increased over the last 5 years at an average annual rate of 3.91% and returned 8.27% over the last 12 months (both net of fees and taxes)*, which given the current interest rate environment, has provided investors with an attractive positive return.

As a result, the Board is satisfied that the Fund will remain an important solution for many investors. However it is acknowledged that investors may wish to consider other funds in the range if this Fund's cautious investment philosophy does not meet their investment requirements.

A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager, and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. Although there has been an increase in the size of the Fund during the previous 12 months, there will not be any fee changes as a direct result of the Economies of Scale review as no material scale savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

* Performance figures based on Share Class 1, net income reinvested, net of fees and taxes for the periods specified to 15 October 2019. Past performance is not a guide for future performance, the value of your investment can go down as well as up and you may not get back the amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS DISTRIBUTION FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS HIGH YIELD BOND FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance, relative to its investment objectives, policy and strategy, was at the lower end of the range of expected outcomes for an actively managed fund over the last 3 years, however the Fund had performed well over longer time periods.

The Fund aims to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

Although the Fund hasn't achieved its objective of beating the benchmark on a net basis over the periods under consideration, the value of the Fund has increased over the last 5 years at an average annual rate of 3.88% (net of fees and taxes)*, which compares favourably with other similar funds in its peer group.

A number of changes have been made to the investment process over recent months which are designed to result in an improvement in the performance of the Fund, and as a consequence the Board considers that the Investment Manager's continued management of this Fund should still benefit the Fund and its investors.

A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager, and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process, as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has been a reduction in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

* Performance figures based on Share Class 1, net income reinvested, net of fees and taxes for the period specified to 15 October 2019. Past performance is not a guide for future performance, the value of your investment can go down as well as up and you may not get back the amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS HIGHER INCOME PLUS FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS INTERNATIONAL INDEX TRACKING FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and although it is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund, we will be making changes to the FMF as detailed in the assessment conclusion below.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internal or externally) were reviewed, and as a result of the ongoing exercise that the Company undertakes to benchmark fees against equivalent funds run by other firms, a decision has been taken to lower the fees charged in order to provide greater value for investors. Further details can be found in the assessment conclusion below.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors. This conclusion has taken into account the decision to lower the FMFs for Share Classes 1, 2 and 3 on 1 April 2020, due to the market rates benchmarking exercise which has been undertaken.

The fee reductions will be as follows;

Share Class 1 – FMF will be reduced from 0.56% to 0.45%

Share Class 2 – FMF will be reduced from 0.31% to 0.25%

Share Class 3 – FMF will be reduced from 0.31% to 0.20%

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VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS GLOBAL EQUITY ENDURANCE FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund. However, some cost savings have been identified that will be passed on to investors as part of the fee reductions detailed in the assessment conclusion below.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors. This conclusion has taken into account the decision to lower the FMF for all Share Classes by 0.05% on 1 April 2020, due to cost savings which have been identified specifically for this Fund.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS GLOBAL EQUITY INCOME FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund. However, some cost savings have been identified that will be passed on to investors as part of the fee reductions detailed in the assessment conclusion below.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors. This conclusion has taken into account the decision to lower the FMF for all Share Classes by 0.05% on 1 April 2020, due to cost savings which have been identified specifically for this Fund.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS GLOBAL EQUITY UNCONSTRAINED FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

It should be noted that this Fund launched on 1 August 2019, so this assessment has been completed with limited reference data. The conclusions are, therefore, in a large part dependent upon the product feasibility assessment that was completed prior to launch which evidenced that the Fund's long term objective and fees were appropriate for a Fund with this strategy.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the period since launch, and further detailed explanation of the Funds performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. As this Fund launched on 1 August 2019, the FMF has been set based on the target size of the Fund, which has not yet been reached, and therefore there are no economies of scale cost savings that have been achieved.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS GLOBAL EMERGING MARKETS EQUITY UNCONSTRAINED FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

It should be noted that this Fund launched on 29 July 2019, so this assessment has been completed with limited reference data. The conclusions are, therefore, in a large part dependent upon the product feasibility assessment that was completed prior to launch which evidenced that the Fund's long term objective and fees were appropriate for a Fund with this strategy.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the period since launch, and further detailed explanation of the Funds performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. As this Fund launched on 29 July 2019, the FMF has been set based on the target size of the Fund, which has not yet been reached, and therefore there are no economies of scale cost savings that have been achieved.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms that all components of the assessment have been considered and that the charges of each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS MANAGED HIGH INCOME FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has been a reduction in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS MONTHLY INCOME PLUS FUND (THE "FUND")

In line with the requirement to conduct an assessment of values, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the various time periods reviewed and the information considered in the assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has not been a material change in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were reviewed, and as a result of the ongoing exercise that the Company undertakes to benchmark fees against equivalent funds run by other firms, a decision has been taken to lower some of the fees charged in order to provide greater value for investors. Further details can be found in the assessment conclusion below.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION
In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors. This conclusion has taken into account the decision to lower the FMF for Share Class 1 from 0.88% to 0.77% on 1 April 2020, due to the market rates benchmarking exercise which has been undertaken. The charges for all other Share Classes remain unchanged.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS STRATEGIC BOND FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. This applies to all share classes in the Fund unless we have specifically noted share class exceptions.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance, relative to its investment objectives, policy and strategy, was at the lower end of the range of expected outcomes for an actively managed fund during the periods under consideration, which can partly be attributed to the decision to position the Fund cautiously given the uncertain economic and monetary policy environment. In addition, the Fund held a number of distressed bonds which have significantly under performed in the last 12 months. Therefore, a number of steps have been taken in recent months to enhance the credit review process, which is designed to reduce the likelihood of significant losses arising from individual default events in the future.

The Fund aims to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, governments or supranational organisations, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

Although the Fund hasn't achieved its objective of beating the benchmark on a net basis over the periods under consideration, the value of the Fund has increased over the last 5 years at an average annual rate of 2.63% (net of fees & taxes)*, which given the current interest rate environment has provided investors with a reasonable risk adjusted return. The strategy is specifically designed with a flexible asset allocation, and the Investment Manager will judge how best to position the portfolio given the changing longer-term market outlook, which in recent periods has been tilted towards low risk assets.

As a consequence the Board considers that the Investment Manager's continued management of this Fund should still benefit the Fund and its investors.

A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager, and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process, as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has been a reduction in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

* Performance figures based on Share Class 1, net income reinvested, net of fees and taxes for the period specified to 15 October 2019. Past performance is not a guide for future performance, the value of your investment can go down as well as up and you may not get back the amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS SUSTAINABLE INCOME & GROWTH FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

It should be noted that this Fund launched on 10 July 2019, so this assessment has been completed with limited reference data. The conclusions are, therefore, in a large part dependent upon the product feasibility assessment that was completed prior to launch which evidenced that the Fund's long term objective and fees are appropriate for a Fund with this strategy.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance after charges, relative to its investment objectives, policy and strategy was deemed to be within a reasonable range of outcomes based on the period since launch, and further detailed explanation of the Funds performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. As this Fund launched on 10 July 2019, the FMF has been set based on the target size of the Fund, which has not yet been reached, and therefore there are no economies of scale cost savings that have been achieved.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

VALUE ASSESSMENT REPORTS (CONTINUED)

AVIVA INVESTORS MULTI-STRATEGY TARGET RETURN FUND (THE "FUND")

In line with the requirement to conduct an assessment of value, the following summarises the conclusions reached by the Company's board of directors ('the Board') having considered the range of factors as set out in the 'Value Assessment Approach' (see the preceding pages of this Report) which describes how we carry out the value assessment. A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

1. Quality of Service
The range, nature, extent and quality of the services provided to investors has been assessed and the Fund's operating model was considered to be working effectively over the period. Investors received clear communications and relevant information at appropriate times to enable them to make informed decisions regarding their investment, and the service delivered has been timely and of an appropriate quality.

2. Performance
The Fund's overall performance, relative to its investment objectives, policy and strategy, was at the lower end of the range of expected outcomes over the time periods considered by the review.

The Board acknowledged that the Investment Manager has made changes to the investment personnel, with greater day to day involvement from senior staff in investment decisions, and improvements to the investment process, which has resulted in an improvement in the Fund's performance as described below.

The Fund aims to deliver on average 5% per year above the Bank of England base rate before the deduction of charges over rolling three-year periods ('Return Target') whilst aiming to manage volatility to a target of less than half the volatility of global equities measured over the same rolling three year periods ('Volatility Target').

Although the Fund has not achieved the Return Target element of this objective, there has been some improvement in the Fund's performance - both since launch and in the more recent period, and is successfully delivering against its Volatility Target over all periods.

– There have been a number of successful periods of performance relative to its Return Target since launch, including in 2019, which as at 15 October 2019 has returned 8% (net of charges and taxes)*, recovering the losses incurred at the end of 2018.

– The Fund has achieved its Volatility Target since launch, by remaining below the target of half the volatility of global equities.

– As a diversification of risk against the broader markets the Fund has been successful in remaining fairly unconnected to the returns and volatility of the wider market, with the exception of the significant negative performance experienced by the Fund at the end of 2018.

A further key consideration is that the Fund's direct peer group, which is made up of funds with broadly similar characteristics to the Fund, have also struggled to deliver their targeted performance during recent periods, indicating that market conditions have been challenging during these periods for this type of Fund.

As a consequence the Board considers that the Investment Manager's continued management should still benefit the Fund and its investors.

A detailed explanation of the last 12 months performance is included in the Fund Manager's Report included in this Report and Accounts.

3. AFM Costs and Charges
The Fund Management Fee (FMF) is the single charge paid to the Authorised Fund Manager, and is considered to be reasonable when taking into account the underlying costs for the services provided and the performance objectives set for the Fund.

4. Economies of Scale
The specific benefits derived from economies of scale are returned to investors in various ways including through the FMF review process, as referred to in the Value Assessment Approach. The Board concluded that all investors participated appropriately in the general economies of scale derived from investing with the Company based on a range of benefits and services provided and the overall fees charged. There has been a reduction in the size of the Fund during the previous 12 months, and as such no additional savings have been identified.

5. Comparable Market Rates
The fees paid for each of the services provided to the Fund (internally or externally) were considered to be competitive relative to those charged by similar competitor funds within the UK regulated funds market.

6. Comparable Services
On the basis of the available information and the comparable services considered, the fees were deemed to be reasonable compared to the fees charged by associated companies within the Aviva Group for any comparable products which are available in the UK of an equivalent size and with a similar investment objective and policy to the Fund.

7. Classes of Units
The pricing of each Share Class of the Fund is considered to be reasonable based on the different Share Class eligibility criteria and target investor for each Share Class. All investors are invested appropriately in the Share Class they are eligible to hold in the Fund at the date of the assessment.

OVERALL ASSESSMENT CONCLUSION

In conclusion, the Board confirms all components of the assessment have been considered and the charges for each of the Share Classes are justified in the context of overall value being delivered to investors.

* Performance figures based on Share Class 1, net income reinvested, net of fees and taxes for the period specified to 15 October 2019. Past performance is not a guide for future performance, the value of your investment can go down as well as up and you may not get back the amount invested.

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